

NEXPOINT STRATEGIC OPPORTUNITIES FUND

Investment Objective

NexPoint Strategic Opportunities Fund (formerly NexPoint Credit Strategies Fund) is a closed-end fund managed by NexPoint Advisors, L.P. The Fund's investment objectives are to provide both current income and capital appreciation. The Fund is invested primarily in below investment grade debt and equity securities and has the ability to hedge. The Manager attempts to deliver consistent returns in excess of the Dow Jones Credit Suisse Hedge Fund and the HFRX Global Hedge Fund indices in a transparent, registered fund format consistent with monthly dividends.

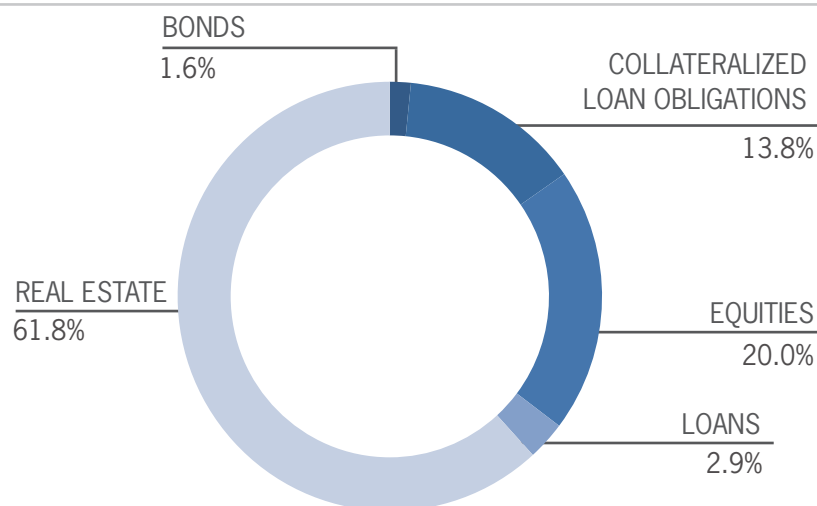
NexPoint Advisors is based in Dallas, Texas and is a registered investment adviser.

Portfolio Manager

James Dondero, CFA, CMA, Founding Partner

Mr. Dondero is Portfolio Manager of NexPoint Strategic Opportunities Fund. Mr. Dondero is Co-founder and President of NexPoint Advisors, L.P. Mr. Dondero has over 30 years of experience in the credit markets. Prior to founding Highland in 1993, Mr. Dondero served as Chief Investment Officer of Protective Life's GIC subsidiary and helped grow the business from concept to over \$2 billion between 1989 and 1993. His portfolio management experience includes mortgage-backed securities, investment grade corporates, leveraged bank loans, high-yield bonds, emerging market debt, derivatives, preferred stocks and common stocks. From 1985 to 1989, he managed approximately \$1 billion in fixed income funds for American Express. Prior to American Express, he completed the financial training program at Morgan Guaranty Trust Company. Mr. Dondero is a Beta Gamma Sigma graduate of the University of Virginia with concentrations in Accounting and Finance. Mr. Dondero is a Certified Management Accountant. He has been a Chartered Financial Analyst since 1987. He currently serves on the board of directors of MGM Studios and American Banknote Corporation and is Chairman of the Board of Directors of NexBank, Cornerstone Healthcare, and CCS Medical.

Portfolio Allocation*



*Calculated as a percentage of investments. Not including cash.

Fund Highlights

Fund Information

NYSE Symbol:	NHF
CUSIP:	65340G205
Inception Date:	June 29, 2006
Fund Year-End Date:	December 31
Total Managed Assets (M):	\$1,303.3
Total Net Assets (M):	\$964.3

Common Stock

Shares Outstanding (Common):	45,851,224
Market Price:	17.71
Net Asset Value (NAV):	20.93
Premium/(Discount) to NAV:	-15.4%
Average Daily Volume (3 mo):	260,730
52 Week Range:	\$16.24 - 21.97

Portfolio Characteristics

Number of Holdings:	157
Monthly Distribution Rate Per Share:	\$0.200
Distribution Yield (Price) ¹ :	13.6%
Distribution Yield (NAV) ¹ :	11.5%
Regulatory Leverage (M):	\$339.1
Leverage Percentage:	26.0%
Portfolio Turnover ² :	9.0%

Top 10 Holdings:

NexPoint Real Estate Opportunities	20.1%
Jernigan Capital	9.8%
NexPoint Hospitality Trust	5.7%
FREMF 2018-KC02	4.7%
FREMF 2018-K90	4.7%
SFR WLIF I	3.4%
Terrestar Corp	3.1%
Speciality Financial Products	3.0%
NexPoint Real Estate Capital	2.9%
SFR WLIF II	2.3%

¹ Does not include non-income sources such as loan proceeds or borrowings.

² As reported in the Fund's Annual Report dated December 31, 2018

Annualized Returns (%) as of 12/31/19

	1-Year	3 Year	5 Year	10 Year	ITD
NHF Market Price	0.85	5.35	4.11	12.01	3.05
NHF NAV	-1.39	5.53	2.31	11.25	3.63
MARKET INDICES [*]					
DJCS Hedge Fund Index ¹	9.31	4.26	2.65	4.25	4.25
HFRX Global Hedge Fund Index ¹	8.62	2.40	1.19	1.11	0.53

EXPENSE RATIOS ²	
Management Fee	1.00%
Interest Expense	0.53%
Other	1.57%
Total Expense Ratio	3.10%
Expense Ratio Excluding Interest	2.57%

¹ Index Definitions: The Dow Jones Credit Suisse Hedge Fund Index is an asset-weighted index that includes funds with assets of \$50m or more. Indices are unmanaged, have no fees or costs, and are not available for investment. The HFRX Global Hedge Fund Index is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies; including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset weighted based on the distribution of assets in the hedge fund industry. 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.

² Expense ratios based on managed net assets as reported in the Fund's Semi-Annual Report dated June 30, 2019.

The information herein has been prepared by the Investment Adviser, is based upon unaudited information, and has not been independently audited or verified. This summary is for informational purposes only and is subject to change.

This Fact Sheet contains information about prior investments made by the Adviser of the Fund. This information was prepared by the Adviser based on its experience in the industry and on assumptions of fact and opinion as to future events which the Adviser believed to be reasonable when made. There can be no assurance that the Adviser and/or the Fund will be as successful as these earlier investments. Prior investment returns are not indicative of future results. It should not be assumed that investment recommendations made in the future will be profitable or will equal the performance of the securities included herein.

Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange and frequently trade at prices lower than their net asset value. Net Asset Value (NAV) is total assets less total liabilities, which includes preferred shares, divided by the number of common shares outstanding. When net asset value (NAV) is lower than market price, dividends are assumed to be reinvested at the greater of NAV or 95% of the market price. When NAV is higher, dividends are assumed to be reinvested at market price. For additional information, please contact your investment adviser or visit our website, www.nexpointadvisors.com.

Source: SEI

Not FDIC Insured. May Lose Value. No Bank Guarantee.

RISKS AND DISCLOSURES

The information herein has been prepared by the Investment Adviser, is based upon unaudited information, and has not been independently audited or verified. This summary is for informational purposes only and is subject to change.

Portfolio and industry composition may change with market conditions. The Fund's portfolio holdings are subject to change without notice. The mention of specific securities is not a recommendation or solicitation for any person to buy, sell or hold any particular security.

Shares of closed-end funds frequently trade at a discount to their net asset value. Because of this possibility and the recognition that any such discount may not be in the interest of shareholders, the Board might consider from time to time engaging in open-market repurchases tender offers for shares or other programs intended to reduce the discount.

Interest Rate Risk. The risk that debt securities, and the Trust's net assets, may decline in value because of changes in interest rates. Generally, debt securities will decrease in value when interest rates rise and increase in value when interest rates decline.

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.

Leverage Risk. Leverage may increase the risk of loss, cause fluctuations in the market value of the Fund's portfolio to have disproportionately large effects or cause the NAV of the Fund generally to decline faster than it would otherwise.

Illiquidity Risk. The investments made by the Trust may be very illiquid, and consequently, the Trust may not be able to sell such investments at prices that reflect the Investment Adviser's assessment of their fair value or the amount paid for such investments by the Trust.

Past performance is no guarantee of future results. The rate of return will vary and the principal value of an investment will fluctuate and shares, if sold, may be worth more or less than their original cost. current performance may be lower or higher than the performance data quoted. Returns are historical and include change in share price and reinvestment of all distributions. Total investment return does not reflect broker sales charges or commissions. All performance information is for common shares of the Trust. See the prospectus and financial statements for more information before investing.

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.nexpointadvisors.com or call 1-866-351-4440. Please read the fund prospectus carefully before investing.