

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name HIGHLAND GLOBAL ALLOCATION FUND		2 Issuer's employer identification number (EIN) 91-6361402	
3 Name of contact for additional information SHAREHOLDER SERVICE	4 Telephone No. of contact 1-877-665-1287	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 300 CRESCENT COURT, SUITE 700		7 City, town, or post office, state, and ZIP code of contact DALLAS, TX 75201	
8 Date of action SEE ATTACHED		9 Classification and description NON-TAXABLE RETURN OF CAPITAL DISTRIBUTION	
10 CUSIP number 43010T104	11 Serial number(s)	12 Ticker symbol XHGLX	13 Account number(s)

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ THE HIGHLAND GLOBAL ALLOCATION FUND PAID A NON-TAXALBE RETURN OF CAPITAL DISTRIBUTION DURING THE YEAR. PLEASE SEE ATTACHED STATEMENT.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ SEE ATTACHED STATEMENT

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ SEE ATTACHED STATEMENT

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC 301 & 316

18 Can any resulting loss be recognized? ▶ NOT APPLICABLE TO THIS TRANSACTION AS NO LOSS MAY BE RECOGNIZED ON A RETURN OF CAPITAL DISTRIBUTIONS. THE SHAREHOLDERS COST BASIS SHOULD BE ADJUSTED TO REFLECT THE RETURN OF CAPITAL DISTRIBUTION WHICH MAY AFFECT THE GAIN OR LOSS REALIZED BY THE SHAREHOLDER UPON DISPOSITION OF THEIR SHARES.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ THE INFORMATION PROVIDED HEREIN HAS BEEN PROVIDED TO EACH SHAREHOLDER ON THEIR 2025 FORM 1099-DIV STATEMENT, BOX 3 FROM THEIR RESPECTIVE BROKER/DEALER.

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.			
	SIGNED COPY MAINTAINED BY ISSUER			
	Signature ▶ _____	Date ▶ _____		
	Print your name ▶ <u>Frank Waterhouse</u>	Title ▶ <u>PFO/CFO</u>		
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed PTIN
	Firm's name ▶ _____	Firm's EIN ▶ _____		
	Firm's address ▶ _____	Phone no. _____		

Detail of the distributions paid during the fiscal year ending September 30, 2025 is described below:

FUND NAME	CUSIP	TICKER SYMBOL	RECORD DATE	EX DIVIDEND DATE	PAYABLE DATE	INCOME DIVIDENDS	% OF TAXABLE DISTRIBUTION	TAXABLE DIVIDENDS AMOUNT	% RETURN OF CAPITAL DISTRIBUTION	RETURN OF CAPITAL AMOUNT
Highland Global Allocation Fund	43010T104	XHGLX	01/24/2025	01/24/2025	01/31/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	02/21/2025	02/21/2025	02/28/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	03/24/2025	03/24/2025	03/31/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	04/23/2025	04/23/2025	04/30/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	05/23/2025	05/23/2025	05/30/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	06/23/2025	06/23/2025	06/30/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	07/24/2025	07/24/2025	07/31/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	08/22/2025	08/22/2025	08/29/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Highland Global Allocation Fund	43010T104	XHGLX	09/23/2025	09/23/2025	09/30/2025	\$ 0.088000000	36.96%	\$ 0.032500000	63.04%	\$ 0.055500000
Totals						\$ 0.792000000		\$ 0.292500000		\$ 0.499500000