

Ability to profit from a strategy that has historically provided strong returns, valuable diversification benefits and downside protection.

## KEY BENEFITS

### A proven investment strategy

The underlying AHL Diversified Programme<sup>1</sup> has a strong historical track record of over two decades.

### Portfolio enhancement

Potential to exhibit a low or even negative correlation to stocks and bonds. Hence it offers the ability to smooth the performance of a portfolio while offering an additional source of return.

### Robust investment management

A market leading approach from a world-leading quantitative investment manager – AHL.

Next Edge AHL Fund (the ‘Fund’) builds upon the highly successful AHL Diversified Programme<sup>1</sup>, one of AHL’s main investment programmes, which has generated an annualized return of 11.3%<sup>2</sup> since inception.\*

Next Edge AHL Fund accesses the AHL Diversified Programme<sup>1</sup>, a quantitative and predominantly directional based investment strategy. The AHL Diversified Programme<sup>1</sup> is highly diversified across a wide range of sectors and markets encompassing stocks, bonds, currencies, interest rates, energies, metals, credit and agricultural. The AHL Diversified Programme<sup>1</sup> systematically identifies and capitalizes on upward and downward price trends in these markets and can provide valuable diversification benefits during sustained periods of equity market weakness.

## THE OPPORTUNITY

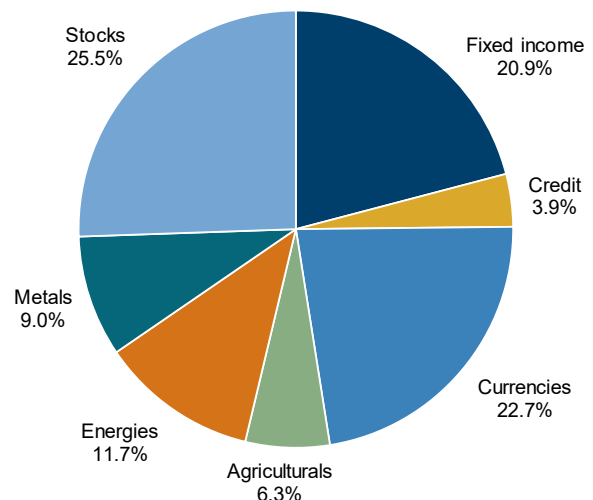
**The Fund offers investors access to a proven investment strategy from one of the world’s largest alternative asset Managers - Man Investments.**

The AHL Diversified Programme<sup>1</sup> is the product of more than 30 years of continuous research and offers investors access to a diverse range of financial instruments, markets and strategies using AHL’s finely tuned investment process.

AHL employs powerful computerized processes to identify inefficiencies in over 600 instruments around the world, including stocks, bonds, currencies, interest rates, energies, metals, credit and agricultural. A stable and robust trading and implementation infrastructure is then employed to capitalize on these trading opportunities.

### Diversification Across Sectors and Markets<sup>3</sup>

Long term sector allocations as at September 30, 2019



Please note that the sector allocations above are of the AHL Diversified Programme<sup>1</sup> and not the Fund. Please refer to the Important Information section on page 2 for differences between the AHL Diversified Programme<sup>1</sup> and the Fund.

## IMPORTANT NOTES

### Source: Man Database

1. THIS IS INFORMATION ON THE UNDERLYING PROGRAMME AND NOT THE FUND. The Fund obtains exposure to the returns of an investment portfolio (the 'Underlying Assets') managed by AHL Partners LLP (the 'Investment Manager') that ultimately invests in a diversified portfolio of financial instruments across a range of global markets including stocks, bonds currencies, short-term interest rate, energies, metals, credit and agriculturals using a trend following program (the 'AHL Diversified Programme'). The AHL Diversified Programme is implemented and managed by AHL ('AHL'), a division of the Investment Manager. The Investment Manager manages the Underlying Assets in accordance with the AHL Diversified Programme. The AHL Diversified Programme performance data is not intended to represent actual past or simulated past performance of an investment product. The data is based on a representative investment product or products that fully invest in the AHL Diversified Programme. An underlying example fee load of 3% management fee and 20% performance fee has been applied. While it is intended that the Underlying Assets will be managed with the same investment objectives and strategies used by the Investment Manager in managing the assets of AHL Diversified Programme their investments may not be identical and the returns of the Underlying Assets will differ. Differences in performance will be due to a number of factors including but not limited to fees, expenses, taxes, currency hedging, foreign exchange, variations in trading programmes and allocations, variations in notional exposure, investments not being identical, cash flows and asset size. The leverage, strategy and investments of AHL Diversified Programme have varied over time and as a result performance in any future period will vary. The information about the performance of AHL Diversified Programme is not, and should not be construed to be, an indication about the future performance of the Underlying Assets or the Fund. This information is presented solely for illustrative purposes and should not be construed as a forecast or projection.

