

PREMIER GROWTH EQUITY FUND

A: HPEAX C: HPECX Y: HPEYX¹

GROWTH EQUITY PLATFORM

The Fund seeks to provide long-term growth of capital and future income rather than current income.

- Invests primarily in large and medium-sized companies with above-average growth histories and/or growth potential
- Bottom-up stock selection with long-term investment horizon
- Focused portfolio of high-quality large and midcap stocks
- Sector allocation is a by-product of bottom-up process: benchmark awareness, not dependence
- Large cap growth at a reasonable price

FUND FACTS

Inception Date (Class A) 12/31/1996
 Fund Managers James Dondero
 President, Co-Founder
 Mike Hurley, CMT
 Chief Market Strategist

FEES & EXPENSES (%)

	Gross	Net
Class A	1.30	1.30
Class C	2.06	2.06
Class Y	1.05	1.05

TOP 5 EQUITY HOLDINGS (% OF NET ASSETS)

Starbucks	4.3
Highland Merger Arbitrage Fund	3.5
CME Group	3.3
Verizon Communications, Inc.	3.0
Deckers Outdoor Corp.	2.8

TOTAL RETURN ANALYSIS (%)

AS OF 12/31/2018

SHARE CLASS/INDEX	Incept.	YTD	1-YR	3-YR	5-YR	10-YR	Since Incept.
Class A	12.31.96	-11.31	-11.31	5.22	6.42	13.04	7.93
Class A (w/load)	12.31.96	-16.41	-16.41	3.17	5.17	12.37	7.64
Class C	9.30.99	-11.12	-11.12	5.47	6.68	13.32	8.20
Class C (w/load)	9.30.99	-12.12	-12.12	5.47	5.47	13.32	8.20
Class Y	12.31.96	-11.96	-11.96	4.45	5.64	12.20	4.69
S&P 500 TR ²		-4.38	-4.38	9.26	8.49	13.12	7.70
S&P 500 Growth Index ²		-0.01	-0.01	10.85	10.55	14.81	8.17

SALES CHARGES

Class A Max Sales Charge: 5.75%. 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 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.

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. **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. **Diversification Risk.** Although the Fund is a diversified fund, it may invest in securities of a limited number of issuers in an effort to achieve a potentially greater investment return than a fund that invests in a larger number of issuers. As a result price movements of a single issuer's securities will have a greater impact on the Fund's net asset value, causing it to fluctuate more than that of a more diversified fund. **Foreign and Emerging Markets Risk.** The Fund may invest in foreign and emerging market securities which involves certain risks such as currency volatility, political and social instability and reduced market liquidity. **Growth Investing Risk.** The risk of investing in growth stocks that may be more volatile than other stocks because they are more sensitive to investor perceptions of the issuing companies growth potential. **Hedging Risk.** Although intended to limit or reduce investment risk, hedging strategies may also limit or reduce the potential for profit. There is no assurance that hedging strategies will be successful. **Micro, Small and Mid-Cap Securities Risk.** Investments in securities of companies with micro, small or medium capitalizations involve certain risks that may differ from, or be greater than, those for larger companies, such as higher volatility, lower trading volume, fewer business lines and lack of public information. **Short Sales Risk.** The risk of short sales theoretically involves unlimited loss potential since the market price of securities sold short may continuously increase.

The **S&P 500 Total Return Index** is an index of a basket of 500 stocks designed to provide a broad snapshot of the overall U.S. equity market. The total return index series reflects both ordinary and special dividends. **S&P 500 Growth Index** measures growth stocks using three factors: sales growth, the ratio of earnings change to price, and momentum. 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 Y Shares. Please refer to the prospectus for information and conditions.

²Prior to February 1, 2019, the Fund compared its performance to the S&P 500[®] Index. After this date, to better reflect the universe of investment opportunities based on the Fund's investment strategy, the Fund added the S&P 500[®] Growth Index as the benchmark to which the Fund compares its performance.

Source: SEI

Prepared by Highland Capital Funds Distributor, Member FINRA

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE