

# Evolve Cyber Security Index Fund

June 30, 2022

Interim Management Report of Fund Performance

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the investment fund. You can get a copy of the interim 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 Cyber Security Index Fund

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## Investment Objective and Strategies

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The Evolve Cyber Security Index Fund (the "Fund") seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive Global Cyber Security Index (the "Benchmark"), or any successor thereto. The Fund invests primarily in equity securities of companies located domestically or internationally that are involved in the cyber security industry through hardware and software development.

## 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 six-month period ended June 30, 2022, the Unhedged ETF Units returned -24.8% versus the Solactive Global Cyber Security Index return of -24.4%. The Hedged ETF Units returned -25.3% versus the Solactive Global Cyber Security Index Canadian Dollar Hedged return of -25.0%. The US Dollar Unhedged ETF Units returned -26.1% versus the Solactive Global Cyber Security USD Index NTR return of -26.0%. The Hedged Class A Mutual Fund Units returned -25.7% and the Hedged Class F Mutual Fund Units returned -25.3% versus the Solactive Global Cyber Security Index Canadian Dollar Hedged return of -25.0%. 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 and to portfolio trading and hedging strategies. The difference in performance of the unhedged units relative to its benchmark can be attributed primarily to management and administration fees plus applicable sales taxes and to portfolio trading. The Fund's net assets were \$196.2MM as at June 30, 2022.

## Portfolio Manager Commentary

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Cybercrime continued to flourish in spite of concerted efforts by cybersecurity professionals and governments to curb its spread.

In its annual Internet Crime Report published in March, the FBI stated that people lost more than US\$6.9 billion to internet crimes in 2021, a jump of more than US\$2 billion from 2020. The Federal agency reported that a total of 847,376 internet crime complaints were filed in 2021, a 7% increase from 2020 but a staggering 81% jump from 2019. The top three cybercrimes reported were phishing scams, non-payment/non-delivery, and personal data breaches. Other common internet crimes included romantic scams, tech support fraud, and ransomware.(i)

Although ransomware attacks are proving to be costly and disruptive, it is evident that governments and law enforcement agencies have been making progress in cracking down on ransomware perpetrators. These attacks are also becoming less profitable and carry higher risk for hackers than some other forms of cybercrime such as business email compromise (BEC), which has emerged as one of the more popular cybersecurity trends.

In fact, at the RSA security conference in San Francisco in April 2022, Crane Hassold, Director of Threat Intelligence at Abnormal Security, said "it would be logical for ransomware actors to eventually convert their operations to business email compromise (BEC)." Incidentally, according to the FBI, total money stolen in BEC scams in the U.S. far exceeds that stolen in ransomware attacks—though ransomware attacks can be more visible and cause more disruption and associated losses.(ii)

In fact, the global average total cost of recovery from a ransomware attack has doubled since 2020, increasing from \$970,722 to \$2.3 million in 2021. The average ransomware payment in 2020 was \$312,493, up 171% from 2019, according to publicly released documents prepared for Canada's Defence Minister.(iii)

In an effort to curb large scale cybercrimes, the Canadian government introduced a bill in June 2022 that would compel companies in the finance, telecommunications, energy and transportation sectors to either shore up their cyber systems against attacks or face monetary penalties ranging from \$1 million to \$15 million. They could also face summary convictions or indicted for non-compliance. In addition, the CSE, Canada's cyber intelligence agency, announced that it will expand its Security Review Program to apply more broadly to Canada's telecommunications networks and to "consider risks from all key suppliers".(iv)

The rise in cyber risks can be partially attributed to a shortage of cybersecurity professionals globally, according to the world's largest non-profit association of certified cybersecurity professionals, ISC2. In its State of Cybersecurity 2022 report, 60% of respondents in a survey indicated that it is challenging to retain cybersecurity professionals — up from 53% in 2021. The report noted that the workforce gap is increasing everywhere, including the Asia-Pacific region, which at nearly 1.5 million cybersecurity professionals short, has the lowest talent gap. Elsewhere in the world, the need far outweighs the supply.(v)

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In the meantime, cyberattacks in various forms continue to proliferate, with the Russian/Ukraine war creating heightened concerns. At a Business Roundtable Quarterly Meeting in Washington, President Biden told business leaders that Russia will likely use cyberattacks as a way of retaliation against the U.S. He also told participants that it is their patriotic obligation to invest as much as they can in making sure that they have enough technological capacity to handle cybersecurity-related attacks.(vi)

Biden also cautioned that most of America's critical infrastructure is owned and operated by the private sector, and critical infrastructure owners and operators must accelerate efforts to lock their digital doors – as the government cannot do this alone.

