Veritas Next Edge Premium Yield Fund

Unaudited Semi-Annual Financial Statements – 2026
As at and for the six months ended June 30, 2026

NEXT EDGE
CAPITAL

Veritas Next Edge Premium Yield Fund
Unaudited semi-annual financial statements
June 30, 2026

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Veritas Next Edge Premium Yield Fund

Management's responsibility for financial reporting

Next Edge Capital Corp. (the "Manager") is responsible for the accompanying unaudited semi-annual financial statements of Veritas Next Edge Premium Yield Fund (the "Fund") and all the information in this report. These unaudited semi-annual financial statements have been approved by the Board of Directors of Next Edge Capital Corp., as Manager and Trustee. The unaudited semi-annual financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* as issued by the International Accounting Standards Board and, where appropriate, reflect management's judgment and best estimates.

Management has established systems of internal controls that provide assurance that assets are safeguarded from loss or unauthorized use and produce reliable accounting records for the preparation of financial information. The systems of internal controls meet management's responsibilities for the integrity of the financial statements.

The Manager recognizes its responsibility to conduct the Fund's affairs in the best interest of its unitholders.

Respectfully,

Robert Anton	David Scobie
President	Chief Operating Officer

Next Edge Capital Corp.
August 28, 2026

Veritas Next Edge Premium Yield Fund

Statements of financial position (unaudited)

As at	Notes	June 30, 2026	December 31, 2025
ASSETS			
Current assets			
Financial assets at fair value through profit or loss	5,6	15,223,729	8,547,438
Cash		268,814	36,219
Margin		7,094	6,854
Subscriptions receivable		31,239	34,773
Dividends receivable		40,820	24,231
Total assets		**15,571,696**	**8,649,515**
LIABILITIES			
Current liabilities			
Financial liabilities at fair value through profit or loss	5,6	84,573	46,697
Redemptions payable		149	-
Administration fees payable		13,115	-
Management fees payable	6,9,10	31,798	17,382
Harmonized sales tax (HST) payable		4,035	1,718
Total liabilities		**133,670**	**65,797**
Net assets attributable to holders of redeemable units		**15,438,026**	**8,583,718**
Net assets attributable to holders of redeemable units per class			
Class A		1,768,222	1,301,868
Class F		13,669,804	7,281,850
		15,438,026	**8,583,718**
Number of redeemable units outstanding per class			
Class A		122,725	96,548
Class F		906,753	519,233
Net assets attributable to holders of redeemable units per Unit			
Class A		14.41	13.48
Class F		15.08	14.02

Approved by Next Edge Capital Corp.

Robert Anton
President

David Scobie
Chief Operating Officer

The accompanying notes are an integral part of these financial statements

Veritas Next Edge Premium Yield Fund

Statements of comprehensive income (unaudited)

For the six months ended June 30,	Notes	2026	2025
Income			
Interest income for distribution purposes		2,901	2,245
Dividends		164,157	77,283
Foreign currency gain (loss) on cash and other net assets		595	(837)
Net realized gain (loss) on sale of investments		600,374	375,595
Net change in unrealized appreciation (depreciation) on investments	6	607,962	147,328
Net gains (loss) on investments		1,208,336	522,923
Total income		**1,375,989**	**601,614**
Expenses			
Management fees	9,10	57,280	26,071
Administrative fees	9,10		49,918
Interest expense		206	2,330
Unitholder reporting costs		5,793	10,400
Audit fees		34,754	41,623
Custody fees		2,406	2,336
Legal fees		19,614	23,152
Independent Review Committee fees	10	7,595	6,288
Harmonized Sales Tax (HST)		9,066	9,904
Withholding tax		313	449
Transaction costs		13,280	7,727
		150,307	180,198
Less: expenses absorbed by the Manager	10	(42,194)	(80,000)
Total expenses		**108,113**	**100,198**
Increase in net assets attributable to holders of redeemable units		**1,267,876**	**501,416**
Increase in net assets attributable to holders of redeemable units per class			
Class A			
Class F		157,646	**54,650**
		1,110,230	**446,766**
		1,267,876	**501,416**
Average number of units outstanding			
Class A		108,828	60,155
Class F		744,397	435,595
Increase in net assets attributable to holders of redeemable units per Unit			
Class A		1.45	0.91
Class F		1.49	1.03

Veritas Next Edge Premium Yield Fund

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

For the six months ended June 30,	2026	2025
Class A		
Beginning of period	1,301,868	697,185
Increase (decrease) in net assets attributable to holders of redeemable units from operations	157,646	54,650
Redeemable Units Transactions		
Proceeds from issuance of units	563,610	92,965
Reinvestment of distributions to holders of redeemable units	63,164	17,083
Consideration paid for redemption of units	(254,902)	(112,718)
	371,872	(2,670)
Distributions to Holders of Redeemable Units		
From net investment income	(63,164)	(17,083)
End of period	**1,768,222**	**732,082**
Class F		
Beginning of period	7,281,850	5,173,317
Increase (decrease) in net assets attributable to holders of redeemable units from operations	1,110,230	446,766
Redeemable Units Transactions		
Proceeds from issuance of units	6,899,405	480,483
Reinvestment of distributions to holders of redeemable units	252,014	99,762
Consideration paid for redemption of units	(1,413,513)	(981,260)
	5,737,906	(401,015)
Distributions to Holders of Redeemable Units		
From net investment income	(460,182)	(127,110)
End of period	**13,669,804**	**5,091,958**