2. Date range: March 26, 1996 to September 30, 2019.

3. The sector allocations are designed to reflect the expected long-term risk exposure to each sector relative to the other sectors in the portfolio. The figures are based on estimates of the risk of each sector for the current portfolio. The portfolio structure and constituents are regularly reviewed by the investment management team and sector allocations will change accordingly.

\* The historical annualized rates of return for AHL Diversified Programme, as of September 30, 2019 are 1yr 20.33%, 3yr 4.68%, 5yr 3.15%, 10yr 2.96% and CARR 11.30%.

## A PROVEN INVESTMENT STRATEGY

**The chart below demonstrates how the AHL Diversified Programme<sup>1</sup> has outperformed and shown a low correlation to traditional investments in stock and bond markets since inception.**

### Robust Investment Management

A cornerstone of AHL's investment philosophy is that financial markets experience persistent trends and inefficiencies. Although they vary in their intensity, duration and frequency, price trends are universally recurrent across all sectors and markets.

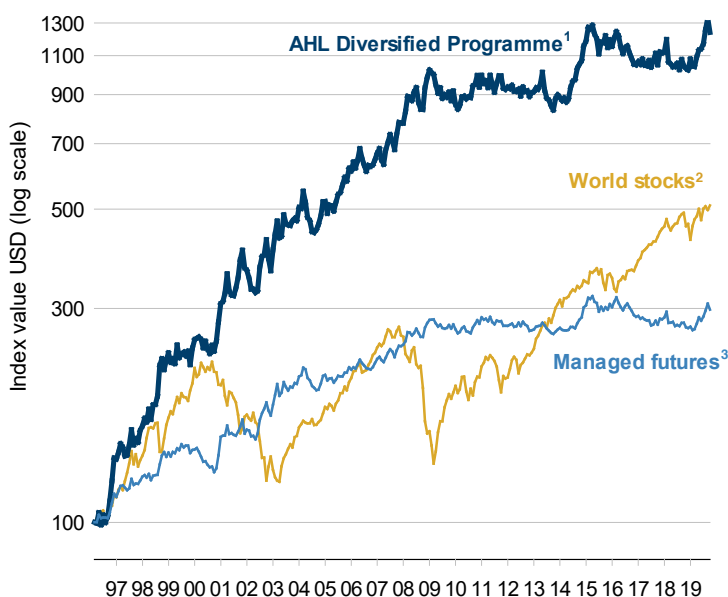
The AHL Diversified Programme<sup>1</sup> trades around-the-clock and uses real-time price information to respond to price moves across a diverse range of global markets. It invests in a diversified portfolio of instruments which may include futures, options and forward contracts, swaps and other financial derivatives both on and off

exchange. These markets may be accessed directly or indirectly and include, without limitation, stocks, bonds, currencies, interest rates, energies, metals, credit and agricultural commodities.

The entire process is underpinned by rigorous risk control, ongoing research, diversification and the constant quest for efficiency. As a result, AHL will continue to add new markets and strategies as it seeks to identify new sources of returns and improve the performance of its products.

## Performance of the AHL Diversified Programme<sup>1</sup>

March 26, 1996 to September 30, 2019



	AHL Diversified Programme <sup>1</sup>	World stocks <sup>2</sup>	Managed Futures <sup>3</sup>
Annualised return	11.3%	7.1%	4.7%
Annualised volatility	16.2%	13.9%	8.1%
Worst drawdown	-20.4%	-50.4%	-16.1%
Sharpe ratio <sup>4</sup>	0.53	0.32	0.26
Date of worst drawdown	Mar 15 to Nov 18	Oct 07 to Feb 09	Mar 15 to present
Correlation <sup>5</sup>	1.00	-0.11	0.87

Please note that the performance data above is of the AHL Diversified Programme<sup>1</sup> and not the Fund. Please refer to the Important Information section on page 2 for differences between the AHL Diversified Programme<sup>1</sup> and the Fund.

The indices shown are not benchmarks as they are not representative of the Fund's investment strategy. They shall be used as a comparison of investing in other asset classes only. The investment strategy of the Fund is similar to the above indices as it involves investing in stocks; but the Fund also invests in bonds, currencies, interest rates, energies, metals, credit and agricultural.

### PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS.

1. Please note that the performance data is not intended to represent actual past or simulated past performance of an investment product. The data is based on a representative investment product or products that fully invest in the programme. An example fee load of 3% management fee and 20% performance fee has been applied. The historical annualized rates of return for AHL Diversified Programme, as of September 30, 2019 are 1yr 20.33%, 3yr 4.68%, 5yr 3.15%, 10yr 2.96% and CARR 11.30%.