Incidentally, cyberattacks have played a critical role in the war. In February, satellite modems that provide internet service for tens of thousands of customers in Europe, including some in Ukraine, were taken offline in a cyberattack on U.S. telecommunications provider Viasat.(vii)

So far, several pro-Ukraine and pro-Russian hacking groups have caused disruptions to a range of organizations in Ukraine and Russia. A group known as the Belarusian Cyber-Partisans, for example, claimed hacks on the IT systems that support trains moving Russian soldiers near the front lines in Ukraine.(i) In June 2022, pro-Russian hackers attacked the websites of government agencies and private firms in Lithuania and partially disabled the country's Secure Data Transfer Network, which is used by government officials and built to withstand war and other crises.(ix)

While the Russians have been in the spotlight, the FBI noted that hackers from China have stolen more corporate and personal data from Americans than all other countries combined.(x)

Meanwhile, in Canada, the Department of National Defence (DND) is probing for potential "impacts" after CMC Electronics, a military contractor alerted the government to a "cyber breach related incident" at the company in May, allegedly by a ransomware group with Russian ties.(xi)

In March 2022, Microsoft confirmed that the hacker group Lapsus\$ gained "limited access" to its systems, following a claim by the group that it obtained the source code for the Bing search engine and Cortana voice assistant. Microsoft claimed that it found that a single account had been compromised, granting limited access. It quickly engaged to remediate the compromised account and prevented further activity. Lapsus\$ had previously breached the cybersecurity defenses of Nvidia Corp. and Samsung Electronics Co., and also claimed to have gained access to the system privileges of Okta, the San Francisco-based company that manages user authentication services for thousands of corporate clients.(xii)

On the corporate front, Palo Alto Networks Inc., a holding in the Fund, reported revenue growth of 29% year-over-year to \$1.4 billion in the third quarter of fiscal year 2022 ended on April 30, 2022.(xiii)

Fortinet, a holding in the Fund, announced the launch of a complete Digital Risk Protection Service (DRPS) called FortiRecon. At its core, FortiRecon uses machine learning, automation, and the expertise of FortiGuard Labs to mitigate risks associated with cybersecurity and advise meaningful action to clients to protect their brands, enterprise assets, and data.(xiv)

In its January 2022 earnings call, Microsoft announced that annual revenue from its security business had reached \$15 billion, up from \$10 billion in the prior year. Microsoft's security business is growing faster than all other major parts of the company. Total revenue across the company was up just 14% from the prior year. Research firm Gartner estimates that Microsoft controlled about 8.5% of the entire security software market in 2021, a larger share than any other firm.(xv)

Google announced in March that it plans to buy cybersecurity firm Mandiant, a holding in the Fund, for around \$5.4 billion as part of an effort to better protect its cloud customers. Mandiant is expected to become part of Google's cloud computing division.(xvi)

## Performance Attribution

At the end of the period, Sailpoint Technologies Holdings was the largest contributor to the performance of the Fund, followed by Mandiant Inc. By portfolio weight, the Fund had its largest exposure to Check Point Software, followed by Booz Allen Hamilton Holdings.

(i) <https://www.cnet.com/deals/amazon-prime-day-deals-under-25/>

(ii) <https://www.wired.com/story/business-email-compromise-bec-ransomware-scams/>

(iii) <https://globalnews.ca/news/8906423/national-defence-potential-impacts-cyberattack-military-contractor/>

(iv) <https://www.cbc.ca/news/politics/cyberattacks-bill-1.6487826>

(v) <https://www.techrepublic.com/article/cybersecurity-shortage-resolve/>

(vi) [https://evolveetfs.com/2022/04/the-u-s-focuses-on-cybersecurity/?utm\\_source=newsletter&utm\\_medium=email&utm\\_campaign=weekly+newsletter](https://evolveetfs.com/2022/04/the-u-s-focuses-on-cybersecurity/?utm_source=newsletter&utm_medium=email&utm_campaign=weekly+newsletter)

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(vii) <https://www.cnn.com/2022/03/21/politics/biden-russia-cyber-activity/index>.