The accompanying notes are an integral part of these financial statements

Veritas Next Edge Premium Yield Fund

Statements of cash flows (unaudited)

For the six months ended June 30,	2026	2025
Cash flows from operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	1,267,876	501,416
Adjustments in net assets attributable to holders to net cash from operating activities		
Proceeds from sale of investments	5,244,474	3,808,906
Purchase of investments	(10,674,553)	(3,296,832)
Foreign currency (gain) loss on cash and other net assets	(595)	837
Change in unrealized (appreciation) depreciation of investments and derivatives	(607,962)	(147,328)
Net realized gain (loss) on sale of investments		
Change in margin	(600,374)	(375,595)
Increase (decrease) in dividends receivable	(240)	368
Increase (decrease) in other payables and accrued liabilities	(16,589)	(3,109)
Net cash provided by (used in) operating activities	29,848	(47,416)
	(5,358,115)	441,247
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(208,168)	(27,348)
Proceeds from redeemable units issued	7,466,549	573,448
Amount paid on redemption of redeemable units	(1,668,266)	(1,093,978)
Net cash provided by (used in) financing activities	**5,590,115**	**(547,878)**
Foreign currency gain (loss) on cash and other net assets	595	(837)
Net increase (decrease) in cash	232,595	(107,468)
Cash, beginning of period	36,219	200,918
Cash, end of period	**268,814**	**93,450**
Supplemental disclosure of cash flow information:		
Interest received (paid)	2,901	2,245
Dividends received, net of withholding taxes	147,255	73,725

The accompanying notes are an integral part of these financial statements

Veritas Next Edge Premium Yield Fund

Schedule of investments (unaudited)

As at June 30, 2026

No. of Shares	Securities by Sector	Average Cost ($)	Fair Value ($)
	Long Positions (98.6%)		
	Canadian Equities (93.4%)		
	Automobiles and Components (3.6%)		
5,500	Linamar Corp.	455,636	553,135
	Automobiles and Components Total	455,636	553,135
	Banks (7.3%)		
1,935	Royal Bank of Canada	380,062	568,271
3,230	The Toronto-Dominion Bank	323,607	556,981
	Banks Total	703,669	1,125,252
	Capital Goods (7.1%)		
6,272	AtkinsRealis Group Inc.	491,770	552,438
1,670	Bombardier Inc.	299,183	545,322
	Capital Goods Total	790,953	1,097,760
	Commercial & Professional Services (3.2%)		
17,000	Element Fleet Management Corp.	500,480	497,590
	Commercial & Professional Services Total	500,480	497,590
	Consumer Services (3.5%)		
5,300	Restaurant Brands International Inc.	515,322	545,211
	Consumer Services Total	515,322	545,211
	Consumer Staples Distribution & Retail (7.0%)		
5,969	Alimentation Couche-Tard Inc.	448,233	539,598
8,420	Loblaw Cos., Ltd.	398,034	541,743
	Consumer Staples Distribution & Retail Total	846,267	1,081,341
	Energy (17.4%)		
9,750	Canadian Natural Resources Ltd.	492,279	547,170
6,925	Enbridge Inc.	440,105	532,602
10,689	South Bow Corp.	402,970	534,022
5,600	TC Energy Corp.	444,497	525,952
9,155	Tourmaline Oil Corp.	578,681	542,892
	Energy Total	2,358,532	2,682,638
	Equity Real Estate Investment Trusts (REITs) (3.5%)		
5,673	Granite Real Estate Investment Trust	443,838	543,473
	Equity Real Estate Investment Trusts (REITs) Total	443,838	543,473
	Health Care Equipment & Services (3.5%)		
24,375	Chartwell Retirement Residences	495,880	544,781
	Health Care Equipment & Services Total	495,880	544,781

No. of Shares	Securities by Sector	Average Cost ($)	Fair Value ($)
	Insurance (7.2%)		
6,185	Great-West Lifeco Inc.	437,937	558,938
4,920	Sun Life Financial Inc.	420,837	547,842
	Insurance Total	858,774	1,106,780
	Materials (12.8%)		
1,867	Franco-Nevada Corp.	629,352	552,501
2,529	Agnico Eagle Mines Ltd., TSE	467,809	557,290
8,800	Hudbay Minerals Inc.	179,992	294,712
6,265	Nutrien Ltd.	532,692	559,778
	Materials Total	1,809,845	1,964,281
	Software & Services (3.4%)		
199	Constellation Software Inc.	529,772	531,330
	Software & Services Total	529,772	531,330
	Telecommunication Services (6.8%)		
8,397	Cogeco Communications Inc.	534,154	532,034
11,165	Rogers Communications Inc.	488,938	515,153
	Telecommunication Services Total	1,023,092	1,047,187
	Transportation (7.1%)		
3,237	Canadian National Railway Co.	449,295	547,862
2,692	TFI International Inc.	373,372	549,572
	Transportation Total	822,667	1,097,434
	Total Canadian Equities	12,154,727	14,418,193
	United States Equities (1.7%)		
	Materials (1.7%)		
2,037	Newmont Corp.	255,892	269,924
	Materials Total	255,892	269,924
	Total United States Equities	255,892	269,924
	Foreign Equities (3.5%)		
	Utilities (3.5%)		
10,340	Brookfield Infrastructure Partners LP	519,716	535,612
	Utilities Total	519,716	535,612
	Total Foreign Equities	519,716	535,612
	Total Long Positions	12,930,335	15,223,729

