

Evolve Active Global Fixed Income Fund

June 30, 2025

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, 161 Bay Street, Suite 1210, Toronto, ON, M5J 2S1 or by visiting our website at www.evolveetfs.com or SEDAR at 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 Active Global Fixed Income Fund

June 30, 2025

Investment Objective and Strategies

The Evolve Active Global Fixed Income Fund (the "Fund") seeks to provide exposure to an actively managed portfolio of global corporate fixed income securities, with the objective of delivering long-term returns in excess of the 3-month U.S. dollar Secured Overnight Financing Rate. To achieve this objective, the Fund employs a combination of dynamic credit allocation across asset classes and bottom-up security selection.

Risk

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

For the six-month period ended June 30, 2025, Hedged ETF Units returned 1.8%. The Hedged Class A Mutual Fund Units returned 2.8% and the Hedged Class F Mutual Fund Units returned 2.9%. The Fund's net assets were \$38.9MM as at June 30, 2025.

Portfolio Manager Commentary

In the first half of 2025, global credit markets faced heightened volatility as geopolitical tensions, trade disputes, and economic slowdowns shaped investor sentiment. Credit spreads widened across the board, with the most pronounced moves in lower-rated high yield segments. Emerging markets outperformed over the period, particularly in Asia, showing resilience despite tariff escalations targeting the region. The market wrestled with doubts about the sustainability of the so-called "Trump put" and US exceptionalism, while retaliatory trade measures began to emerge.

Economic data pointed to a slowing US economy, with softening retail sales, consumer sentiment, and contracting services activity. Inflation expectations rose amid tariff threats, complicating the monetary policy outlook. The Federal Reserve adopted a cautious stance on rate cuts, while the European Central Bank and Bank of England continued easing measures.

Equity markets experienced significant swings, initially reacting negatively to tariff announcements and geopolitical fears but recovering quickly after announcements suggested a willingness to negotiate. This volatility made outperforming cash benchmarks challenging. In credit markets, despite spread widening, corporate bonds delivered positive total returns supported by robust US earnings, contrasted with mixed results in Europe. Notably, demand for yield remained strong amid constrained new issuance, with US investment grade and high yield supply down year-to-date.

Our internal default forecasts remain steady below 2%, reflecting improvements in emerging markets offsetting modest deterioration in Europe. The recent market moves signal a transition from complacency toward a more cautious environment. With high yields near 8%, opportunities exist, but elevated volatility and headline risks persist. We continue to favor higher credit quality and low duration positioning to navigate these uncertain macroeconomic and geopolitical conditions.

Source: Allianz Global Investors GmbH

Recent Developments

In 2025, trade tensions have escalated as the United States considers imposing new tariffs on key trading partners, including Canada and Mexico, along with broader reciprocal measures on other nations. In response, affected countries may enact retaliatory tariffs, further increasing uncertainty in global trade. These developments have contributed to heightened market volatility and could disrupt global supply chains, particularly impacting trade-sensitive sectors. The duration and full impact of these events remain uncertain, and as such, the financial implications for investments cannot be estimated at this time.

Related Party Transactions

Evolve Funds Group Inc. (the "Manager"), a corporation incorporated under the laws of the Province of Ontario, is the trustee, manager, and portfolio advisor of the Fund and is responsible for the day-to-day administration of the Fund. The Fund pays annual management fees to the Manager as consideration for its services. Any management fees paid to the Manager are related party transactions, as the Manager is considered to be a related party to the Fund. The management fees are disclosed in the statements of comprehensive income in the annual financial statements of the Fund and are discussed in greater detail below.

Evolve Active Global Fixed Income Fund

June 30, 2025

The Fund is permitted to purchase, sell and hold securities of certain issuers that are directly or indirectly related to the Manager. With respect to investment in related issuers, the Manager has relied on the approval that it has received from the Investment Review Committee ("IRC"). The Manager complies with its current policy and procedures regarding investments in related issuers and reports periodically to the IRC.

Management Fees

The Manager is entitled to an annual management fee of 0.65% of the net asset value of the Hedged 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, 2025, the Fund incurred \$77,060 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 six-month period ended June 30, 2025, the Fund incurred \$17,783 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 Unit¹