(viii) <https://www.cnn.com/2022/06/27/politics/lithuania-cyber-attack-pro-russian-group/index.html>

(ix) <https://www.cnn.com/2022/06/27/politics/lithuania-cyber-attack-pro-russian-group/index.html>

(x) <https://www.nbcnews.com/tech/security/fbi-blocked-planned-cyberattack-childrens-hospital-director-says-rcna31456>

(xi) <https://globalnews.ca/news/8906423/national-defence-potential-impacts-cyberattack-military-contractor/>

(xii) <https://www.bloomberg.com/news/articles/2022-03-23/microsoft-confirms-hacker-group-lapsus-breached-its-systems>

(xiii) [https://evolveetfs.com/2022/06/concerns-over-cyberattacks-persist/?utm\\_source=newsletter&utm\\_medium=email&utm\\_campaign=Newsletter-2022-06-19](https://evolveetfs.com/2022/06/concerns-over-cyberattacks-persist/?utm_source=newsletter&utm_medium=email&utm_campaign=Newsletter-2022-06-19)

(xiv) [https://evolveetfs.com/2022/06/concerns-over-cyberattacks-persist/?utm\\_source=newsletter&utm\\_medium=email&utm\\_campaign=Newsletter-2022-06-19](https://evolveetfs.com/2022/06/concerns-over-cyberattacks-persist/?utm_source=newsletter&utm_medium=email&utm_campaign=Newsletter-2022-06-19)

(xv) <https://www.cnn.com/2022/04/26/microsoft-15-billion-security-unit-gives-investors-reason-for-hope.html>

(xvi) [https://www.cnn.com/2022/03/08/google-plans-to-acquire-mandiant-for-5point4-billion.html?\\_\\_source=androidappshare](https://www.cnn.com/2022/03/08/google-plans-to-acquire-mandiant-for-5point4-billion.html?__source=androidappshare)

## Recent Developments

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In the six-month period ended June 30, 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 is unknown at this time and as such, the financial impact to investments cannot be estimated.

## Related Party Transactions

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

## Management Fees

The Manager is entitled to an annual management fee of 0.40% of the net asset value of the Unhedged, Hedged, and 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 six-month period ended June 30, 2022, the Fund incurred \$530,355 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](http://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 six-month period ended June 30, 2022, the Fund incurred \$195,272 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; fees payable to the index provider, 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.

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## 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>

For the periods ended:	June 30, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)	December 31, 2019 (\$)	December 31, 2018 (\$)	December 31, 2017 (\$)
<b>Unhedged ETF Units - Net Assets per Unit</b>						
Net Assets per Unit, beginning of period	53.47	51.08	30.67	25.68	21.56	20.15
<b>Increase (decrease) from operations:</b>						
Total revenue	0.14	0.27	0.20	0.14	0.13	0.06
Total expenses	(0.16)	(0.39)	(0.30)	(0.24)	(0.23)	(0.05)
Realized gains (losses)	0.72	7.57	3.02	1.19	0.71	0.18
Unrealized gains (losses)	(14.24)	(5.27)	18.97	2.68	0.08	1.14
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(13.54)</b>	<b>2.18</b>	<b>21.89</b>	<b>3.77</b>	<b>0.69</b>	<b>1.33</b>
<b>Distributions:</b>						
From income (excluding dividends)	(0.06)	-	-	-	-	-
From capital gains	-	(0.10)	(0.05)	(0.05)	-	-
Return of capital	-	(0.01)	(0.01)	(0.01)	(0.06)	(0.02)
<b>Total annual distributions<sup>3</sup></b>	<b>(0.06)</b>	<b>(0.11)</b>	<b>(0.06)</b>	<b>(0.06)</b>	<b>(0.06)</b>	<b>(0.02)</b>
<b>Net Assets per Unit, end of period</b>	<b>40.18</b>	<b>53.47</b>	<b>51.08</b>	<b>30.67</b>	<b>25.68</b>	<b>21.56</b>
<b>Hedged ETF Units - Net Assets per Unit</b>						
Net Assets per Unit, beginning of period	49.38	46.82	28.33	22.77	20.94	20.11
<b>Increase (decrease) from operations:</b>						
Total revenue	0.13	0.26	0.17	0.13	0.15	0.06
Total expenses	(0.14)	(0.36)	(0.26)	(0.20)	(0.21)	(0.05)
Realized gains (losses)	1.47	6.02	4.05	0.73	(0.53)	(0.84)
Unrealized gains (losses)	(14.04)	(3.39)	15.80	3.91	(5.80)	1.79
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(12.58)</b>	<b>2.53</b>	<b>19.76</b>	<b>4.57</b>	<b>(6.39)</b>	<b>0.96</b>
<b>Distributions:</b>						
From income (excluding dividends)	(0.06)	-	-	-	-	-
From capital gains	-	(0.10)	(0.05)	(0.05)	-	-
Return of capital	-	(0.01)	(0.01)	(0.01)	(0.06)	(0.02)
<b>Total annual distributions<sup>3</sup></b>	<b>(0.06)</b>	<b>(0.11)</b>	<b>(0.06)</b>	<b>(0.06)</b>	<b>(0.06)</b>	<b>(0.02)</b>
<b>Net Assets per Unit, end of period</b>	<b>36.85</b>	<b>49.38</b>	<b>46.82</b>	<b>28.33</b>	<b>22.77</b>	<b>20.94</b>

