

# Evolve Innovation Index Fund

December 31, 2022

Annual Management Report of Fund Performance

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-844-370-4884, by writing to us at Evolve Funds, 40 King Street West, Suite 3404, Toronto, ON, M5H 3Y2 or by visiting our website at [www.evolveetfs.com](http://www.evolveetfs.com) or SEDAR at [www.sedar.com](http://www.sedar.com). You may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

# Evolve Innovation Index Fund

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## Investment Objective and Strategies

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The Evolve Innovation Index Fund (the "Fund") seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive Global Innovation Index. The Solactive Global Innovation Index has been designed to reflect the performance of equity securities of companies listed domestically or internationally that are involved in innovative and disruptive trends across a broad range of industries.

## Risk

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There were no changes to the Fund over the period of this report that materially affected the level of risk associated with an investment in the Fund. Prospective investors should read the Fund's most recent prospectus and consider the description of risks contained therein.

## Results of Operations

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For the year ended December 31, 2022, Hedged ETF Units returned -33.4% versus the Solactive Global Innovation PR Index CAD hedged return of -32.8%. The US Dollar Unhedged ETF Units returned -36.2% versus the Solactive Global Innovation Index return of -29.1%. The Hedged Class A Mutual Fund Units returned -34.1% and the Hedged Class F Mutual Fund Units returned -33.3% versus the Solactive Global Innovation PR Index CAD hedged return of -32.8%. The difference in performance of the hedged units relative to its benchmark can be attributed primarily to management and administration fees plus applicable sales taxes, to portfolio trading and hedging strategies and to the assumption that all distributions made by the investment fund were reinvested in additional securities whereas the index performance is of price return only. The difference in performance of the US dollar unhedged units relative to its benchmark can be attributed primarily to management and administration fees plus applicable sales taxes, to portfolio trading and to the assumption that all distributions made by the investment fund were reinvested in additional securities whereas the index performance is of price return only. The Fund's net assets were \$57.4MM as at December 31, 2022.

## Portfolio Manager Commentary

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The highest inflation levels in four decades and the biggest interest-rate hikes in a generation held back the economy in 2022, marking the worst year for stocks since 2008.<sup>1</sup> More specifically, U.S. inflation rates closed the year out at 6.5% on a year-over-year basis, and the federal funds rate increased by 4.25% since the start of the year to 4.50% at year end.<sup>2,3</sup> In fact, concerns of a recession loomed over the economy during the year following multiple consecutive quarters of negative GDP growth coupled with other macroeconomic factors such as the pandemic, supply chain issues, soaring energy prices, and geopolitical tensions from the Russia-Ukraine war. Unsurprisingly, these challenges have negatively impacted all asset classes. To illustrate, the S&P 500 Index returned -18.13% over the year. Large capitalization companies, specifically richly valued growth companies and technology companies whose valuations soared during the pandemic, were particularly hurt by these trends having sold off significantly. With the portfolio focusing on investing in disruptive companies within the cyber security, cloud computing, automotive, robotics and automation, e-gaming, fintech, 5G, and genomics industries, many names within the portfolio have sold off during the year due to these macroeconomic factors.

During the year, the automotive industry was marked by heavy demand for Electric Vehicles (EVs). In fact, demand remained so strong that carmakers struggled to keep up due to challenges including supply chain issues, the semiconductor shortage, and rising commodity prices.<sup>4</sup> As a boom in EV sales continues globally, the electric vehicle charging industry has grown congruently as the infrastructure to charge EVs is essential for EV adoption. In fact, as of August 2022, USD \$4.8 billion had been rolled out towards increasing the number of charging stations worldwide.<sup>5</sup> Cybersecurity incidents around the world also remained rampant in 2022, posing a threat to organizations, governments, and corporations alike. With economic uncertainty and the threat of a looming recession, businesses generally cut back on spending. However, the demand for cybersecurity products and services remains strong despite these economic concerns. In fact, cybersecurity companies reported strong earnings over the year and in many cases beat the market.<sup>6</sup> During the year, cloud computing companies faced similar market headwinds as most technology companies. Despite market headwinds, cloud usage has shown major growth in recent years driven by the work-from-home trend caused by the COVID-19 pandemic. In fact, the global cloud computing market is expected to grow at a Compound Annual Growth Rate (CAGR) of 17.9% from USD \$545.8 billion in 2022 to USD \$1.24 trillion by 2027.<sup>7</sup> It is interesting to note that while the earnings of the three market leaders in the cloud computing market (Amazon.com, Microsoft Corp, and Alphabet Inc) were all slightly disappointing for the period ended September 30th, the cloud computing unit for all three companies was one of the few business segments to show significant growth.