The accompanying notes are an integral part of these financial statements

Veritas Next Edge Premium Yield Fund

Schedule of investments (continued) (unaudited)

As at June 30, 2026

No. of Shares	Securities by Sector	Average Cost ($)	Fair Value ($)
	Short Positions (-0.5%)		
	Written Options (See Options Details)	(69,929)	(84,573)
	Total Short Positions	(69,929)	(84,573)
	Transaction Costs	(3,756)	
Total Investment Portfolio (98.1%)		12,856,650	5,139,156
Cash (1.7%)			268,814
Other assets net of liabilities (-0.2%)			30,056
Total net assets attributable to holders of redeemable units (100.0%)			15,438,026

Option Details

Underlying Interest	Option Type	Number of Options	Strike Price ($)	Expiry Date	Average Cost ($)	Fair Value ($)
Written Options						
ALIMENTATION COUCHE-TARD INC@94 CALL OPT 17 JUL 26	Call	(40)	94	July 17, 2026	(4,165)	(1,720)
ATKINSREALIS GROUP INC@88 CALL OPT 17 JUL 26	Call	(28)	88	July 17, 2026	(2,912)	(7,457)
BOMBARDIER INC@330 CALL OPT 03 JUL 26	Call	(13)	330	July 3, 2026	(9,041)	(4,843)
BROOKFIELD INFRASTRUCTUR@54 CALL OPT 24 JUL 26	Call	(33)	54	July 24, 2026	(2,772)	(957)
BROOKFIELD INFRASTRUCTURE@55 CALL OPT 07 AUG 26	Call	(25)	55	August 7, 2026	(1,150)	(875)
CANADIAN NATIONAL RAILWAY@168 CALL OPT 24 JUL 26	Call	(11)	168	July 24, 2026	(1,617)	(5,280)
CHARTWELL RETIREMENT @23 CALL OPT 21 AUG 26	Call	(56)	23	August 21, 2026	(2,240)	(2,016)
COGECO COMMUNICATIONS INC@68 CALL OPT 17 JUL 26	Call	(25)	68	July 17, 2026	(2,875)	(725)
ENBRIDGE INC@79 CALL OPT 24 JUL 26	Call	(23)	79	July 24, 2026	(2,301)	(1,553)
FRANCO-NEVADA CORP@330 CALL OPT 17 JUL 26	Call	(6)	330	July 17, 2026	(2,160)	(750)
GRANITE REAL ESTATE INV@94 CALL OPT 17 JUL 26	Call	(20)	94	July 17, 2026	(2,700)	(5,395)
GREAT-WEST LIFECO INC@87 CALL OPT 24 JUL 26	Call	(25)	87	July 24, 2026	(2,500)	(10,808)
LINAMAR CORP@105 CALL OPT 17 JUL 26	Call	(25)	105	July 17, 2026	(4,326)	(2,438)

Option Details continued

Underlying Interest	Option Type	Number of Options	Strike Price ($)	Expiry Date	Average Cost ($)	Fair Value ($)
Written Options continued						
LINAMAR CORP@110 CALL OPT 21 AUG 26	Call	(11)	110	August 21, 2026	(1,540)	(2,118)
LOBLAW COS LTD@66 CALL OPT 17 JUL 26	Call	(30)	66	July 17, 2026	(3,000)	(1,650)
RESTAURANT BRANDS INT@105 CALL OPT 17 JUL 26	Call	(16)	105	July 17, 2026	(2,480)	(1,920)
ROGERS COMMUNICATIONS INC@55 CALL OPT 24 JUL 26	Call	(40)	55	July 24, 2026	(3,000)	(200)
ROYAL BANK OF CANADA@285 CALL OPT 10 JUL 26	Call	(13)	285	July 10, 2026	(2,925)	(12,410)
SOUTH BOW CORP@52 CALL OPT 17 JUL 26	Call	(20)	52	July 17, 2026	(800)	(450)
SOUTH BOW CORP@54 CALL OPT 21 AUG 26	Call	(25)	54	August 21, 2026	(1,875)	(1,125)
SUN LIFE FINANCIAL INC@108 CALL OPT 10 JUL 26	Call	(30)	108	July 10, 2026	(3,240)	(11,320)
TC ENERGY CORP@98 CALL OPT 17 JUL 26	Call	(25)	98	July 17, 2026	(2,600)	(1,150)
TFI INTERNATIONAL INC@220 CALL OPT 17 JUL 26	Call	(10)	220	July 17, 2026	(2,650)	(1,425)
TFI INTERNATIONAL INC@225 CALL OPT 21 AUG 26	Call	(5)	225	August 21, 2026	(2,600)	(2,575)
TORONTO-DOMINION BANK@172 CALL OPT 17 JUL 26	Call	(15)	172	July 17, 2026	(2,460)	(3,413)
Total options					(69,929)	(84,573)

1. FUND INFORMATION

Veritas Next Edge Premium Yield Fund (the "Fund") is a mutual fund trust established as a trust under the laws of the Province of Ontario and governed by a declaration of trust dated October 15, 2021. The Fund is divided into units of participation ("Units") representing an interest in the Fund held by Unitholders. The Fund has three classes of Units: Class A Units, Class F Units, and Class I Units. The Fund may have an unlimited number of classes of units and may issue an unlimited number of Units of each class. All classes of Units of the Fund are redeemable at the unitholders' option. Each class of Units is intended for different types of investors. All of the classes of Units have the same investment strategy and restrictions but differ with respect to one or more of their features, such as management fees, expenses, redemption fees, commissions or distributions. The net asset value per unit ("NAV per unit") of each class is not the same as a result of the different fees, expenses and distributions allocable to each class of Units.

