

## NexPoint Healthcare Opportunities Interval Fund

- 1 | 1940 Act Fund provides transparency**  
Something many investors may be seeking.
- 2 | No performance-based fees<sup>1</sup>**  
This feature makes it a potentially attractive opportunity.
- 3 | Opportunity for yields, returns and lower volatility<sup>2</sup>**  
Based on a structure that offers redemptions on an "interval" basis.
- 4 | Lower intra-sector correlation<sup>3</sup>**  
Offers the ability to diversify a portfolio.
- 5 | Healthcare provides a backdrop for credit investing**  
Healthcare is a defensive sector not as exposed to commodities or economic cycles.<sup>4</sup>
- 6 | One of the largest segments of the U.S. economy...**  
Healthcare represents 17.2% of the nation's gross domestic product.<sup>5</sup>
- 7 | ...And among the fastest growing**  
The overall share of GDP related to healthcare spending has continued to increase<sup>6</sup> and healthcare occupations are projected to grow 18% from 2016 - 2026, much faster than the average for all occupations.<sup>7</sup>
- 8 | Unprecedented change *and* opportunity**  
The industry is in the midst of the greatest structural change in 50 years.<sup>8,9</sup>
- 9 | Highly experienced management team**  
NexPoint Healthcare Opportunities Fund is sponsored and advised by NexPoint Advisors, L.P., an affiliate of Highland Capital Management, L.P. Founded in 1993, Highland is an institutional investment firm with approximately \$12.9 billion of assets under management.<sup>10</sup>
- 10 | Area of Expertise at Highland**  
Highland and its affiliates have \$1.2 billion in healthcare assets under management.<sup>10</sup>

*Before investing in the Fund, you should carefully consider the Fund's investment objectives, risks, charges and expenses. For a copy of a prospectus, which contains this and other information, please visit our website at [www.nexpointfunds.com](http://www.nexpointfunds.com) or call 1-877-665-1287. Please read the fund prospectus carefully before investing.*





## RISK FACTORS

Investing in our shares of common stock may be considered speculative and involves a high degree of risk, including the risk of a substantial loss of investment. See the "Risk Factors" section of our prospectus to read about the risks you should consider before buying our shares including the risk of leverage.

