

OPPORTUNISTIC CREDIT FUND

The liquidation of Highland Opportunistic Credit Fund will take place on or about June 16, 2020. Please see the Fund prospectus for more information.

A: HNRAX C: HNRXC Z: HNRZX¹

FUND FACTS

Inception Date (Class Z)	5/18/2005
Fund Managers	James Dondero, CFA President, Co-Founder
	Jon Poglitsch, CFA Head of Credit Research

INSTITUTIONAL ACCESS TO UNCONSTRAINED FIXED INCOME

The Fund seeks to achieve high total returns while attempting to minimize losses utilizing an opportunistic approach that pursues attractive fixed-income opportunities across multiple sectors, regions and investment styles.

LAUNCHED IN 2005 AS A CLOSED-END FUND, HIGHLAND SPECIAL SITUATION FUND³

- Strategy was stress/distressed debt, capital structure arbitrage
- Management fee was 1.5% with a 20% incentive fee, only offered to qualified institutional investors
- Did not use leverage

REORGANIZED INTO AN OPEN-ENDED MUTUAL FUND, HIGHLAND OPPORTUNISTIC CREDIT FUND, IN JULY 2014²

- Maintains same investment objective and substantially similar strategy
- Primarily below investment grade stressed/distressed
- Look for maximum risk adjusted return, income as a secondary objective
- Unconstrained fixed income investment strategy
- Flexible mandate designed to generate alpha in any economic environment
- Diversified strategy that adjusts to macroeconomic and other global trends

DISTRIBUTION (CLASS Z)

Distribution Frequency	Monthly
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FEES & EXPENSES (%)

	Gross	Net
Class A	2.53	1.29
Class C	3.05	1.79
Class Z	2.16	0.94

TOP 5 HOLDINGS (% OF PORTFOLIO)

Pacific Gas & Electric	14.7
TerreStar Corporation	11.0
Granite Acquisition, Inc.	10.6
Advantage Sales & Marketing	10.5
Tru Kids	9.0

TOTAL RETURN ANALYSIS (%)

AS OF 03/31/2020

SHARE CLASS/INDEX	YTD	1-YR	3-YR	5-YR	10-YR	Since Incept.
Class A	-11.35	-13.23	-2.01	-1.15	4.43	4.85
Class A (w/load)	-14.39	-16.26	-3.14	-1.85	4.06	4.60
Class C	-11.41	-13.59	-2.45	-1.65	4.13	4.64
Class C (w/load)	-12.28	-14.42	-2.45	-1.65	4.13	4.64
Class Z	-11.59	-13.26	-1.69	-0.87	4.62	4.98
Bloomberg Barclays Capital U.S. Aggregate Bond	3.15	8.93	4.82	3.36	3.88	4.28

SALES CHARGES

Class A Max Sales Charge: 3.50%. Class C Contingent Deferred Sales Charge ("CDSC") is 1% within the first year from each purchase. Performance results reflect the contractual waivers and/or reimbursements of fund expenses by the Advisor. Absent this limitation, performance results would have been lower. The Advisor has contractually agreed to limit the total annual operating expenses (exclusive of distribution and/or service (12b-1) fees, taxes, such as deferred tax expenses, dividend expenses on short sales, interest payments, brokerage commissions and other transaction costs, acquired fund fees and expenses and extraordinary expenses (collectively, the "Excluded Expenses")) of the Fund (the "Expense Cap"). The Expense Cap will continue through at least October 31, 2020.

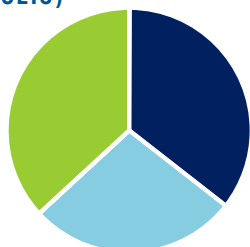
The performance data quoted here represents past performance and is no guarantee of future results. Investment returns and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. For performance data current to the most recent month-end, please visit our website at www.highlandfunds.com.

Before investing in the Fund, you should carefully consider the Fund's investment objectives, risks, charges and expenses. For a copy of a prospectus or summary prospectus which contains this and other information, please visit our website at highlandfunds.com or call 1-877-665-1287. Please read the fund prospectus carefully before investing.