The Fund seeks to provide long-term growth of capital and income by investing primarily in equity securities of Canadian issuers and to provide monthly cash distributions. The Fund engages in covered option writing strategies to enhance the yield of the Fund's investment portfolio.

The Fund seeks to achieve its investment objective by investing primarily in a portfolio of securities selected by Veritas Asset Management Inc., which is based upon independent equity research provided by its affiliate, Veritas Investment Research Corporation (referred to as the "Veritas Portfolio"). The Fund's sub advisor is Veritas Asset Management Inc. (the "Sub Advisor").

The Fund is managed by Next Edge Capital Corp. (the "Manager"). The custodian, registrar, transfer agent and valuation agent of the Fund is RBC Investor Services Trust. The registered office of the Fund is located at 18 King Street East, Suite 902, Toronto, Ontario, Canada, M5C 1C4.

The semi-annual financial statements were approved for issuance by the Manager on August 28, 2026.

2. BASIS OF PREPARATION

These semi-annual financial statements have been prepared in compliance with *International Accounting Standard 34, Interim Financial Reporting* as issued by the International Accounting Standards Board ("IASB").

The semi-annual financial statements have been prepared on a going concern basis using the historical-cost convention. However, the Fund is an investment entity, and primarily all financial assets and financial liabilities are measured at fair value in accordance with IFRS Accounting Standards as issued by the IASB ("IFRS"). Accordingly, the Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the NAV for transactions with unitholders.

In applying IFRS Accounting Standards, management may make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses during the reporting periods. Actual results may differ from such estimates.

The semi- annual financial statements have been presented in Canadian dollars, the Fund's functional currency.

3. MATERIAL ACCOUNTING POLICIES

Financial instruments

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Purchases and sales of financial assets are recognized at their trade date. The Fund's investments are designated as fair value through profit or loss ("FVTPL") upon initial recognition and are measured at FVTPL. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contract's effective interest rate.

Financial instruments include financial assets and liabilities such as equity securities, derivatives, cash and other trade receivables and payables. All financial assets and liabilities are recognized in the statements of financial position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership.

Classification and measurement

The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). The standard requires financial assets to be classified as amortized cost, FVTPL, or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgment. The Fund classifies investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess performance and to make decisions. Consequently, all investments are measured at FVTPL.

More specifically, the Fund's investments, derivative assets and liabilities, and short sales, if any, are measured at FVTPL. The Fund's obligation for NAV attributable to holders of redeemable units is presented at the redemption amount. All other financial assets and liabilities are initially recognized at fair value and subsequently measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument's effective interest rate. The fair values of the Fund's financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

Impairment

IFRS 9 requires that an entity recognize a loss allowance for expected credit losses on financial assets that are measured at amortized cost or FVOCI. Financial assets held by the Fund that are measured at FVTPL will not be subject to the impairment requirements.

With respect to receivables, the Fund considers both historical analysis and forward-looking information in determining any expected credit loss. As at the financial statement date, all receivables are due to be settled within the short term. The Fund considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligation in the near term. No loss allowance has been recognized as any such impairment will not have a material impact on the financial statements.

Fair value and subsequent measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair values of financial assets and liabilities traded in active markets are based on quoted market prices at the close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. Unlisted securities are determined by the Manager on the basis of the latest reported information available. Fixed income securities, debentures and other debt instruments, including short-term investments, are valued at the quotation from recognized investment dealers.

The Fund may engage in option contract transactions by purchasing (long positions) or writing (short positions) call or put option contracts. These contracts have different risk exposures for the Fund: whereas the risk for long positions will be limited to the premium paid to purchase the option contracts, the risk exposure for short positions is potentially unlimited until closed or expired.

The premium paid for purchasing an option is recorded as an asset in the statements of financial position. The premium is valued as at the close of business on every business day, or, if not a business day, on the following business day and on any other day as the Manager determines (a "Valuation Date") at an amount equal to the fair value of the option that would have the effect of closing the position. The change in the difference between the premium and the fair value is shown as "Net change in unrealized appreciation (depreciation) on investments" in the statements of comprehensive income. When a purchased option expires, the Fund will realize a loss equal to the premium paid. When a purchased option is closed, the gain or loss the Fund will realize will be the difference between the proceeds and the premium paid. When a purchased call option is exercised, the premium paid is added to the cost of acquiring the underlying security. When a purchased put option is exercised, the premium paid is subtracted from the proceeds from the sale of the underlying security that had to be sold.

The premium received from writing a call or put option is recorded as a liability in the statements of financial position. When a written option expires, the Fund will realize a gain equal to the premium received. When a written option is closed, the Fund will realize a gain or loss equal to the difference between the cost at which the contract was closed and the premium received. When a written call option is exercised, the premium received is added to the proceeds from the sale of the underlying investments to determine the realized gain or loss. When a written put option is exercised, the premium received will be subtracted from the cost of the underlying investment the Fund had purchased. The gain or loss that the Fund realizes when a purchased or written option is expired or closed is recorded as "Net realized gain (loss) on sale of investments" in the statements of comprehensive income.