2. World stocks: MSCI World Net Total Return Index hedged to USD. The historical annualized rates of return as of September 30, 2019 are 1 yr 1.83%, 3 yr 10.21%, 5 yr 7.18%, 10 yr N/A, and CARR 8.80%

3. Managed Futures: Barclay BTOP 50 Index. Please note that the Barclay BTOP 50 Index data may be subject to change. Please note that the last two months figures for Barclay BTOP 50 are based on estimates. The historical annualized rates of return as of September 30, 2019 are 1 yr 6.92%, 3 yr 0.21%, 5 yr 1.04%, 10 yr N/A, and CARR 1.05%. The indices shown are selected by the Investment Manager for performance illustration and comparison purposes only. They are not formal benchmarks and do not form part of the AHL Diversified Programme's investment objective or investment policy.

4. Sharpe ratio is calculated using the risk-free rate in the appropriate currency over the period analyzed. Where an investment has underperformed the risk-free rate, the Sharpe ratio will be negative. Because the Sharpe ratio is an absolute measure of risk-adjusted return, negative Sharpe ratios are shown as N/A, as they can be misleading. Financial statistics that assume a normal distribution of returns from an investment strategy such as volatility, correlation and Sharpe ratio, may underrepresent the risk of sizeable rapid losses from such investment strategy.

5. In a correlation matrix the values can vary between minus one (perfect negative correlation), through zero (no correlation), to plus one (perfect positive correlation.) There is no guarantee of trading performance and past or projected performance is not a reliable indicator of future performance. Returns may increase or decrease as a result of currency fluctuation. Please Refer to the Important Information on Page 2.

Source: Man database, MSCI and Bloomberg

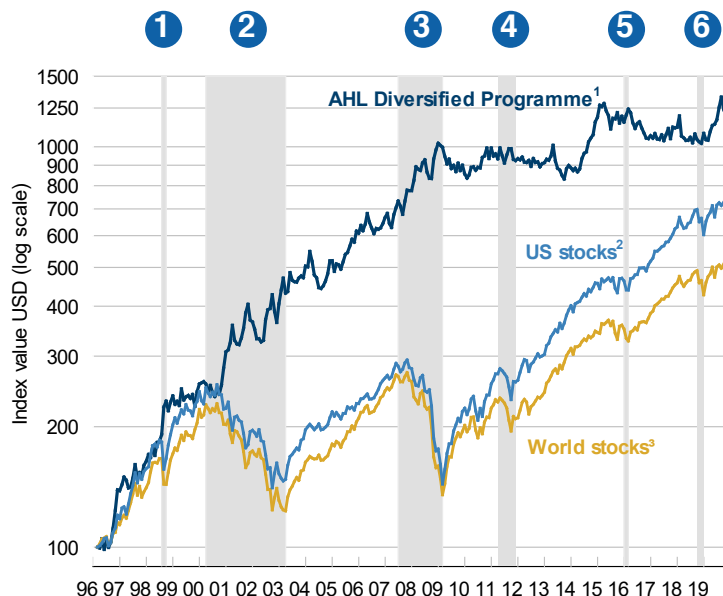
## STRONG, LONG-TERM RETURNS

The AHL Diversified Programme<sup>1</sup> generally performed well during periods of rising stock markets as well as during four significant periods of stock market losses, as shown below.

### Performance of the AHL Diversified Programme<sup>1</sup> during difficult equity market conditions.

March 26, 1996 to September 30, 2019

Please note that the performance data below is of the AHL Diversified Programme<sup>1</sup> and not the Fund. Please refer to the Important Information section on page 2 for differences between the AHL Diversified Programme<sup>1</sup> and the Fund.



As can be seen in the charts, the AHL Diversified Programme<sup>1</sup> has generated returns when global equity markets have been falling. Therefore it has the potential of complementing a portfolio of traditional asset classes and potentially provide valuable diversification benefits.

*The periods selected are exceptional and these results do not reflect typical performance. As a consequence, they give no indication of likely performance. The dates chosen were based on the research and assessment of Man, and to a certain extent, the start and end dates*

	Total return over the period	AHL Diversified Programme <sup>1</sup>	US stocks <sup>2</sup>	World Stocks <sup>3</sup>
<b>1</b>	<b>Russian crisis and LTCM difficulty</b> 1 Aug 1998 to 30 Sep 1998	21.1%	-9.0%	-14.0%
<b>2</b>	<b>Equity bear market</b> 1 Apr 2000 to 31 Mar 2003	68.7%	-40.9%	-45.7%
<b>3</b>	<b>Credit crisis</b> 1 Jul 2007 to 28 Feb 2009	36.1%	-49.2%	-49.3%
<b>4</b>	<b>European sovereign debt crisis</b> 1 Apr 2011 to 30 Sep 2011	6.1%	-13.8%	-15.4%
<b>5</b>	<b>China crisis</b> 1 Jan 2016 to 28 Feb 2016	7.7%	-5.1%	-6.8%
<b>6</b>	<b>Q4 2018 Sell-off</b> 1 Oct 2018 to 31 Dec 2018	3.5%	-13.5%	-12.9%