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The COVID-19 lockdowns in 2021 and early 2022 caused e-Gaming popularity to surge as consumers sought out safe in-home entertainment options during quarantine. e-Gaming is now one of the largest entertainment platforms, with 79% of the world's population engaging in e-games and video games in one way or another.<sup>8</sup> Even as lockdowns eased, share prices in the e-Gaming industry remained relatively stable due to the large portion of subscription-based revenue that e-Gaming companies often enjoy. In fact, the global subscription-based e-Gaming market was estimated to be valued at USD \$7.82 billion in 2021, and it is expected to grow to USD \$14.71 billion by 2027, registering a CAGR of 10.68% over the period.<sup>9</sup> Robotics has transformed industrial automation greatly in recent years, sparking demand in the market for robot arms and other tools intended to increase productivity and reduce labour costs. This demand is expected to escalate even further from 2022 to 2027. In fact, the industrial robotics market is projected to grow from USD \$15.7 billion in 2022 to USD \$30.8 billion by 2027, which represents a CAGR of 14.3%.<sup>10</sup> In previous recessions throughout history, healthcare stocks were seen as more likely to outperform than the broad market due to the fact that their products are viewed as essential regardless of economic conditions. In fact, in the last four recessions since 1990, consumer and healthcare stocks were the only two positive sectors in the S&P 500, according to CFRA Research.<sup>11</sup> As a result, many healthcare companies, including those which focus on genomics, had stronger than expected performance during the year. Furthermore, the genomics industry got a boost in December, when the UK government announced £175 million in funding for cutting-edge genomics research. The funding is intended to improve the accuracy and speed of cancer diagnosis, expedite diagnosis of rare genetic diseases in newborns, tackle healthcare inequalities, and more.<sup>12</sup>

## Performance Attribution

For the twelve month period ending December 31, 2022, KDDI Corporation made the biggest contribution to the Fund, followed by Corteva Inc. and Bristol-Myers Squibb Company. By weight, the Fund's largest holdings were Evolve Cloud Computing Index Fund, Evolve Cyber Security Index ETF, and Evolve Automobile Innovation Index ETF.

(1) <https://www.wsj.com/livecoverage/stock-market-news-today-11-30-2022/card/it-s-the-worst-year-for-stocks-since-2008-E4m8L8fnl8FcVVDrmKcq>

(2) <https://www.usinflationcalculator.com/inflation/current-inflation-rates/#:~:text=The%20annual%20inflation%20rate%20for,ET>

(3) <https://www.federalreserve.gov/monetarypolicy/openmarket.htm>

(4) [https://electrek.co/2022/08/08/ford-hosting-ev-summit-addressing-chip-shortage/#:~:text=The%20semiconductor%20shortage%20is%20limiting,more%20than%20double\)%%20more%20chips.](https://electrek.co/2022/08/08/ford-hosting-ev-summit-addressing-chip-shortage/#:~:text=The%20semiconductor%20shortage%20is%20limiting,more%20than%20double)%%20more%20chips.)

(5) <https://www.bnnbloomberg.ca/car-charging-investment-soars-driven-by-ev-growth-and-government-funds-1.1806282>

(6) <https://www.cnbc.com/2022/09/01/cybersecurity-stocks-are-beating-the-market-in-a-volatile-economy.html>

(7) <https://www.businesswire.com/news/home/20221124005188/en/Cloud-Computing-Platform-Global-Market-Report-2022-Increasing-Investments-in-Digital-Initiatives-and-Reduction-in-CapEx-and-OpEx-for-IT-Infrastructure-to-Drive-Market-Growth---ResearchAndMarkets.com#:~:text=The%20global%20cloud%20computing%20platform,17.9%25%20during%20the%20forecast%20period.>

