

Evole Future Leadership Fund

LEAD seeks to provide investors with long-term capital appreciation by investing primarily in a diversified mix of equity securities of companies located domestically or internationally that are determined to be leaders in sectors that stand to benefit from medium and long term economic trends.



LEAD (Hedged)



LEAD.B (Unhedged)



LEAD (USD)

PORTFOLIO UPDATE:

FINANCE:

Silvergate Capital, which provides financial infrastructure solutions to the digital currency industry and which is held by the Fund, announced two new partners for SEN Leverage, which provides secure, institutional-grade access to capital through USD loans collateralized by bitcoin. Coinbase Custody and Fidelity Digital Assets, both companies that provide digital asset custody services, will now be authorized custodians for SEN Leverage.i SEN Leverage allows institutional investors to receive USD financing via loan agreements with Silvergate Bank, with Silvergate's proprietary payments network, Silvergate Exchange Network, funding the loans. The investor's collateral – bitcoin – will be held by Coinbase Custody or Fidelity Digital Assets in secure cold storage accounts.ii

HEALTHCARE:

French pharmaceutical company Sanofi announced an investment of more than €600 million to build a new vaccine facility in Toronto to increase supply of its Fluzone High-Dose Quadrivalent influenza vaccine for use in Canada, the United States and Europe. The Fluzone vaccine has four times more antigen than standard-dose vaccine and is specifically designed to provide superior protection against influenza for older adults. Sanofi also announced that in partnership with the Governments of Canada and Ontario, and the City of Toronto, the new facility will also focus on enhancing influenza pandemic preparedness.iii

TECHNOLOGY:

Oracle Corp unveiled Oracle Cloud Lift Services in March. The service, which will be free to new and existing Oracle Cloud customers, speeds migration of workloads to Oracle Cloud Infrastructure (OCI). Cloud Lift Services offers a single point of contact for technical delivery and eliminates critical expertise barriers for OCI services adoption. Customers will get access to Oracle cloud engineers and premier technical services with fast-tracked migrations to OCI for enterprise customers. Customers will also have access to cloud engineering resources for performance analysis, application architecture, hands-on migrations, and go-live support.iv

Fortinet has partnered with AT&T to help the telecom company expand its portfolio of Managed Security Services for Secure Access Service Edge (SASE) for businesses. SASE combines software-defined wide-area networking (WAN) with essential security functions. As the largest SD-WAN Managed Service Provider in North America and one of the world's largest Managed Security Services Providers (MSSPs), AT&T is in a unique position to leverage Fortinet's enterprise-level cybersecurity solutions for a workforce that is increasingly remote and accessing data from a variety of company and personal devices.v

Fortinet also announced a similar partnership with wireless networking products provider Linksys. The Fortinet-Linksys combo will offer enterprise-grade connectivity and security services to organizations, increasing security and boosting the performance and management of home networks. This will enable

employers to provide agile and secure connectivity for their remote workforce via Fortinet's Security Fabric product. Security Fabric helps improve secure connectivity and consistent visibility and control for cloud computing environments. As part of the partnership, Fortinet has invested \$75 million in Linksys.vi

MEDIA & ENTERTAINMENT:

Videogame spending in 2021 has grown 39% year-over-year to \$9.3 billion. Hardware sales have likewise seen a spike, with Nintendo's Switch console the best seller for the month in both units and dollar sales, making it the best February for any console game since 2009. Sony (held by the Fund) took second place with their PlayStation 5 console. On the back of these figures, Newzoo is predicting global videogame revenues could reach \$189.3 billion in 2021.vii

Newzoo also released a study estimating that cloud gaming should generate \$1.4 billion by the end of 2021, which is twice the research firm's estimate for 2020. The increase is attributed to the growth in the number of users, the increase in cloud services from companies like Microsoft, Amazon, and Facebook, and increased interest from consumers in cloud gaming as a result of the pandemic. Newzoo further predicts that the market will be \$5.14 billion by the end of 2023.vii

PERFORMANCE ATTRIBUTION:

LEAD invests in a diversified portfolio of leading, global companies across Finance, Healthcare, Technology, and Media & Entertainment where clear trends are driving future growth. The top-performing stocks in the fund for March were UnitedHealth Group Inc, BeiGene Ltd, and Facebook Inc. The Fund's largest exposure to stock by weight was to SVB Financial Group, Thermo Fisher Scientific Inc, and Stryker Corp.



EvolveETFs

The world is evolving.
Your investments should too.

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Scotia Plaza, 40 King Street West, Suite 3404, Toronto ON M5H3Y2

416.214.4884 | 1.844.370.4884 | www.evolveetfs.com

SOURCES:

- i <https://ir.silvergatebank.com/news/news-details/2021/Silvergate-Announces-Coinbase-Custody-as-a-Provider-for-Bitcoin-Collateralized-U.S.-Dollar-Loans/default.aspx>
- ii <https://ir.silvergatebank.com/news/news-details/2021/Silvergate-Expands-Reach-of-Bitcoin-Collateralized-U.S.-Dollar-Loans-Announces-Fidelity-Digital-Assets-as-Custody-Provider/default.aspx>
- iii <https://finance.yahoo.com/news/sanofi-build-facility-canada-increase-140500228.html> iv <https://www.benzinga.com/pressreleases/21/03/n20421027/oracle-speeds-cloud-migration-with-new-oracle-cloud-lift-services>
- v <https://finance.yahoo.com/news/t-t-partners-fortinet-ftnt-130701712.html>
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- vii <https://finance.yahoo.com/news/consumer-spending-video-games-jump-114511533.html>
- viii <https://www.gamesindustry.biz/articles/2021-03-25-cloud-gaming-expected-to-hit-usd1-4-billion-in-revenue-this-year>

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