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

For the periods ended:	June 30, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)	December 31, 2019 (\$)	December 31, 2018 (\$)	December 31, 2017 (\$)
<b>US Dollar Unhedged ETF Units - Net Assets per Unit<sup>4</sup></b>						
Net Assets per Unit, beginning of period	71.93	68.72	41.26	40.99	N/A	N/A
<b>Increase (decrease) from operations:</b>						
Total revenue	0.19	0.38	0.29	0.15	N/A	N/A
Total expenses	(0.21)	(0.52)	(0.41)	(0.20)	N/A	N/A
Realized gains (losses)	0.92	10.06	3.64	1.16	N/A	N/A
Unrealized gains (losses)	(18.70)	(5.38)	26.29	(0.22)	N/A	N/A
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(17.80)</b>	<b>4.54</b>	<b>29.81</b>	<b>0.89</b>	<b>N/A</b>	<b>N/A</b>
<b>Distributions:</b>						
From income (excluding dividends)	(0.08)	-	-	-	N/A	N/A
From capital gains	-	(0.13)	(0.07)	(0.04)	N/A	N/A
Return of capital	-	(0.01)	(0.01)	(0.01)	N/A	N/A
<b>Total annual distributions<sup>3</sup></b>	<b>(0.08)</b>	<b>(0.14)</b>	<b>(0.08)</b>	<b>(0.05)</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>54.06</b>	<b>71.93</b>	<b>68.72</b>	<b>41.26</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	35.25	33.79	19.68	20.39	N/A	N/A
<b>Increase (decrease) from operations:</b>						
Total revenue	0.09	0.20	0.16	0.10	N/A	N/A
Total expenses	(0.27)	(0.65)	(0.52)	(0.26)	N/A	N/A
Realized gains (losses)	0.98	4.08	3.13	0.56	N/A	N/A
Unrealized gains (losses)	(9.72)	(2.09)	16.79	0.23	N/A	N/A
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(8.92)</b>	<b>1.54</b>	<b>19.56</b>	<b>0.63</b>	<b>N/A</b>	<b>N/A</b>
<b>Distributions:</b>						
From income (excluding dividends)	(0.06)	-	-	-	N/A	N/A
From capital gains	-	(0.10)	(0.05)	(0.03)	N/A	N/A
Return of capital	-	(0.01)	(0.01)	(0.01)	N/A	N/A
<b>Total annual distributions<sup>3</sup></b>	<b>(0.06)</b>	<b>(0.11)</b>	<b>(0.06)</b>	<b>(0.04)</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>26.15</b>	<b>35.25</b>	<b>33.79</b>	<b>19.68</b>	<b>N/A</b>	<b>N/A</b>