(8) <https://newzoo.com/insights/trend-reports/how-consumers-are-engaging-with-games-in-2022>

(9) <https://www.businesswire.com/news/home/20220427005916/en/Subscription-based-Gaming-Global-Market-Report-2022---Mobile-Gaming-to-Drive-Growth---ResearchAndMarkets.com>

(10) <https://www.globenewswire.com/en/news-release/2022/11/03/2547438/28124/en/Global-Industrial-Robotics-Market-Report-2022-to-2027-Increasing-Automation-in-the-Electronics-Industry-Presents-Opportunities.html>

(11) <https://www.forbes.com/sites/sergeiklebnikov/2022/06/02/heres-how-the-stock-market-performs-during-economic-recessions/?sh=351a88226852>

(12) <https://www.gov.uk/government/news/over-175-million-for-cutting-edge-genomics-research>

## Recent Developments

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In the year ended December 31, 2022, the COVID-19 pandemic persisted and continued to result in unprecedented actions by governments around the world to curtail the spread of the disease. These events have resulted in a high level of uncertainty and volatility in the financial markets and have had an enormous impact on businesses and consumers in all sectors. The duration and impact of these developments are unknown at this time and as such, the financial impact to investments cannot be estimated.

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## Related Party Transactions

Evolve Funds Group Inc. (the "Manager") complies with its current policy and procedures regarding investments in related issuers and reports periodically to the Investment Review Committee.

## Management Fees

The Manager is entitled to an annual management fee of 0.40% of the net asset value of the Hedged ETF Units, the US Dollar Unhedged ETF Units and the Hedged Class F Mutual Fund Units and 1.40% of the net asset value of the Hedged Class A Mutual Fund Units of the Fund, accrued daily and generally paid monthly in arrears. For the year ended December 31, 2022, the Fund incurred \$157,156 in management fees. These management fees were received by the Manager for the day-to-day operations of the fund, including managing the portfolio, maintaining portfolio systems used to manage the Fund, maintaining the www.evolveetfs.com website, and providing all other services including marketing and promotion.

## Administration Fees

The administration fees are calculated based on 0.15% per annum of the average daily net asset value of the Fund. The fees are accrued daily and are generally paid monthly. For the year ended December 31, 2022, the Fund incurred \$141,989 in administration fees. These administration fees were received by the Manager for the following operating expenses of the Fund including but not limited to: mailing and printing expenses for periodic reports to unitholders; Registrar and Transfer Agent and Custodian; any reasonable out of pocket expenses incurred by the Manager or its agents in connection with their ongoing obligations to the Fund; IRC committee member fees and expenses in connection with the IRC; expenses related to compliance with NI 81-107; fees and expenses relating to voting of proxies by a third party; insurance coverage for the members of the IRC; fees payable to the auditors and legal advisors of the Fund; regulatory filing, stock exchange and licensing fees and CDS fees; costs and expenses of complying with all applicable laws, regulations and policies, including expenses and costs incurred in connection with the continuous public filing requirements such as permitted prospectus preparation and filing expenses; and legal, accounting and audit fees and fees and expenses of the Trustee, Custodian and Manager which are incurred in respect of matters not in the normal course of the Fund's activities. The administration fee paid to the Manager by the Fund may, in any particular period, be less than or exceed the operating expenses that the Manager incurs for the Fund.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help readers understand the Fund's financial performance for the period indicated.