All unlisted warrants have been valued using the Black-Scholes model.

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units are classified as financial liabilities and are redeemable at the unitholder's option at prices based on the Fund's NAV per unit at the time of redemption. The amounts are continuously measured at their redemption value.

The NAV measured as at the Valuation Date will be obtained by the valuation agent by taking the then fair value of the assets of the Fund less the aggregate amount of its liabilities excluding those attributable to holders of redeemable units. The NAV per unit of any class of units of the Fund for a Valuation Date will be obtained by dividing the then fair value of the assets of the Fund less the aggregate amount of its liabilities (excluding those attributable to holders of redeemable units) in each case attributable to that class of units, by the total number of units of the class outstanding at the time the calculation is made on the Valuation Date and adjusting the result to a maximum of four decimal places.

For each Fund unit sold, the Fund receives an amount equal to the NAV per unit, on the date of the transaction. Units are redeemable at the option of the unitholders at their NAV per unit on the redemption date. For each unit redeemed, the number of issued and outstanding units is reduced and the net assets attributable to holders of redeemable units are reduced by the related NAV on the date of redemption.

The calculation of the value of net assets attributable to holders of redeemable units for financial statement purposes in accordance with IFRS is consistent with the calculation of the NAV for transactional purposes.

Investment transactions and income recognition

Investment transactions are accounted for as of the trade date. Income and expenses are recorded on an accrual basis. Interest income for distribution purposes is recorded as it is earned.

Dividend revenue is recognized when the Fund's right to receive the payment is established. Dividend revenue is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the statements of comprehensive income.

"Interest income for distribution purposes" shown on the statements of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis.

Realized gains and losses from security transactions are calculated using the average cost basis.

The year-over-year change in the difference between fair value and the average cost is shown as the net change in unrealized appreciation (depreciation) on investments.

Transaction costs such as brokerage commissions incurred in the purchase and sale of securities by the Fund are charged to net income in the period.

Functional and presentation currency

The Fund's functional and presentation currency is the Canadian dollar ("CAD"), which is the currency of the primary economic environment in which it operates. The Fund's performance is evaluated and its liquidity is managed in CAD. Therefore, the CAD is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's subscriptions and redemptions are denominated in CAD.

The fair value of foreign-currency-denominated portfolio investments, foreign currency holdings and other assets and liabilities denominated in a foreign currency are translated into the Fund's reporting currency using the closing rate of exchange on each valuation date. Income, expenses and investment transactions in foreign currencies are translated into the Fund's reporting currency at the rate of exchange prevailing on the respective dates of such transactions.

Foreign exchange gains (losses) relating to cash, receivables and payables are presented as "Foreign currency gain (loss) on cash and other net assets" and those relating to financial instruments classified as held for trading and FVTPL are presented within "Net realized gain (loss) on sale of investments" and "Net change in unrealized appreciation (depreciation) on investments" in the statements of comprehensive income.

Cash

Cash comprises deposits with financial institutions.

Net assets attributable to holders of redeemable units per unit

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of the class by the weighted average number of units outstanding of the class during the period.

Income and expense allocation

The realized and unrealized gains or losses, income, and expenses (other than class-specific operating expenses and management fees) of the Fund are allocated on each Valuation Date to the redeemable participating unitholders in proportion to the respective prior day's NAV, which includes redeemable participating unitholder trades dated for that day, of each class at the date on which the allocation is made. Class-specific operating expenses and management fees are applied to the corresponding classes accordingly. All operating expenses are paid by the Manager and are collected from the Fund on a recoverable basis.

Taxation

The Fund is a mutual fund trust under the *Income Tax Act* (Canada) (the "Tax Act"). All of the Fund's net income for tax purposes and sufficient net capital gains realized in any year are required to be distributed to unitholders such that no income tax is payable by the Fund. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the statements of financial position as a deferred income tax asset. See note 8.

4. STANDARDS ISSUED BUT NOT YET EFFECTIVE

IFRS 18, *Presentation and Disclosure in Financial Statements*

IFRS 18, *Presentation and Disclosure in Financial Statements* replaces IAS 1, *Presentation of Financial Statements* effective for annual periods beginning on or after January 1, 2027. The standard aims to improve financial statement compatibility and transparency by introducing a more structured statement of comprehensive income. It is anticipated the Fund's classification of income and expenses, particularly within the operating category, will be impacted. The Manager is actively assessing the implications of IFRS 18 and its impact on the Fund's financial statements and disclosures.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES, AND ASSUMPTIONS

The preparation of semi-annual financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the semi-annual financial statements:

Fair value measurement of investments and derivatives not quoted in active market

The Fund may, from time to time, hold financial instruments that are not quoted in active markets, such as unlisted securities, private securities or derivatives. Unlisted securities are valued based on price quotations from recognized investment dealers, or failing that, their fair value is determined by the Manager on the basis of the latest reported information available. The fair value of private securities is determined by using valuation models that may be based, in part, on assumptions that are not supported by observable market inputs. These methods and procedures may include, but are not limited to, performing comparisons with prices of comparable or similar securities, obtaining valuation-related information from issuers and/or other analytical data relating to the investment and using other available indications of value. These values are independently assessed by the Manager to ensure that they are reasonable. However, because of the inherent uncertainty of valuation, the estimated fair value for these securities may be materially different from the values that would have been used had a ready market for the investment existed.