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

For the periods ended:	June 30, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
<b>Hedged Class F - Net Assets per Unit</b>						
Net Assets per Unit, beginning of period	36.63	34.75	19.94	20.38	N/A	N/A
<b>Increase (decrease) from operations:</b>						
Total revenue	0.10	0.19	0.14	0.07	N/A	N/A
Total expenses	(0.11)	(0.27)	(0.21)	(0.01)	N/A	N/A
Realized gains (losses)	1.24	4.43	3.73	0.75	N/A	N/A
Unrealized gains (losses)	(10.90)	(2.91)	12.18	(0.87)	N/A	N/A
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(9.67)</b>	<b>1.44</b>	<b>15.84</b>	<b>(0.06)</b>	<b>N/A</b>	<b>N/A</b>
<b>Distributions:</b>						
From income (excluding dividends)	(0.06)	-	-	-	N/A	N/A
From capital gains	-	(0.10)	(0.05)	-	N/A	N/A
Return of capital	-	(0.01)	(0.01)	-	N/A	N/A
<b>Total annual distributions<sup>3</sup></b>	<b>(0.06)</b>	<b>(0.11)</b>	<b>(0.06)</b>	<b>-</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Assets per Unit, end of period</b>	<b>27.32</b>	<b>36.63</b>	<b>34.75</b>	<b>19.94</b>	<b>N/A</b>	<b>N/A</b>

1 This information is derived from the Fund's unaudited interim financial statements as at June 30, 2022 and the audited annual financial statement as at December 31, 2021, 2020, 2019, 2018, and 2017. The Unhedged and Hedged ETF Units effectively began operations on September 18, 2017, the US Dollar Unhedged ETF Units effectively began operations on May 14, 2019, and the Hedged Class A and F Mutual Fund Units effectively began operations on April 23, 2019.

2 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.

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

4 Per unit figures are stated in CAD equivalent.

## The Fund's Ratios/Supplemental Data

For the periods ended:	June 30, 2022	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2017
<b>Unhedged ETF Units - Ratios/Supplemental Data</b>						
Total Net Asset Value (\$) <sup>5</sup>	28,128,553	40,104,952	40,865,613	10,734,486	4,494,132	1,617,268
Number of units outstanding <sup>5</sup>	700,000	750,000	800,000	350,000	175,000	75,000
Management expense ratio <sup>6</sup>	0.63%	0.62%	0.63%	0.66%	0.67%	0.64%
Trading expense ratio <sup>7</sup>	0.03%	0.05%	0.05%	0.05%	0.11%	0.04%
Portfolio turnover rate <sup>8</sup>	30.64%	61.15%	43.96%	63.20%	46.59%	13.34%
Net Asset Value per unit (\$)	40.18	53.47	51.08	30.67	25.68	21.56
Closing market price (\$)	39.97	53.76	51.24	30.67	25.55	21.70
<b>Hedged ETF Units - Ratios/Supplemental Data</b>						
Total Net Asset Value (\$) <sup>5</sup>	157,542,752	213,584,316	152,180,066	60,191,859	34,722,940	2,093,796
Number of units outstanding <sup>5</sup>	4,275,000	4,325,000	3,250,000	2,125,000	1,525,000	100,000
Management expense ratio <sup>6</sup>	0.63%	0.62%	0.63%	0.63%	0.67%	0.64%
Trading expense ratio <sup>7</sup>	0.03%	0.05%	0.05%	0.05%	0.11%	0.04%
Portfolio turnover rate <sup>8</sup>	30.64%	61.15%	43.96%	63.20%	46.59%	13.34%
Net Asset Value per unit (\$)	36.85	49.38	46.82	28.33	22.77	20.94
Closing market price (\$)	36.92	49.50	46.96	28.32	22.77	21.09

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## The Fund's Ratios/Supplemental Data (cont'd)