### The Fund's Net Assets Per Unit<sup>1</sup>

	December 31, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)	December 31, 2019 (\$)	December 31, 2018 (\$)
For the periods ended:					
<b>Hedged ETF Units - Net Assets per Unit</b>					
Net Assets per Unit, beginning of period	40.04	35.71	22.99	17.35	19.91
<b>Increase (decrease) from operations:</b>					
Total revenue	0.16	0.24	0.21	0.15	0.11
Total expenses	(0.14)	(0.19)	(0.20)	(0.14)	(0.11)
Realized gains (losses)	(2.97)	2.94	4.30	0.64	(0.10)
Unrealized gains (losses)	(11.80)	0.32	9.85	4.99	(4.07)
<b>Total increase (decrease) from operations<sup>3</sup></b>	<b>(14.75)</b>	<b>3.31</b>	<b>14.16</b>	<b>5.64</b>	<b>(4.17)</b>
<b>Distributions:</b>					
From dividends	(0.02)	(0.02)	(0.02)	(0.02)	-
Return of capital	-	-	-	-	(0.02)
<b>Total annual distributions<sup>4</sup></b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.02)</b>
<b>Net Assets per Unit, end of period</b>	<b>26.65</b>	<b>40.04</b>	<b>35.71</b>	<b>22.99</b>	<b>17.35</b>

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## The Fund's Net Assets Per Unit<sup>1</sup> (cont'd)

For the periods ended:	December 31, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)	December 31, 2019 (\$)	December 31, 2018 (\$)
<b>US Dollar Unhedged ETF Units - Net Assets per Unit<sup>5</sup></b>					
Net Assets per Unit, beginning of period <sup>2</sup>	28.44	26.10	N/A	N/A	N/A
<b>Increase (decrease) from operations:</b>					
Total revenue	0.11	0.17	N/A	N/A	N/A
Total expenses	(0.10)	(0.13)	N/A	N/A	N/A
Realized gains (losses)	(2.31)	1.73	N/A	N/A	N/A
Unrealized gains (losses)	(7.67)	0.94	N/A	N/A	N/A
<b>Total increase (decrease) from operations<sup>3</sup></b>	<b>(9.97)</b>	<b>2.71</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Distributions:</b>					
From dividends	(0.02)	(0.02)	N/A	N/A	N/A
Return of capital	(0.01)	(0.01)	N/A	N/A	N/A
<b>Total annual distributions<sup>4</sup></b>	<b>(0.03)</b>	<b>(0.03)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>19.39</b>	<b>28.44</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Hedged Class A - Net Assets per Unit</b>					
Net Assets per Unit, beginning of period	37.95	34.30	21.24	18.42	N/A
<b>Increase (decrease) from operations:</b>					
Total revenue	0.13	0.23	0.21	0.14	N/A
Total expenses	(0.45)	(0.60)	(0.49)	(0.02)	N/A
Realized gains (losses)	(2.76)	2.50	5.92	0.80	N/A
Unrealized gains (losses)	(10.01)	0.09	12.30	0.32	N/A
<b>Total increase (decrease) from operations<sup>3</sup></b>	<b>(13.09)</b>	<b>2.22</b>	<b>17.94</b>	<b>1.24</b>	<b>N/A</b>
<b>Distributions:</b>					
From dividends	-	-	(0.02)	-	N/A
From capital gains	-	(0.01)	-	-	N/A
Return of capital	(0.02)	(0.01)	-	-	N/A
<b>Total annual distributions<sup>4</sup></b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>-</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>25.00</b>	<b>37.95</b>	<b>34.30</b>	<b>21.24</b>	<b>N/A</b>
<b>Hedged Class F - Net Assets per Unit</b>					
Net Assets per Unit, beginning of period	38.17	34.07	21.00	18.35	N/A
<b>Increase (decrease) from operations:</b>					
Total revenue	0.16	0.23	0.19	0.06	N/A
Total expenses	(0.13)	(0.18)	(0.22)	(0.10)	N/A
Realized gains (losses)	(2.96)	2.45	8.05	0.03	N/A
Unrealized gains (losses)	(12.64)	0.19	14.30	0.25	N/A
<b>Total increase (decrease) from operations<sup>3</sup></b>	<b>(15.57)</b>	<b>2.69</b>	<b>22.32</b>	<b>0.24</b>	<b>N/A</b>
<b>Distributions:</b>					
From dividends	(0.02)	(0.02)	(0.01)	-	N/A
From capital gains	-	-	(0.01)	-	N/A
Return of capital	-	-	-	(0.01)	N/A
<b>Total annual distributions<sup>4</sup></b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(0.01)</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>25.43</b>	<b>38.17</b>	<b>34.07</b>	<b>21.00</b>	<b>N/A</b>

1 This information is derived from the Fund's audited annual financial statements as at December 31, 2022, 2021, 2020, 2019, and 2018. The Hedged ETF Units effectively began operations on April 30, 2018 and the US Dollar Unhedged ETF Units effectively began operations on January 7, 2021. The Hedged Class A and F Mutual Fund Units effectively began operations on June 4, 2019.