CREDIT QUALITY³

(% OF FIXED INCOME ASSETS)

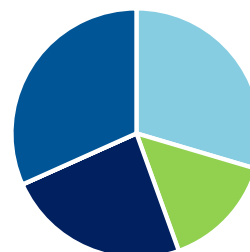
B	35%
CCC	28%
Not Rated	37%



FUND COMPOSITION

(% OF ASSETS)

Loans	31%
Equity	30%
Bonds	24%
CLOs	15%



RISK CONSIDERATIONS

Credit Risk. The risk that the Fund could lose money if the issuer or guarantor of a fixed income security, or the counterparty of a derivatives contract or repurchase agreement, is unable or unwilling (or is perceived to be unable or unwilling) to make a timely payment of principal and/or interest, or to otherwise honor its obligations. **Currency Risk.** The risk that the values of foreign investments may be affected by changes in the currency rates or exchange control regulations. **Debt Securities Risk.** The Fund's ability to invest in high-yield debt securities generally subjects the Fund to greater risk than securities with higher ratings. Loans may not be considered 'securities' for purposes of the anti-fraud provisions under the federal securities laws and, as a result, as a purchaser of these instruments, a Fund may not be entitled to the anti-fraud protections of the federal securities laws. **Derivatives Risk.** Derivatives, such as futures and options, are subject to the risk that changes in the value of a derivative may not correlate perfectly with the underlying asset, rate or index. Derivatives also expose the Fund to the credit risk of the derivative counterparty. Derivative contracts may expire worthless and the use of derivatives may result in losses to the Fund. **Liquidity Risk.** The risk that, due to low trading volume, lack of a market maker, large position size, or legal restrictions (including daily price fluctuation limits or "circuit breakers"), the Fund may not be able to sell particular securities or unwinding derivative positions at desirable prices. Because loan transactions often take longer to settle than transactions in other securities, the Fund may not receive the proceeds from the sale of a loan for a significant period of time. No assurance can be given that the Fund will have sufficient liquidity in the event of abnormally large redemptions. **Non-Diversification Risk.** As a non-diversified fund, the Fund may invest a larger portion of its assets in the securities of one or a few issuers than a diversified fund. **Non-Payment Risk.** Senior Loans, like other corporate debt obligations, are subject to the risk of non-payment of scheduled interest and/or principal. Non-payment would result in a reduction of income to the Fund, a reduction in the value of the Senior Loan experiencing non-payment and a potential decrease in the NAV of the Fund. **Senior Loans Risk.** The risks associated with senior loans are similar to the risks of below investment grade securities in that they are considered speculative. In addition, as with any debt instrument, senior loans are also generally subject to the risk of price declines and to increases in prevailing interest rates. Senior loans are also subject to the risk that, as interest rates rise, the cost of borrowing increases, which may also increase the risk and rate of default. In addition, the interest rates of floating rate loans typically only adjust to changes in short-term interest rates; long term interest rates can vary dramatically from short term interest rates. Therefore, senior loans may not mitigate price declines in a rising long-term interest rate environment.

Bloomberg Barclays Capital U.S. Aggregate Bond Index is an unmanaged, market value weighted index of investment-grade debt issues, including government, corporate, asset-backed and mortgage-backed securities, with maturities of more than 1 year. Unlike the Fund, the index is not an investment, does not incur fees or expenses, and is not professionally managed. It is not possible to invest directly in the index.

¹Only eligible investors may purchase Class Z Shares. Please refer to the prospectus for information and conditions.

²Effective July 1, 2014, the Highland Special Situations Fund (the "Predecessor Fund") was reorganized into the Highland Opportunistic Credit Fund (the "Fund"). The Predecessor Fund was a closed-end fund whose shares were privately offered. The Class Z performance information shown for periods prior to July 1, 2014 is that of the Predecessor Fund. The returns of the Class A and Class C Shares would have substantially similar returns as Class Z because the classes are invested in the same portfolio of securities and the annual returns would differ only to the extent that classes have different expenses. The Predecessor Fund was managed by the same Adviser with the same investment objective and substantially similar investment strategies as the Fund. Mr. Dondero, a current portfolio manager of the Fund, also managed the Predecessor Fund since its inception on May 18, 2005.

³Ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest). The rating categories reflected are issued by Standards and Poor's, a Nationally Recognized Statistical Rating Organization ("NRSRO"). The ratings used were those for the specific position or debt issuer held in the Fund as of the date of this fact sheet. Quality ratings reflect the credit quality of the underlying positions in the fund portfolio and not the fund itself. A fund's portfolio and composition is subject to change.

Source: SEI

Prepared by NexPoint Securities, Inc., Member FINRA/SIPC

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE