NexPoint Funds I

NexPoint Merger Arbitrage Fund

Class Z Shares - HMEZX

Annual Shareholder Report: June 30, 2026

This annual shareholder report contains important information about Class Z Shares of the NexPoint Merger Arbitrage Fund (the "Fund") for the period from July 1, 2025 to June 30, 2026. You can find additional information about the Fund at https://www.nexpoint.com/funds/merger-arbitrage/. You can also request this information by contacting us at 1-877-655-1287.

What were the Fund costs for the last year?

(based on a hypothetical $10,000 investment)

Fund Name	Costs of a $10,000 investment	Costs paid as a percentage of a $10,000 investment
NexPoint Merger Arbitrage Fund, Class Z Shares	$166	1.62%

How did the Fund perform in the last year?

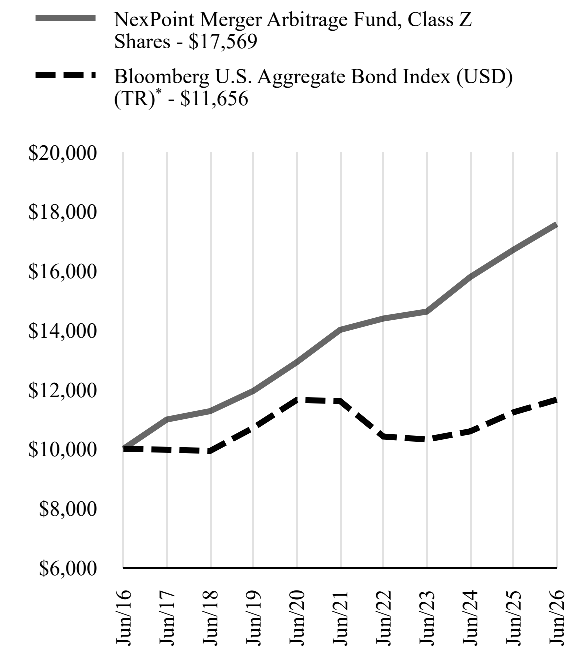
For the twelve-month period ended June 30, 2026, the NexPoint Merger Arbitrage Fund (the "Fund") Class Z returned 5.17% compared to the Bloomberg U.S. Aggregate Bond Index (USD) (TR) return of 3.79%. This outperformance of the Bloomberg U.S. Aggregate Bond Index (USD) (TR) is largely attributable to the Fund's lower sensitivity to interest rate movements and its focus on idiosyncratic opportunities. Our correlation to the Bloomberg U.S. Aggregate Bond Index (USD) (TR) remained low at -0.19 for the period. The opportunities within the Merger Arbitrage space remain attractive and the Fund's consistent performance is attributable to our active management of the Fund.

- **Top Contributor:** Two Harbors (TWO) / CrossCountry Mortgage (private) - On March 27, 2026, CrossCountry Mortgage announced the acquisition of Two Harbors Investment Corp. (TWO). Two Harbors is a publicly traded mortgage REIT that invests in mortgage servicing rights, agency residential mortgage-backed securities, and other mortgage-related assets.

- **Top Detractor:** Essential Utilities (WTRG) / American Water Works (AWK) - On October 27, 2025, American Water Works (AWK) announced the acquisition of Essential Utilities (WTRG) for approximately $19.8 billion. Essential Utilities is among the largest publicly traded water, wastewater, and natural-gas providers in the United States, serving roughly 5.5 million people across nine states — Pennsylvania, Ohio, Texas, Illinois, North Carolina, New Jersey, Indiana, Virginia, and Kentucky.

How did the Fund perform during the last 10 years?

Total Return Based on $10,000 Investment



Average Annual Total Returns as of June 30, 2026

Fund/Index Name	1 Year	5 Years	10 Years
NexPoint Merger Arbitrage Fund, Class Z Shares	5.17%	4.64%	5.80%
Bloomberg U.S. Aggregate Bond Index (USD) (TR)*	3.79%	0.08%	1.54%

The line graph represents historical performance of a hypothetical investment of $10,000 in the Fund during the last 10 years. Returns shown are total returns, which assume the reinvestment of dividends and capital gains. The table and graph presented do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares. ***Past performance is not indicative of future performance.*** *Call 1-877-655-1287 or visit https://www.nexpoint.com/funds/merger-arbitrage/ for current month-end performance.*

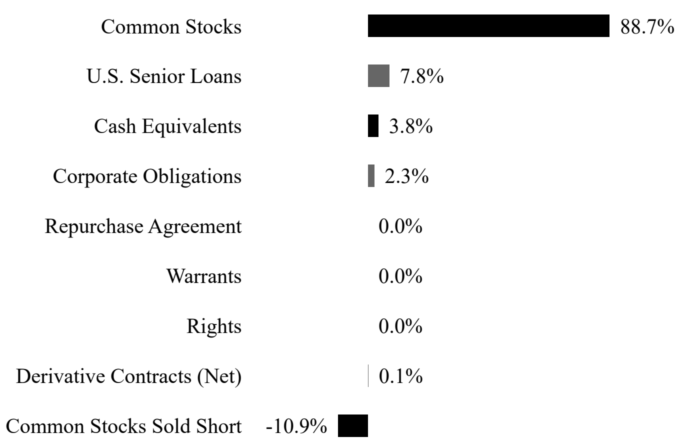
* Total Return (TR) - Reflects no deductions for fees, expenses or taxes.

Key Fund Statistics as of June 30, 2026

Net Assets	Number of Holdings	Total Advisory Fees Paid	Portfolio Turnover Rate
$1,491,976,674	89	$10,564,689	377%

What did the Fund invest in?

Asset Weightings*



* Percentages are calculated based on total net assets.

Top Positions

Holding Name	Percentage of Total Net Assets[(A)]
Long Securities	
Nuvalent	5.0%
Global Business Travel Group I	5.0%
Taylor Morrison Home	4.9%
TopBuild	4.9%
Essential Utilities	4.5%
Short Securities	
American Water Works	-4.7%
Shell ADR	-2.1%
QXO	-2.0%
Fox	-0.9%
GFL Environmental	-0.5%

(A) Cash Equivalents and Short-Term Investments are not shown in the top positions chart.

Material Fund Changes
There were no material changes during the reporting period.

Changes in and Disagreements with Accountants
There were no changes in or disagreements with accountants during the reporting period.

Additional Information
For additional information about the Fund; including its prospectus, financial information, holdings, and proxy voting information, call or visit:

- 1-877-655-1287
- https://www.nexpoint.com/funds/merger-arbitrage/

Householding
Rule 30e-1 of the Investment Company Act of 1940 permits funds to transmit only one copy of a proxy statement, annual report or semi-annual report to shareholders (who need not be related) with the same residential, commercial or electronic address, provided that the shareholders have consented in writing and the reports are addressed either to each shareholder individually or to the shareholders as a group. This process is known as “householding” and is designed to reduce the duplicate copies of materials that shareholders receive and to lower printing and mailing costs for funds. Shareholders who have consented to receive a single annual or semi-annual shareholder report at a shared address may revoke this consent by contacting us at 1-877-655-1287. Once implemented, if you would like to discontinue householding for your accounts, please call toll-free at 1-877-655-1287 to request individual copies of these documents. Once the Fund receives notice to stop householding, we will begin sending individual copies 30 days after receiving your request.