2 This amount represents the initial launch price.

3 Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the period.

4 Distributions were paid in cash or reinvested in additional units of the Fund, or both. Actual distributions may vary slightly owing to rounding.

5 Per unit figures are stated in CAD equivalent.

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## The Fund's Ratios/Supplemental Data

For the periods ended:	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
<b>Hedged ETF Units - Ratios/Supplemental Data</b>					
Total Net Asset Value (\$) <sup>6</sup>	<b>49,962,468</b>	110,102,937	40,178,061	11,493,197	11,280,089
Number of units outstanding <sup>6</sup>	<b>1,875,000</b>	2,750,000	1,125,000	500,000	650,000
Management expense ratio excluding underlying fund expenses <sup>7</sup>	<b>0.33%</b>	0.33%	0.50%	0.48%	0.60%
Management expense ratio <sup>7</sup>	<b>0.67%</b>	0.69%	0.66%	0.65%	0.66%
Trading expense ratio <sup>8</sup>	<b>0.04%</b>	0.09%	0.14%	0.12%	0.15%
Portfolio turnover rate <sup>9</sup>	<b>52.90%</b>	86.47%	82.42%	92.88%	20.34%
Net Asset Value per unit (\$)	<b>26.65</b>	40.04	35.71	22.99	17.35
Closing market price (\$)	<b>26.60</b>	40.15	35.72	23.01	17.37
<b>US Dollar Unhedged ETF Units - Ratios/Supplemental Data</b>					
Total Net Asset Value (\$) <sup>6</sup>	<b>2,423,548</b>	5,688,798	N/A	N/A	N/A
Number of units outstanding <sup>6</sup>	<b>125,000</b>	200,000	N/A	N/A	N/A
Management expense ratio excluding underlying fund expenses <sup>7</sup>	<b>0.33%</b>	0.33%	N/A	N/A	N/A
Management expense ratio <sup>7</sup>	<b>0.67%</b>	0.69%	N/A	N/A	N/A
Trading expense ratio <sup>8</sup>	<b>0.04%</b>	0.09%	N/A	N/A	N/A
Portfolio turnover rate <sup>9</sup>	<b>52.90%</b>	86.47%	N/A	N/A	N/A
Net Asset Value per unit (\$)	<b>19.39</b>	28.44	N/A	N/A	N/A
Closing market price (\$)	<b>19.46</b>	28.46	N/A	N/A	N/A
<b>Hedged Class A - Ratios/Supplemental Data</b>					
Total Net Asset Value (\$) <sup>6</sup>	<b>1,889,842</b>	3,296,352	909,640	21	N/A
Number of units outstanding <sup>6</sup>	<b>75,599</b>	86,850	26,516	1	N/A
Management expense ratio excluding underlying fund expenses <sup>7</sup>	<b>1.43%</b>	1.45%	1.55%	0.00%	N/A
Management expense ratio <sup>7</sup>	<b>1.77%</b>	1.82%	1.75%	0.28%	N/A
Trading expense ratio <sup>8</sup>	<b>0.04%</b>	0.09%	0.14%	0.12%	N/A
Portfolio turnover rate <sup>9</sup>	<b>52.90%</b>	86.47%	82.42%	92.88%	N/A
Net Asset Value per unit (\$)	<b>25.00</b>	37.95	34.30	21.24	N/A
<b>Hedged Class F - Ratios/Supplemental Data</b>					
Total Net Asset Value (\$) <sup>6</sup>	<b>3,155,713</b>	9,194,912	2,026,134	5,030	N/A
Number of units outstanding <sup>6</sup>	<b>124,096</b>	240,925	59,476	239	N/A
Management expense ratio excluding underlying fund expenses <sup>7</sup>	<b>0.32%</b>	0.33%	0.55%	0.54%	N/A
Management expense ratio <sup>7</sup>	<b>0.67%</b>	0.69%	0.75%	0.82%	N/A
Trading expense ratio <sup>8</sup>	<b>0.04%</b>	0.09%	0.14%	0.12%	N/A
Portfolio turnover rate <sup>9</sup>	<b>52.90%</b>	86.47%	82.42%	92.88%	N/A
Net Asset Value per unit (\$)	<b>25.43</b>	38.17	34.07	21.00	N/A

6 This information is provided as at December 31, 2022, 2021, 2020, 2019, and 2018.

7 Management expense ratio ("MER") is based on total expenses plus harmonized sales tax (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The MER for prior periods has been restated to include the expenses of any underlying funds.

8 The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of average daily net assets during the period.

9 The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager trades its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher the Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

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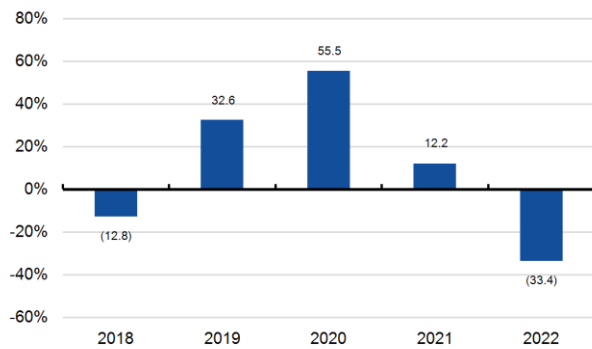
## Past Performance

The performance information does not take into account sales, redemption, distribution, income taxes payable by any unitholder or other optional charges that, if applicable, would have reduced returns or performance. The performance information shown assumes that all distributions made by the investment fund in the periods shown were reinvested in additional securities of the investment fund. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

## Year-by-Year Returns

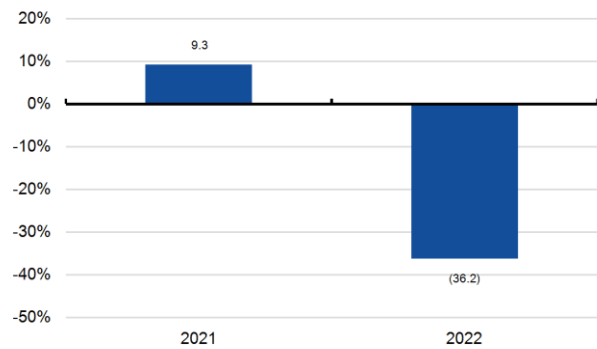
The bar chart below shows the Hedged and US Dollar Unhedged ETF Units', and the Hedged Class A and F Mutual Fund Units' performance for each of the financial years shown. The chart shows, in percentage terms, how much an investment made in the Fund on the first day of each financial year would have grown or decreased by the last day of each financial year.

### EDGE Hedged ETF Units<sup>1</sup>



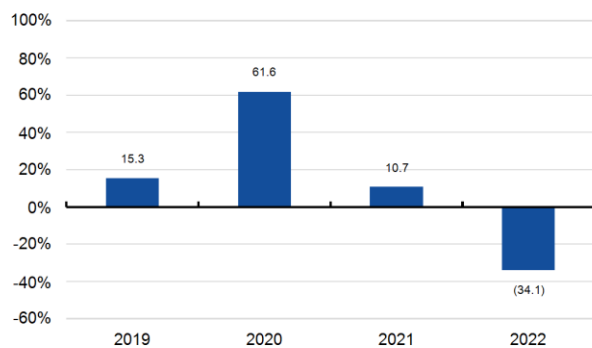
1 The Hedged ETF Units of the Fund effectively began operations on April 30, 2018.

### EDGE/U US Dollar Unhedged ETF Units<sup>2</sup>



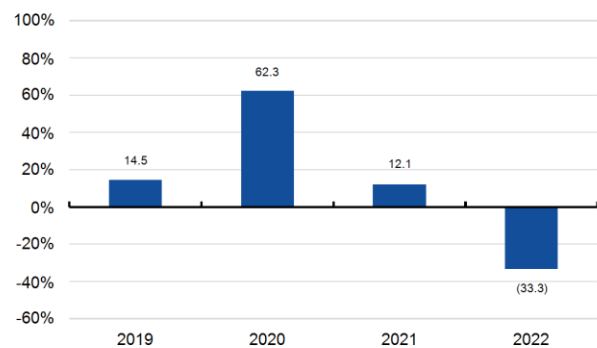
2 The US Dollar Unhedged ETF Units of the Fund effectively began operations on January 7, 2021. Returns presented based on NAV equivalent in USD.