	June 30, 2025 (\$)	December 31, 2024 (\$)	December 31, 2023 (\$)	December 31, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)
For the periods ended:						
Hedged ETF Units - Net Assets per Unit						
Net Assets per Unit, beginning of period	48.78	47.71	45.73	49.26	50.22	51.36
Increase (decrease) from operations:						
Total revenue	1.21	2.38	2.06	1.54	1.68	1.83
Total expenses	(0.23)	(0.43)	(0.45)	(0.44)	(0.43)	(0.48)
Realized gains (losses)	(0.58)	0.56	(1.27)	(3.26)	1.66	(1.94)
Unrealized gains (losses)	0.63	0.31	3.14	(0.12)	(2.39)	0.38
Total increase (decrease) from operations²	1.03	2.82	3.48	(2.28)	0.52	(0.21)
Distributions:						
From income (excluding dividends)	-	(1.72)	(1.50)	(1.50)	(1.18)	(1.07)
From capital gains	-	-	-	-	(0.03)	-
Return of capital	-	-	-	-	(0.29)	(0.43)
Total annual distributions³	-	(1.72)	(1.50)	(1.50)	(1.50)	(1.50)
Net Assets per Unit, end of period	48.90	48.78	47.71	45.73	49.26	50.22

Evolve Active Global Fixed Income Fund

June 30, 2025

The Fund's Net Assets Per Unit¹ (cont'd)

For the periods ended:	June 30, 2025 (\$)	December 31, 2024 (\$)	December 31, 2023 (\$)	December 31, 2022 (\$)	December 31, 2021 (\$)	December 31, 2020 (\$)
Hedged Class A - Net Assets per Unit						
Net Assets per Unit, beginning of period	53.25	49.82	45.57	47.78	48.94	50.46
Increase (decrease) from operations:						
Total revenue	1.62	2.64	2.29	1.48	1.76	1.75
Total expenses	(2.12)	(0.01)	(0.01)	(0.81)	(0.87)	(0.88)
Realized gains (losses)	(0.64)	0.59	(1.30)	(0.86)	(0.56)	1.43
Unrealized gains (losses)	0.52	0.14	3.27	(4.38)	(0.51)	1.72
Total increase (decrease) from operations²	(0.62)	3.36	4.25	(4.57)	(0.18)	4.02
Distributions:						
From income (excluding dividends)	-	-	-	(0.42)	(1.49)	(1.39)
Return of capital	-	-	-	(0.08)	(0.01)	(0.04)
Total annual distributions³	-	-	-	(0.50)	(1.50)	(1.43)
Net Assets per Unit, end of period	55.05	53.25	49.82	45.57	47.78	48.94
Hedged Class F - Net Assets per Unit						
Net Assets per Unit, beginning of period	52.40	49.72	47.61	50.99	50.61	51.61
Increase (decrease) from operations:						
Total revenue	1.58	2.50	2.17	1.61	1.20	1.86
Total expenses	(0.42)	(0.50)	(0.48)	(0.47)	-	(0.48)
Realized gains (losses)	(0.59)	0.87	(1.32)	(3.99)	1.66	(2.12)
Unrealized gains (losses)	0.55	0.48	3.39	1.63	(2.49)	0.56
Total increase (decrease) from operations²	1.12	3.35	3.76	(1.22)	0.37	(0.18)
Distributions:						
From income (excluding dividends)	-	(1.00)	(1.50)	(0.91)	-	(0.02)
Return of capital	-	-	-	(0.09)	-	(1.41)
Total annual distributions³	-	(1.00)	(1.50)	(1.00)	-	(1.43)
Net Assets per Unit, end of period	53.29	52.40	49.72	47.61	50.99	50.61

1 This information is derived from the Fund's unaudited interim financial statements as at June 30, 2025, and the audited annual financial statements as at December 31, 2024, 2023, 2022, 2021, and 2020. The Hedged ETF Units effectively began operations on November 9, 2018 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.

The Fund's Ratios/Supplemental Data

For the periods ended:	June 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020
Hedged ETF Units - Ratios/Supplemental Data						
Total Net Asset Value (\$) ⁴	38,898,366	24,656,271	20,541,074	27,917,680	29,578,373	30,658,805
Number of units outstanding ⁴	795,505	505,505	430,505	610,505	600,505	610,505
Management expense ratio ⁵	0.76%	0.82%	0.91%	0.90%	0.84%	0.92%
Trading expense ratio ⁶	0.06%	0.04%	0.05%	0.03%	0.03%	0.04%
Portfolio turnover rate ⁷	69.27%	96.30%	92.64%	75.04%	80.75%	90.99%
Net Asset Value per unit (\$)	48.90	48.78	47.71	45.73	49.26	50.22
Closing market price (\$)	48.99	48.75	47.70	45.71	49.37	50.13