- This is an initial public offering of a newly formed entity with no operating history, and an investment in our shares is speculative. You should consider our prospectus in light of the risks, uncertainties and difficulties frequently encountered by companies that are, like us, in their early stages of development.
  - No public market currently exists for our shares of common stock, and we have no current plans to list our shares on an exchange. If you are able to sell your shares, you would likely have to sell them at a substantial discount from their public offering price.
  - The initial offering price of our shares is not intended to reflect the net value of our assets. Until such time as our shares are valued by our board of directors, the price of our shares is not intended to reflect the net asset value of our shares.
  - Our Advisor, and affiliates of the Advisor, will face conflicts of interest, including significant conflicts created by our Advisor's compensation arrangements with us, including compensation which may be required to be paid to our Advisor if our Advisor is terminated, and other Highland Capital Management-sponsored programs, which could result in decisions that are not in the best interests of our stockholders.
  - We are dependent upon our Advisor and its affiliates to conduct our day to day operations and this offering; thus, adverse changes in their financial health or our relationship with them could cause our operations to suffer.
  - Our charter permits us to pay distributions from any source, including from an unlimited amount of offering proceeds and borrowings, the sale of assets and the waiver or deferral of fees otherwise owed to our Advisor. Any of these distributions may reduce the amount of capital we ultimately invest in properties and other permitted investments and negatively impact the value of your investment, especially if a substantial portion of our distributions is paid from offering proceeds.
  - We will pay substantial fees and expenses to our Advisor, affiliates of the Advisor and to our property manager; these payments increase the risk that you will not earn a profit on your investment.
  - We may incur substantial debt, which could hinder our ability to pay distributions to our stockholders or could decrease the value of your investment if income on, or the value of, the property securing the debt falls.
  - The Fund is a closed-end investment company structured as an "interval fund" and designed for long-term investors. An interval fund is a type of investment company that periodically offers to repurchase its shares from shareholders. That is, the Fund periodically offers to buy back a stated portion of its shares from shareholders. Shareholders are not required to accept these offers and sell their shares back to the Fund. Legally, interval funds are classified as closed-end funds, but they are different from traditional closed-end funds.
  - Unlike many closed-end investment companies, the Fund's shares are not listed on any securities exchange and are not publicly traded. There is currently no secondary market for the shares and the Fund expects that no secondary market will develop. An interval fund will make periodic repurchase offers to its shareholders, generally every three, six or twelve months, as disclosed in the fund's prospectus and annual report. The interval fund also will periodically notify its shareholders of the upcoming repurchase dates. When the fund makes a repurchase offer to its shareholders, it will specify a date by which shareholders must accept the repurchase offer. The actual repurchase will occur at a later, specified date. Limited liquidity is provided to shareholders only through the Fund's quarterly repurchase offers for no less than 5% of the shares outstanding at NAV. There is no guarantee that shareholders will be able to sell all of the shares they desire in a quarterly repurchase offer. The Fund's investments are also subject to liquidity risk.
1. An investment in the fund is subject to fees & expenses. Please refer to the prospectus for a complete list of fees & expenses. Fees & Expenses (%): Class A Gross: 2.53, Net: 2.00; Class C Gross: 3.28, Net: 2.75; Class L Gross: 2.78, Net: 2.25; Class Z Gross: 2.28, Net: 1.75. Minimum initial investment for regular accounts is \$500 for Class A & C shares; \$500 and \$2,500 for Class L shares. For retirement accounts is \$50 for Class A & C shares and \$1,000 for Class L shares. The minimum investment for Class Z shares is \$100,000, which may be waived. Fees: Max Sales Charge Class A shares: 5.75%, Contingent Deferred Sales Charge Class A & C shares: 1.00% within 18 months of purchase. The Advisor has contractually agreed to waive its fees and to pay or absorb the ordinary annual operating expenses of the Fund (including organizational and offering expenses, but excluding distribution fees, interest, dividend expenses on short sales, brokerage commissions and other transaction costs, acquired fund fees and expenses, taxes, litigation expenses and extraordinary expenses), (the "Expense Limitation"). If the Fund incurs expenses excluded from the Expense Limitation Agreement, the Fund's expense ratio would be higher and could exceed the Expense Limitation. The Expense Limitation Agreement may not be amended or terminated for one year from May 1, 2019, unless approved by the Board.
  2. Quarterly redemptions will be no less than 5% of the shares outstanding made available. Regardless of how the Fund performs, there is no guarantee that shareholders will be able to sell any or all of the shares they desire in a quarterly repurchase offer.
  3. Based on the correlation of all S&P major sectors to each other the 5-year period through 6/30/18. Source: Bloomberg
  4. LCD comps Q1 2018 report. Data from January 1995 through 2017. Percentages represent the number of those loans that defaulted.
  5. "National Healthcare Expenditures Projections 2013-2023 Table 1: National Health Expenditures and Selected Economic Indicators, Levels and Annual Percent Change: Calendar Years 2007-2023," U.S. Department of Health and Human Services-Centers for Medicare and Medicaid Services, Office of the Actuary, January 2014.
  6. CMS.gov Office of the Actuary National Health Statistics Group, National Healthcare Spending in 2016
  7. "Occupational Outlook Handbook," Bureau of Labor Statistics, April 2018
  8. U.S. Census Bureau and supported by the National Institute on Aging.
  9. Journal of Political Economy, 2006, vol. 114, no. 5.
  10. As of June 30, 2018, including Highland Capital Management, L.P. and affiliates, based on fee calculation AUM.

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**HIGHLAND CAPITAL**  
**MANAGEMENT**

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