For the periods ended:	June 30, 2022	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2017
<b>US Dollar Unhedged ETF Units - Ratios/Supplemental Data</b>						
Total Net Asset Value (\$) <sup>5</sup>	6,757,050	8,991,091	5,153,646	1,031,495	N/A	N/A
Number of units outstanding <sup>5</sup>	125,000	125,000	75,000	25,000	N/A	N/A
Management expense ratio <sup>6</sup>	0.63%	0.62%	0.63%	0.64%	N/A	N/A
Trading expense ratio <sup>7</sup>	0.03%	0.05%	0.05%	0.05%	N/A	N/A
Portfolio turnover rate <sup>8</sup>	30.64%	61.15%	43.96%	63.20%	N/A	N/A
Net Asset Value per unit (\$)	54.06	71.93	68.72	41.26	N/A	N/A
Closing market price (\$)	53.77	71.94	68.43	41.24	N/A	N/A
<b>Hedged Class A - Ratios/Supplemental Data</b>						
Total Net Asset Value (\$) <sup>5</sup>	1,572,422	1,912,676	518,127	17,220	N/A	N/A
Number of units outstanding <sup>5</sup>	60,141	54,261	15,333	875	N/A	N/A
Management expense ratio <sup>6</sup>	1.76%	1.75%	1.74%	1.75%	N/A	N/A
Trading expense ratio <sup>7</sup>	0.03%	0.05%	0.05%	0.05%	N/A	N/A
Portfolio turnover rate <sup>8</sup>	30.64%	61.15%	43.96%	63.20%	N/A	N/A
Net Asset Value per unit (\$)	26.15	35.25	33.79	19.68	N/A	N/A
<b>Hedged Class F - Ratios/Supplemental Data</b>						
Total Net Asset Value (\$) <sup>5</sup>	2,193,198	3,766,873	2,411,675	20	N/A	N/A
Number of units outstanding <sup>5</sup>	80,271	102,822	69,407	1	N/A	N/A
Management expense ratio <sup>6</sup>	0.63%	0.63%	0.63%	0.00%	N/A	N/A
Trading expense ratio <sup>7</sup>	0.03%	0.05%	0.05%	0.05%	N/A	N/A
Portfolio turnover rate <sup>8</sup>	30.64%	61.15%	43.96%	63.20%	N/A	N/A
Net Asset Value per unit (\$)	27.32	36.63	34.75	19.94	N/A	N/A

5 This information is provided as at June 30, 2022 and December 31, 2021, 2020, 2019, 2018, and 2017.

6 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.

7 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.

8 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.

## 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

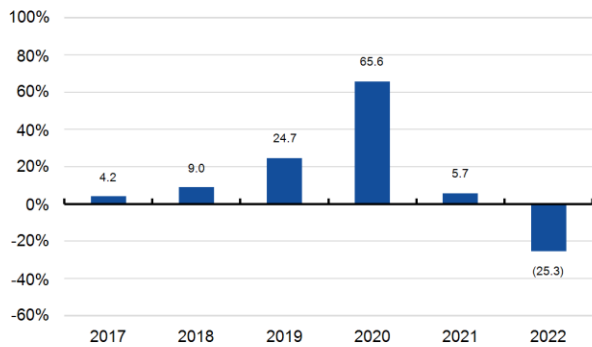
The bar chart below shows the Hedged, Unhedged, US Dollar Unhedged ETF Units', and the Hedged Class A and F Mutual Fund Units' performance for each of the financial years shown and for the six-month period ended June 30, 2022. The chart shows, in percentage terms, how much an investment made in the Fund on the first day of each financial year would have grown or decreased by the last day of each financial year.



# Evolve Cyber Security Index Fund

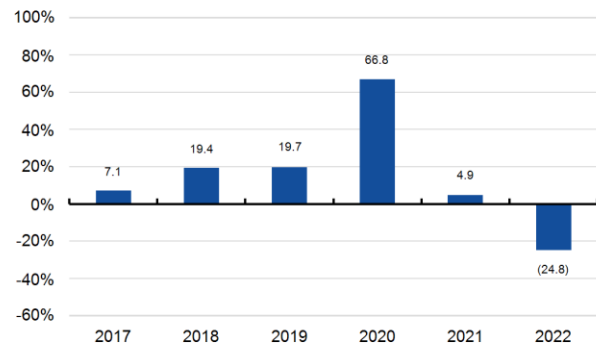
June 30, 2022

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



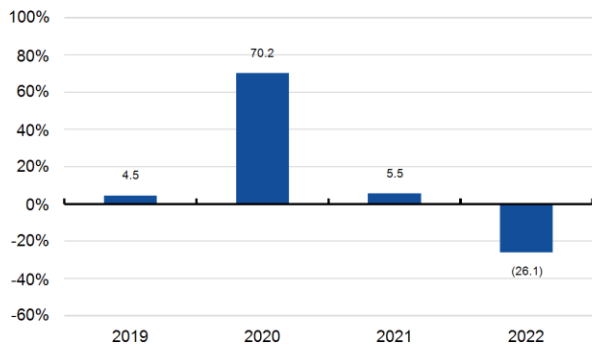
1 The Hedged ETF Units of the Fund effectively began operations on September 18, 2017.