The fair values of private securities are affected by the perceived credit risks of the issuer, predictability of cash flows and the length of time to maturity.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments.

The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

6. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Fund's activities expose it to a variety of risks as follows: portfolio concentration risk, credit risk, liquidity risk, market risk (which includes currency risk and other price risk). The Fund is also exposed to commodity sector risk, borrowing risk, credit risk, cybersecurity risk, derivatives risk, equity securities risk, exchange of tax information risk, interest rate risk, legislation and litigation risk, leverage risk, multiple class risk, options risk, price volatility risk, repurchase and reverse repurchase transactions and securities lending risk, sector risk, short selling risk, stock market risk, substantial securityholder risk, and tax risk.

The Fund may invest in or use derivatives for hedging and non-hedging purposes in a manner consistent with the investment objective of the Fund and as permitted by applicable securities legislation. The Fund may utilize currency hedging to minimize the foreign currency risk associated with holding foreign securities. Derivatives to be used by the Fund may include, but are not limited to, non-exchange traded options, forward contracts, futures contracts and swaps. The Fund may also sell short certain securities in accordance with National Instrument 81-102 ("NI 81-102"). Short selling will be used selectively and opportunistically. To do this, the Fund borrows the securities it is selling short, and is under an obligation to return the borrowed securities to the lender at a future date. The Fund is required to pay the lender any distribution declared on the borrowed securities, together with any securities borrowing fees. To return the borrowed securities, the Fund purchases these same securities at a later date, with the result that the Fund will generally make a gain on the short sale if the price of the securities has declined by such date. The short selling activities of the Fund are subject to the limitations set out in NI 81-102 (and as such requirements are applicable to alternative mutual funds).

The Fund may enter into securities lending and repurchase and reverse repurchase transactions to earn additional returns, subject, in each case, to limits at least as stringent as those required by Canadian securities regulatory authorities.

Portfolio concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is a geographical allocation, asset type, industry sector or counterparty. As the Fund's mandate is to invest predominantly in equity securities of companies that will benefit from rising commodity prices and infrastructure buildout, the Fund is exposed to risks specific to the commodity sector, which is discussed below. Please refer to the schedule of investments for a listing of the Fund's portfolio.

The following tables summarize the investment concentration risks that are relevant for the Fund based on its investment objective. The investment portfolio of the Fund may change due to ongoing portfolio transactions.

	% of Net Asset Value	
Portfolio by Asset Mix	Jun 30, 2026	Dec 31, 2025
Canadian equities	93.4%	92.1%
Foreign Equity	3.5%	3.7%
United States Equity	1.7%	3.7%
Equity options	(0.5%)	(0.5%)
Total investments	98.1%	99.0%
Cash	1.0%	0.4%
Other net liabilities	0.9%	0.6%
Total net asset value	**100.0%**	**100.0%**

Portfolio by Industry	% of Net Asset Value Jun 30, 2026	 Dec 31, 2025
Energy	17.4%	18.3%
Materials	14.5%	18.5%
Banks	7.3%	11.0%
Insurance	7.2%	3.7%
Capital Goods	7.1%	7.5%
Transportation	7.1%	11.0%
Consumer Staples Distribution & Retail	7.0%	7.5%
Telecommunication Services	6.8%	7.4%
Automobiles & Components	3.6%	3.7%
Consumer Services	3.5%	-
Health Care Equipment & Services	3.5%	-
Equity Real Estate Investment Trusts (REITs)	3.5%	3.7%
Utilities	3.5%	3.7%
Software & Services	3.4%	-
Commercial & Professional Services	3.2%	-
Consumer Discretionary Distribution & Retail	-	3.5%
Equity Options	(0.5%)	(0.5%)
Total investments	98.1%	99.0%
Cash	1.0%	0.4%
Other net liabilities	0.9%	0.6%
Total net asset value	**100.0%**	**100.0%**

Portfolio by Country	% of Net Asset Value Jun 30, 2026	 Dec 31, 2025
Canada	93.4	92.1%
International	3.5	3.7%
United States	1.7%	3.7%
Equity Options	(0.5%)	(0.5%)
Total investments	98.1%	99.0%
Cash	1.0%	0.4%
Other net liabilities	0.9%	0.6%
Total net asset value	**100.0%**	**100.0%**

Credit risk

Credit risk is the risk that a security issuer or counterparty to a financial instrument will fail to meet its financial obligations. The fair value of a debt instrument includes consideration for the creditworthiness of the debt issuer. The carrying amount of debt instruments as shown on the schedule of investments represents the credit risk exposure of the Fund. Credit risk exposure for derivative instruments is based on the Fund's unrealized gain on the contractual obligations with the counterparty as at the reporting date. The credit risk exposure of the Fund's other assets is represented by their carrying amount as disclosed in the statements of financial position.

The counterparty to all of the Fund's options transactions is the Bank of Montreal, which has an S&P credit rating of A-1 on its short-term debt.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities. The Fund is exposed to daily cash redemptions. The Fund's policy is to have a majority of its portfolio investments in securities traded on exchanges that are liquid (i.e., investments that can be readily disposed of through market facilities).