### Hedged Class A Mutual Fund Units<sup>3</sup>



3 The Hedged Class A Mutual Fund Units of the Fund effectively began operations on June 4, 2019.

### Hedged Class F Mutual Fund Units<sup>4</sup>



4 The Hedged Class F Mutual Fund Units of the Fund effectively began operations on June 4, 2019.

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## Annual Compound Return

The table below shows the historical annual compound total return of the Hedged and US Dollar Unhedged ETF Units and the Hedged Class A and F Mutual Fund Units. The returns are for period ended December 31, 2022. For a discussion of the relative performance of the Fund as compared to the index, please refer to the "Results of Operations" section in the "Management Discussion of Fund Performance".

	Since Inception <sup>1</sup> (%)	1 Year (%)	3 Year (%)
Hedged ETF Units	6.5	(33.4)	5.1
Solactive Global Innovation PR Index CAD hedged	8.0	(32.8)	7.2
US Dollar Unhedged ETF Units	(16.7)	(36.2)	N/A
Solactive Global Innovation Index	(10.5)	(29.1)	N/A
Hedged Class A Mutual Fund Units	9.0	(34.1)	5.7
Solactive Global Innovation PR Index CAD hedged	10.8	(32.8)	7.2
Hedged Class F Mutual Fund Units	9.6	(33.3)	6.7
Solactive Global Innovation PR Index CAD hedged	10.8	(32.8)	7.2

<sup>1</sup> From inception date of April 30, 2018 for the Hedged ETF Units, from inception date of January 7, 2021 for the US Dollar Unhedged ETF Units and from inception date of June 4, 2019 for the Hedged Class A and F Mutual Fund Units.

## Summary of Investment Portfolio

### Top 25 Positions

	Percentage of Net Asset Value (%)
Security	
Evolve Cloud Computing Index Fund	12.1
Evolve Cyber Security Index ETF	12.0
Evolve Automobile Innovation Index ETF	11.9
Evolve E-Gaming Index ETF	11.9
Qualcomm Inc.	2.4
Marvell Technology Inc.	2.4
Intuitive Surgical Inc.	1.7
Mettler-Toledo International Inc.	1.6
Shopify Inc., Class 'A'	1.6
NVIDIA Corporation	1.5
Microchip Technology Inc.	1.5
Block Inc.	1.4
Keyence Corporation	1.4
Agilent Technologies Inc.	1.4
Mastercard Inc., Class 'A'	1.4
Samsung Electronics Company Limited	1.4
SoftBank Group Corporation	1.4
Sony Group Corporation, ADR	1.4
Advanced Micro Devices Inc.	1.4
Genmab A/S	1.4
VMware Inc.	1.4
Visa Inc., Class 'A'	1.3
Thermo Fisher Scientific Inc.	1.3
KDDI Corporation	1.3
FANUC Corporation, ADR	1.3
<b>Total</b>	<b>79.8</b>



# Evolve Innovation Index Fund

December 31, 2022

## Industry Allocation

Portfolio by Category	Percentage of Net Asset Value (%)
<b>Equities</b>	
Communication Services	5.2
Consumer Discretionary	2.6
ETFs - Domestic Equity	1.2
ETFs - International Equity	47.9
Health Care	13.5
Industrials	1.3
Information Technology	27.0
Materials	1.2
Derivative Assets	0.3
Derivative Liabilities	(0.3)
Cash and Cash Equivalents	0.1
Other Assets, less Liabilities	0.0
<b>Total</b>	<b>100.0</b>

The summary of Investment Portfolio may change due to the ongoing portfolio transactions of the Fund. Updates are available quarterly by visiting our website at [www.evolveetfs.com](http://www.evolveetfs.com).



**Evolve Innovation Index Fund**