*of such events are subjective and different sources may suggest different date ranges, leading to different performance figures.*

The indices shown are not benchmarks as they are not representative of the Fund's investment strategy. They shall be used as a comparison of investing in other asset classes only. The investment strategy of the Fund is similar to the above indices as it involves investing in stocks and bonds; but the Fund also invests in currencies, interest rates, energies, metals, credit and agricultural.

### PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS.

1. Please note that the performance data is not intended to represent actual past or simulated past performance of an investment product. The data is based on a representative investment product or products that fully invest in the AHL Diversified Programme. An example fee load of 3% management fee and 20% performance fee has been applied. 2. US stocks: S&P 500 Index (Local Currency Net Dividend Total Return). 3. World stocks: MSCI World Net Total Return Index hedged to USD.

There is no guarantee of trading performance and past or projected performance is not a reliable indicator of future performance. Returns may increase or decrease as a result of currency fluctuation.

Please refer to the Important Information section on page 2

Source: Man Database, MSCI and Bloomberg

## FUND DETAILS

### Key Facts

<b>Manager</b>	Next Edge Capital Corp.
<b>Purchase of Units</b>	Weekly before 4 p.m. (EST) on the third business day immediately preceding a Valuation Date
<b>Minimum Initial Investment</b>	CAD 5,000
<b>Minimum Additional Investment</b>	CAD 1,000
<b>Redemption Rights</b>	Weekly before 4 p.m. (EST) on the third business day immediately preceding a Redemption Date.
<b>Dealing Frequency</b>	Weekly
<b>FundSERV Code</b>	Class A - NEC 111 (Front End) Class F - NEC 173 (Fee Based)

### Key Parties

#### Man - One of the world's largest alternative investment fund managers

- History dates back as far as 1783
- Headquarters in London with offices in every major region
- Listed on the London Stock Exchange and a constituent of the FTSE 250 Index
- One of the world's largest, publicly listed global alternative investment providers
- Approximately USD 114.4<sup>1</sup> billion under management
- Comprehensive, centralized operations and client service teams

#### AHL - A division of Man and investment fund manager to the Fund

- A pioneer in systematic trading with over 30 years' experience
- USD 29.9 billion AUM<sup>1</sup> including some of the world's largest pension and sovereign wealth funds
- Over 129 dedicated investment professionals
- Fully integrated state of the art research and trading technology
- Founding signatory to the Hedge Fund Standards Board's Best Practice Standards<sup>2</sup>
- Separate implementation and research teams

### Research Corner

The Oxford-Man Institute ('OMI') is a unique collaboration with the University of Oxford. Over the last decade, the OMI, part of the university's Department of Engineering Science, has been conducting pioneering research into quantitative finance, and now focuses primarily on machine learning techniques and data analytics.

It is a research institute which brings together faculty, post-docs and students who are interested in quantitative finance, particularly machine learning techniques and data analytics. Man AHL's researchers work alongside OMI academics and this collaborative approach yields deep academic insight into practical commercial research.

This unique partnership with the University of Oxford, the Oxford-Man Institute, highlights a scientific, empirical mindset to investing. At AHL we only trade ideas and theories that we can test and prove. We act on evidence and strive to model and understand all aspects of the investment universe. But we are not academic theorists. We are practical scientists who apply our knowledge to producing something of financial value.

1. Man Group database as of September 30, 2019

2. An industry recognized code of compliance which is voluntary and consists of 28 standards which are divided into five areas: Creating and managing a fund of hedge funds company; Investment Process and Portfolio Risk Management; Administration and Operations; Raising Capital and Investor Relations and Fund Structures and Governance.

## About Next Edge Capital Corp.

Alternative investment fund manager with a highly experienced team providing leading-edge solutions for investors.

Formed in July 2006, was renamed Next Edge Capital Corp. after the spinout of Man Investments Canada Corp. from Man Group plc ("Man") in June 2014.

Licensed 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, non-correlated investment ideas.

\*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).

\*\*Next Edge Capital Corp. is registered in the following categories of licensing with the securities regulatory authorities in the following Jurisdictions: as an Investment Fund Manager in Ontario, Quebec, and Newfoundland and Labrador, as an advisor in the category of Portfolio Manager in Ontario and Alberta and as a dealer in the category of Exempt Market Dealer in Ontario, British Columbia, Alberta, Saskatchewan, Manitoba, Quebec, New Brunswick and Nova Scotia.

### PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS

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