The Fund may invest in derivatives, debt securities and unlisted equity investments that are not traded in an active market. As a result, the Fund may not be able to quickly liquidate its investments in these instruments at amounts

that approximate their fair values or be able to respond to specific events such as deterioration in the creditworthiness of any particular issuer. In accordance with the Fund's policy, the Manager monitors the Fund's liquidity position on a daily basis. The tables below analyze the Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

June 30, 2026

Financial liabilities	On demand	< 3 months	Total
Management fees payable	-	31,798	31,798
Financial liabilities at FVTPL	-	84,573	84,573
Administration fees payable	-	13,115	13,115
Redemption payable	149	-	149
HST payable	-	4,035	4,035
	149	133,521	133,670

December 31, 2025

Financial liabilities	On demand	< 3 months	Total
Management fees payable	-	17,382	17,382
Financial liabilities at FVTPL	-	46,697	46,697
HST payable	-	1,718	1,718
	-	65,797	65,797

Redeemable units are redeemable on demand at the holder's option. However, the Manager does not expect that the contractual maturity disclosed above will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

Market risk

The Fund's investments are subject to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The following includes sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ, and the differences could be material.

(a) Currency risk

The Fund invests in financial instruments denominated in currencies other than CAD. These investments result in currency risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund uses options on currency exchange-traded funds to reduce its foreign currency exposure.

The table below indicates the foreign currencies to which the Fund had significant exposure as at June 30, 2026 and December 31, 2025 in CAD terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if CAD had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

June 30, 2026		Exposure		Impact on net assets attributable to holders of redeemable units		
Currency	Monetary	Non-monetary	Total	Monetary	Non-monetary	Total
United States dollar	(18,253)	296,374	278,121	(913)	14,819	13,906
% of net assets attributable to holders of redeemable units	(0.1%)	1.9%	1.8%	-	0.1%	0.1%

December 31, 2025		Exposure		Impact on net assets attributable to holders of redeemable units		
Currency	Monetary	Non-monetary	Total	Monetary	Non-monetary	Total
United States dollar	18,964	335,436	354,400	948	16,772	17,720
% of net assets attributable to holders of redeemable units	0.2%	3.9%	4.1%	-	0.2%	0.2%

(b) Other price risk

Other price risk is the risk that the value of portfolio investments will fluctuate as a result of changes in market prices, other than those arising from interest rate or currency risk, whether caused by factors specific to an individual portfolio investment or all factors affecting all investments traded in a market or market segment. All portfolio investments present a risk of loss of capital. The maximum risk resulting from financial instruments is equivalent to their fair value. Please refer to the schedule of investments for a breakdown of the NAV of the Fund by security and sector allocation. Sensitivity against the benchmark was not included as there is an insufficient period of trading to statistically create a meaningful correlation between the performance of the Fund's portfolio investments to the relevant benchmark.

Fair value measurement

The table below presents financial instruments measured at fair value in the statements of financial position in accordance with the fair value hierarchy. The hierarchy groups financial assets and liabilities into three levels based on the significance of inputs used in measuring the fair value of the financial assets and liabilities. The fair value hierarchy has the following levels:

Level 1 – inputs are unadjusted quoted prices of identical instruments in active markets.
Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3 – one or more significant inputs used in a valuation technique are unobservable in determining fair values of the instruments.

As at June 30, 2026 and December 31, 2025, the financial instruments measured at fair value in the statements of financial position are grouped into the fair value hierarchy as follows:

June 30, 2026	Level 1	Level 2	Level 3	Total
Equities - long	15,223,729	-	-	15,223,729
Written options	(84,573)	-	-	(84,573)
	15,139,156	-	-	15,139,156

December 31, 2025	Level 1	Level 2	Level 3	Total
Equities - long	8,547,438	-	-	8,547,438
Written options	(46,697)	-	-	(46,697)
	8,500,741	-	-	8,500,741

All fair value measurements above are recurring. The carrying values of cash, subscriptions receivable, dividends receivable, redemptions payable, distributions payable, accrued liabilities and the Fund's obligation for net assets attributable to holders of redeemable units are measured at amortized cost. Fair values are classified as Level 1 when the related security or derivative is actively traded, and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are

reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. There were no transfers between any levels of the fair value hierarchy during the six months ended June 30, 2026 and the year ended December 31, 2025.

The Fund held no Level 3 securities as at June 30, 2026 and December 31, 2025.

7. REDEEMABLE UNITS

For the six months ended June 30, 2026, the Fund offered three classes of redeemable units: Class A Units, Class F Units, and Class I Units. There are no outstanding units of Class I as of June 30, 2026. The class of Units selected affects the commissions that were payable by an investor, the management fees payable by the Fund, and the compensation that a dealer received in respect of the sale of Units.

All classes have the same investment objective, strategy and restrictions but differ in respect of one or more features, such as the management fee, sales commission, and service commission. The NAV per unit of each class would not necessarily be the same as a result of the different fees, expenses and distributions allocable to each class of Units. The Fund and the Manager do not charge a fee or commission when investors purchase Units of the Fund. An authorized broker, dealer or advisor may charge investors an upfront selling commission of up to 3.00% at the time of purchase of Class A Units, which would reduce the amount of money invested in the Class A Units of the Fund.

The number of units issued, redeemed or cancelled during the six-months periods ended June 30, 2026 and 2025 for each respective class is summarized in the following tables.

