



Award-winning research to formulate a diversified portfolio of equities with a bias towards yield, and capital preservation.



#### ABOUT THE FUND

The Veritas Next Edge Premium Yield Fund through Veritas Asset Management Inc., leverages the award-winning, independent, and in-depth research of Veritas Investment Research Corporation to formulate a diversified portfolio of equities with a bias towards yield, and capital preservation. The Fund also utilizes a covered option overlay to generate additional yield and further mitigate downside exposure and adverse price movements.



#### THE OPPORTUNITY

The Fund offers investors an attractive distribution with the potential for capital appreciation while mitigating risk. The Fund offers higher cash flow potential when combining option premiums with income from dividend paying securities. Distributions will be paid out monthly with a targeted yield of 5% per annum\*.

## WHY INVEST IN THE VERITAS NEXT EDGE PREMIUM YIELD FUND

- ✓ Attractive and consistent yield generation with a target of 5% per annum\*.
- ✓ Proven outperformance and capital preservation of Veritas Investment Research Corporation's 20+ years of forensic accounting-based research.
- ✓ Additional yield generation via a covered options overlay strategy from a veteran team at Next Edge Capital with over 25+ years of experience.
- ✓ Portfolio volatility mitigation via bottom-up, sector agnostic security selection and covered option strategy that emphasizes capital preservation and yield.
- ✓ Long-term equity outperformance with a concentrated portfolio of securities curated by Veritas Asset Management Inc., based on Veritas Investment Research Corporation's research buys.

## ABOUT THE TEAM

VERITAS ASSET MANAGEMENT INC.  
+  
VERITAS INVESTMENT RESEARCH CORP.

+

NEXT EDGE CAPITAL  
(Covered Option Overlay Strategy)

## FUND DETAILS

<b>Fund Type</b>	Canadian Equity Income Fund - Mutual Fund
<b>Launch Date</b>	June 15, 2022
<b>FundSERV Codes</b>	Class A - NEC 230 Class F - NEC 231 Class I – NEC 232
<b>Minimum Investment</b>	\$5,000 for Class A & F \$1,000,000 for Class I
<b>Purchases / Redemptions</b>	Daily
<b>Management Fee</b>	Class A – 1.80% per annum (includes 1% servicing fee payable out of the management fee) Class F - 0.80% per annum Class I – Negotiable, up to 0.80% per annum
<b>Valuation Pricing</b>	Daily
<b>Distributions</b>	Monthly with a targeted yield of 5% per annum*
<b>Auditor</b>	Ernst & Young LLP
<b>Registrar, Administrator and Valuation Agent</b>	RBC Investor Services Trust
<b>Custodian</b>	RBC Investor Services Trust

## PORTFOLIO DETAILS

- ✓ Canadian equities and select US special situations
- ✓ 30-50 Equity holdings
- ✓ Equally weighted holdings and rebalanced quarterly
- ✓ Covered option overlay on approximately 30% of the portfolio
- ✓ Diversified by sector
- ✓ Monthly distributions

## THE VERITAS GROUP

- ✓ Veritas Investment Research Corporation - founded in 2000, award-winning, independent employee-owned equity research organization.
- ✓ Unique forensic accounting-based fundamental research approach that has historically outperformed.
- ✓ 13-person research team with over 150 years of combined experience.
- ✓ Veritas Asset Management Inc. launched in 2016 to leverage the proven research.
- ✓ Experienced fund manager in liquid alt and mutual fund space that has outperformed.
- ✓ Selection of top ideas to form part of the Veritas Portfolio.

## NEXT EDGE CAPITAL

(Responsible for the covered option overlay strategy)

- ✓ Formed in July 2006 as Man Investments Canada Corp. and spun out via a management buyout in June 2014 and renamed to Next Edge Capital Corp.
- ✓ Registered as an Exempt Market Dealer, Portfolio Manager and Investment Fund Manager\*\*.
- ✓ Management team responsible for raising over CDN \$3 Billion of alternative assets in Canada since 2000\*\*\*.
- ✓ Focused on providing unique, value-added investment ideas.

Very experienced option overlay team focussed on this Fund mandate with Eden Rahim, Portfolio Manager, and Mike Bird, Associate Portfolio Manager, each having over 25 years of options and financial industry experience.