## CYBR/B Unhedged ETF Units<sup>2</sup>



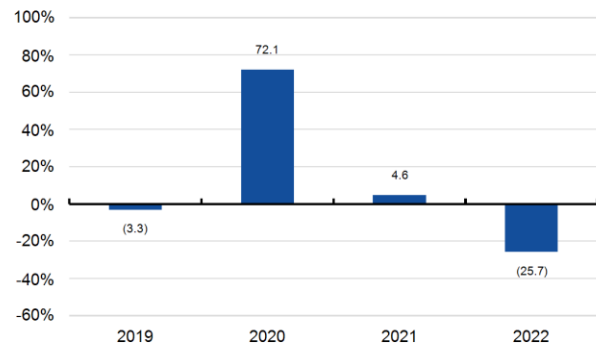
2 The Unhedged ETF Units of the Fund effectively began operations on September 18, 2017.

## CYBR/U US Dollar Unhedged ETF Units<sup>3</sup>



3 The US Dollar Unhedged ETF Units of the Fund effectively began operations on May 14, 2019. Returns presented based on NAV equivalent in USD.

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

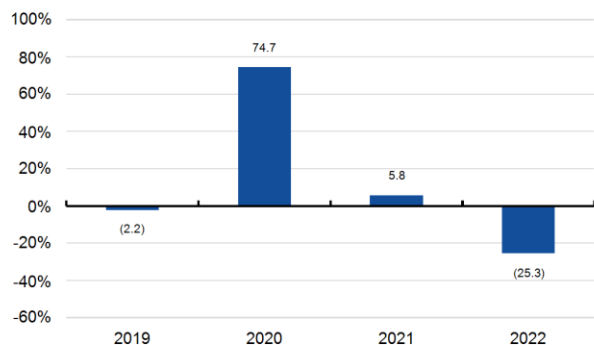


4 The Hedged Class A Mutual Fund Units of the Fund effectively began operations on April 23, 2019.

# Evolve Cyber Security Index Fund

June 30, 2022

## Hedged Class F Mutual Fund Units<sup>5</sup>



<sup>5</sup> The Hedged Class F Mutual Fund Units of the Fund effectively began operations on April 23, 2019.

## Summary of Investment Portfolio

### Top 25 Positions

	Percentage of Net Asset Value (%)
Security	
Check Point Software Technologies Limited	8.1
Fortinet Inc.	8.0
Palo Alto Networks Inc.	7.7
CrowdStrike Holdings Inc.	7.3
Booz Allen Hamilton Holding Corporation, Class 'A'	6.5
Zscaler Inc.	6.3
Okta Inc.	6.0
Trend Micro Inc.	3.7
CACI International Inc.	3.6
GDS Holdings Limited, ADR	3.3
SailPoint Technologies Holding Inc.	3.2
CyberArk Software Limited	2.8
Tenable Holdings Inc.	2.7
Switch Inc.	2.7
Qualys Inc.	2.7
Rapid7 Inc.	2.1
NEXTDC Limited	1.8
SentinelOne Inc.	1.7
Varonis Systems Inc.	1.7
BlackBerry Limited	1.7
Netcompany Group A/S	1.5
Darktrace PLC	1.4
Cyxtera Technologies Inc.	1.1
Secunet Security Networks AG	1.1
Ping Identity Holding Corporation	0.8
<b>Total</b>	<b>89.5</b>

# Evolve Cyber Security Index Fund

June 30, 2022

## Industry Allocation

Portfolio by Category	Percentage of Net Asset Value (%)
<b>Equities</b>	
Communication Services	9.0
Consumer Discretionary	0.3
Industrials	6.5
Information Technology	83.0
Derivative Assets	0.3
Derivative Liabilities	(0.0)
Cash and Cash Equivalents	1.2
Other Assets, less Liabilities	(0.3)
<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 Cyber Security Index Fund**