For the six months ended June 30,	2026	2025
Class A		
Balance, beginning	96,548	62,417
Units issued for consideration	39,826	8,058
Units reinvested	4,450	1,505
Units redeemed	(18,099)	(10,099)
Balance, ending	**122,725**	**61,881**
Class F		
Balance, beginning	519,233	450,216
Units issued for consideration	466,493	41,362
Units reinvested	17,003	8,523
Units redeemed	(95,976)	(84,035)
Balance, ending	**906,753**	**416,066**

Capital management

As a result of the ability to issue and redeem redeemable Units, the capital of the Fund can vary depending on the demand for redemptions from and subscriptions to the Fund. The Fund is not subject to externally imposed capital requirements and has no restrictions on the issue and redemptions of redeemable Units other than those set out in its Simplified Prospectus.

The Fund's objectives for managing capital are:

- To invest the capital in investments meeting the description, risk exposure and expected return indicated in the Simplified Prospectus;
- To maintain sufficient liquidity to meet the expenses of the Fund, and to meet redemption requests as they arise; and
- To maintain sufficient size to make the operation of the Fund cost-efficient.

8. INCOME TAXES

The Fund is a "mutual fund trust" within the meaning of the Tax Act as of January 1, 2023.

The Fund is subject to tax in each taxation year under Part I of the Tax Act on the amount of its income for the year, including net realized taxable capital gains, less the portion thereof that it claims in respect of amounts paid or payable to unitholders (whether in cash or in units) in the year. An amount will be considered to be payable to a unitholder in a taxation year if it is paid in the year by the Fund or the unitholder is entitled in that year to enforce payment of the amount. The Fund makes sufficient distributions in each year of its net income and net capital gains for tax purposes, thereby permitting the Fund to deduct sufficient amounts so that the Fund will generally not be liable in such year for non-refundable income tax under Part I of the Tax Act.

As at December 31, 2025, the Fund had $nil (2024: $33,199) gross capital loss and $nil (2024: $nil) non-capital losses for tax purposes.

9. FEES AND OPERATING EXPENSES

Annual Management Fees (% of net asset value of the class of the Fund)	
Class	**Management Fee[1,2]**
Class A Units	1.80%
Class F Units	0.80%
Class I Units	A negotiated management fee directly to the Manager (up to a maximum of 0.80%)

1. Plus applicable HST.
2. The Manager may from time to time, in its own discretion, waive a portion of the management fee resulting in a reduction of the management fee charged. To the extent a portion of the management fee is waived, the Manager reserves the right to stop such waiver at any time and without notice to, or the consent of, unitholders.

For its services to the Fund, the Manager is entitled to receive from the Fund a management fee (the "management fee") at (up to) an annual rate of: (i) 1.80% of the portion of its NAV represented by the Class A Units, (ii) 0.80% of the portion of NAV represented by the Class F Units, and (iii) a negotiated portion of the NAV (up to a maximum of 0.80%), calculated daily and paid monthly in arrears, plus applicable taxes. The Manager uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund's Units.

The Fund pays all its own operating expenses. These include but are not limited to brokerage commissions and fees, taxes, audit fees, legal fees and expenses, safekeeping, registrar and transfer agent fees, trustee and custodial fees, interest expenses, administrative costs, regulatory participation fees, investor servicing costs and costs of financial and other reports to investors, as well as prospectuses.

The Chair of the Independent Review Committee currently receives an annual retainer of $12,000 and the other Independent Review Committee members an annual retainer of $9,000, plus reimbursement of expenses, and all such fees and expenses of the Independent Review Committee will be paid by the Manager's funds pro rata based on the amount of time spent on each of the Funds' business.

The Manager may, from time to time, in its sole discretion, pay all or a portion of any additional expenses which would otherwise be payable by the Fund. See note 10.

Each class of Units is responsible for the expenses specifically related to that class and a proportionate share of the expenses that are common to all classes of Units.

10. RELATED PARTY TRANSACTIONS

The Fund's investment activities are managed by Next Edge Capital Corp.

(a) Management fees

Under the terms of the investment management agreement, the Fund appointed the Manager to provide management services (note 9). Total management fees for the six months ended June 30, 2026 amounted to $57,280 (June 30, 2025 - $26,071) and are reported in the statements of comprehensive income, with $31,798 (December 31, 2025 - $17,382) in outstanding accrued fees due to the Manager as at June 30, 2026 reported in the statements of financial position.

(b) Operating expenses and administrative fees

For the six months ended June 30, 2026, the Manager absorbed expenses of $42,194 (June 30, 2025 - $80,000) shown in the statements of comprehensive income. The Manager absorbs expenses at its sole discretion and may cease to absorb expenses at any time.

The Fund repays the Manager for all administrative fees initially paid by the Manager. Total administrative fees for the six months ended June 30, 2026 was $nil (2025: $49,918), with outstanding $13,115 accrued fees due to the Manager as at June 30, 2026 (December 31, 2025: $nil).

(c) Independent Review Committee fees

The total remuneration paid to members of the Independent Review Committee attributable to the Fund during the six months ended June 30, 2026 was $7,595 (June 30, 2025 - $6,288).

11. GLOBAL TENSIONS

The ongoing military conflicts globally have continued to negatively impact regional and global financial markets and economies. The adverse effects include, but are not limited to, significant market volatility, inflationary pressures, increase in interest rates, increase in credit risk, strain on commodity markets, foreign currency exchange rate volatility and disruption of business operations. In light of the current environment of heightened uncertainty and market volatility, the Manager continues to closely monitor its impact on the Fund's risk exposures.

Veritas Next Edge Premium Yield Fund

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