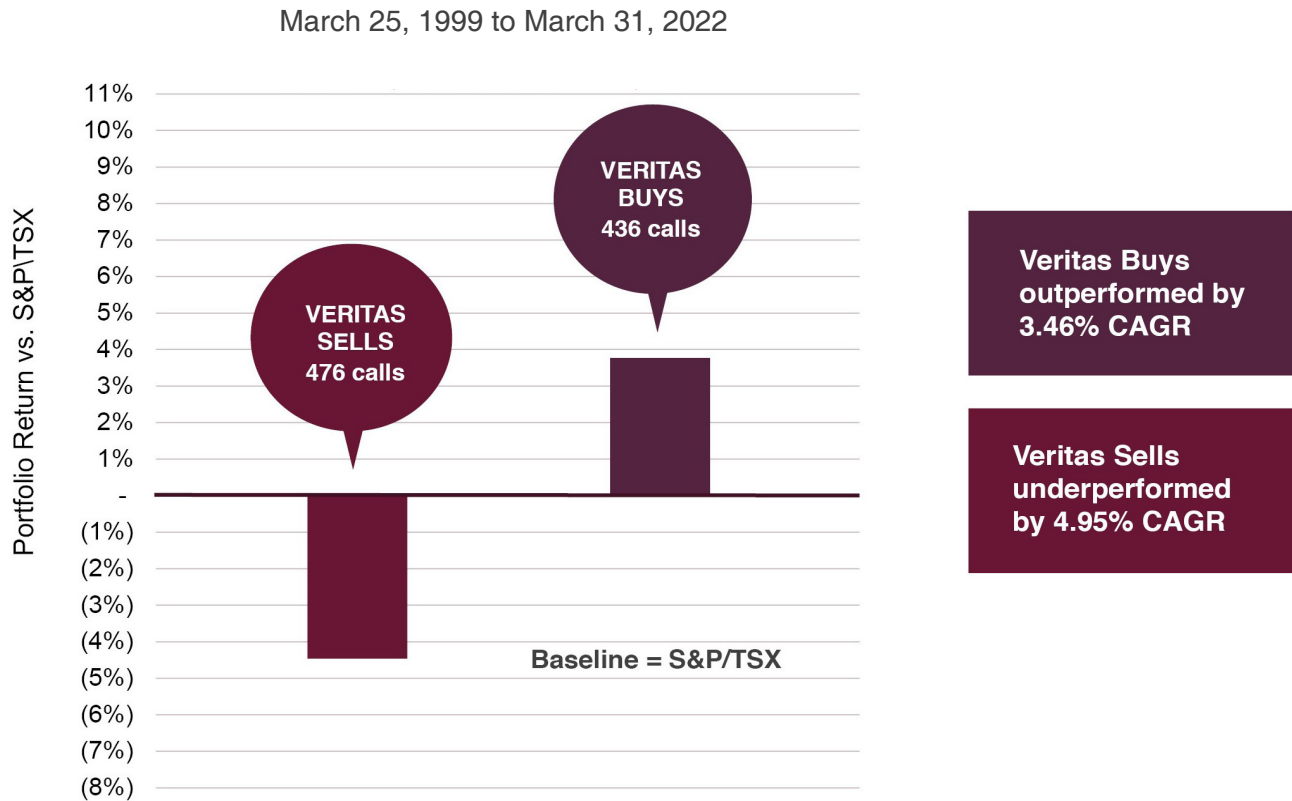
\*Yield will be derived from dividends from portfolio holdings in addition to yield generated from covered option writing and the monthly distribution will be at a variable rate tied to each month's realized gains/yield per Class of applicable Units of the Fund and which may be greater to or less than the targeted annual yield of 5% per annum.

\*\* Registered as an Investment Fund Manager in Ontario, Québec and Newfoundland and Labrador; a Portfolio Manager in Alberta and Ontario; and an Exempt Market Dealer in Alberta, British Columbia, Manitoba, New Brunswick, Nova Scotia, Ontario, Québec and Saskatchewan.

\*\*\*Please note that over CDN \$2 Billion of the CDN \$3 Billion of alternative assets raised relates to assets raised at a previous firm(s).

The Fund provides access to the Veritas Group - an experienced fund management team at Veritas Asset Management that leverages the proven independent structure of award-winning research at Veritas Investment Research.

As per the below graph, Veritas Investment Research Corporation research has added significant value over the past 20+ years. The portfolio from which the Fund is derived is based on the Veritas Investment Research Corporation Buy recommendations.



Returns calculated using model portfolios that include all Veritas Investment Research Corporation calls in each category (Buys/Sells). Veritas Investment Research Corporation Buy and Sell returns reflect equal-weighted portfolios that are rebalanced each month and on dates where recommendations change. Sell recommendations include Reduce recommendations when Reduces were added to our rating system in 2021.

CAGR = Compound Annual Growth Rate Returns for each rating and the benchmark (S&P/TSX) include dividends.

All Veritas Investment Research Corporation recommendations are backed by published research that is available to all of their clients

Source: Bloomberg data, Veritas Investment Research Corporation.

## IMPORTANT NOTES

The “Veritas Premium Yield Fund” or “Fund” means the “ Veritas Next Edge Premium Yield Fund “. Capitalized terms not defined in this presentation are defined as set forth in the prospectus of the Fund (the “Prospectus”). This communication is not, and under no circumstances is to be construed as an invitation to make an investment in the Fund nor does it constitute a public offering to sell the Fund or any other products described herein. Applications for the Fund will only be considered on the terms of the Prospectus. Each purchaser of the units (the “Units”) may have statutory or contractual rights of action under certain circumstances as disclosed in the Prospectus. Please review the provisions of the applicable securities legislation for particulars of these rights.

Potential investors should note that alternative investments can involve significant risks and the value of an investment may go down as well as up. There is no guarantee of trading performance and past or projected performance is not indicative of future results. Investors should review the Prospectus in its entirety for a complete description of the Fund, its risks, and consult their registered dealers before making an investment.

The information contained in this material is subject to change without notice and Next Edge Capital Corp. will not be held liable for any inaccuracies or misprints. The Fund has not been and will not be, registered under the United States Securities Act of 1933, as amended (the “U.S. Securities Act”), or the securities laws of any state of the United States. The Fund may not be offered or sold in the United States or to US persons. Any descriptions or information involving investment process or strategies is provided for illustration purposes only, may not be fully indicative of any present or future investments, may be changed at the discretion of the Manager, and are not intended to reflect performance.

The following does not purport to be a complete summary of all of the risks associated with an investment in the Fund. Please see the “Risk Factors” section of the Fund’s Prospectus for a complete listing and description of the risks associated with an investment in the Fund. The Fund is generally exposed to the following risks: Concentration Risk; Counterparty Risk; Credit Risk; Cybersecurity Risk; Derivatives Risk; Equity Securities Risk; Exchange of Tax Information Risk; Foreign Currency Risk; Foreign Securities Risk; Interest Rate Risk; Legislation and Litigation Risk; Liquidity Risk; Multiple Class Risk; Options Risk; Price Volatility Risk; Repurchase and Reverse Repurchase Transactions and Securities Lending Risk; Stock Market Risk; Substantial Securityholder Risk and Tax Risk.



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