Evolve Active Global Fixed Income Fund

June 30, 2025

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

For the periods ended:	June 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020
Hedged Class A - Ratios/Supplemental Data						
Total Net Asset Value (\$)⁴	61	59	55	50	2,045	503,809
Number of units outstanding⁴	1	1	1	1	43	10,294
Management expense ratio⁵	7.86%	0.00%	0.00%	1.73%	1.76%	1.76%
Trading expense ratio⁶	0.06%	0.04%	0.05%	0.03%	0.03%	0.04%
Portfolio turnover rate⁷	69.27%	96.30%	92.64%	75.04%	80.75%	90.99%
Net Asset Value per unit (\$)	55.05	53.25	49.82	45.57	47.78	48.94
Hedged Class F - Ratios/Supplemental Data						
Total Net Asset Value (\$)⁴	60	59	2,631	1,951	53	53
Number of units outstanding⁴	1	1	53	41	1	1
Management expense ratio⁵	1.47%	0.90%	0.94%	0.96%	0.00%	0.93%
Trading expense ratio⁶	0.06%	0.04%	0.05%	0.03%	0.03%	0.04%
Portfolio turnover rate⁷	69.27%	96.30%	92.64%	75.04%	80.75%	90.99%
Net Asset Value per unit (\$)	53.29	52.40	49.72	47.61	50.99	50.61

4 This information is provided as at June 30, 2025, and December 31, 2024, 2023, 2022, 2021, and 2020.

5 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.

6 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.

7 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.

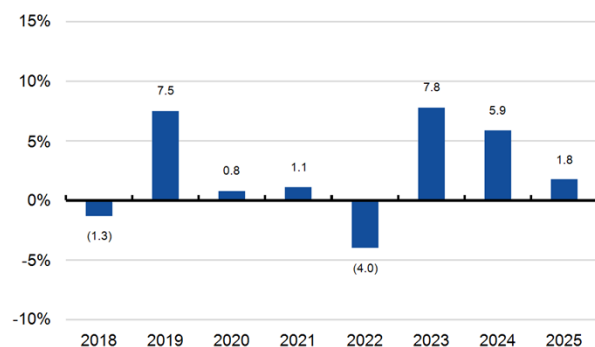
Year-by-Year Returns

The bar chart below shows the Hedged 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, 2025. The chart shows, in percentage terms, how much an investment made in the Fund on the first day of each financial period would have grown or decreased by the last day of that financial period.

Evolve Active Global Fixed Income Fund

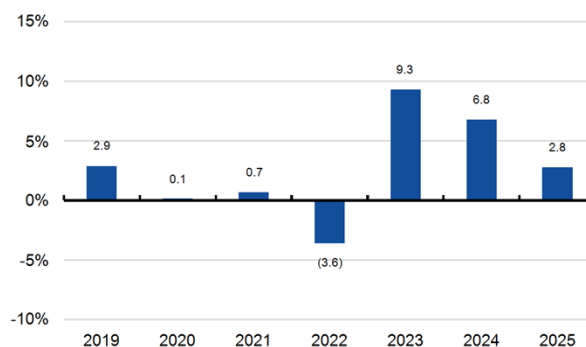
June 30, 2025

EARN Hedged ETF Units¹



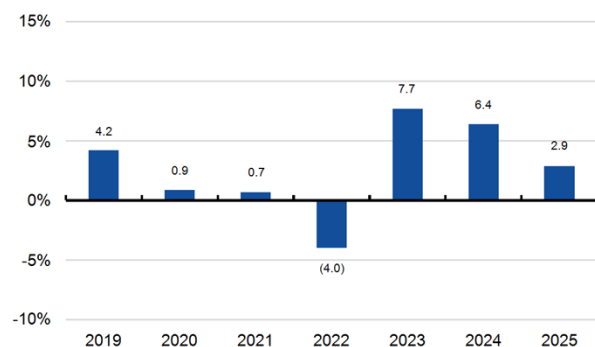
1 The Hedged ETF Units of the Fund effectively began operations on November 9, 2018.

Hedged Class A Mutual Fund Units²



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

Hedged Class F Mutual Fund Units³



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

Summary of Investment Portfolio

Top 25 Positions

Security	Percentage of Net Asset Value (%)
Grainger PLC, 3.375% due April 24, 2028	1.4
Enel SpA, Callable, 6.375% due December 31, 2049	1.3
TDC Net A/S, Callable, 5.186% due August 2, 2029	1.3
Deutsche Bank AG/New York NY, Variable, Callable, 3.729% due January 14, 2032	1.3
Mapfre SA, Variable, Callable, 4.375% due March 31, 2047	1.3
Nationwide Building Society, Variable, Callable, 4.00% due July 30, 2035	1.3
Transportes Aereos Portugueses SA, Callable, 5.125% due November 15, 2029	1.2
FCT Credit Agricole Habitat, Series '24-1', Class 'A1', Callable, 2.553% due December 27, 2061	1.2
United Overseas Bank Limited, Floating Rate, 5.239% due September 21, 2026	1.2
Optics Bidco SpA, Callable, 2.375% due October 12, 2027	1.2

Evolve Active Global Fixed Income Fund

June 30, 2025

Top 25 Positions (cont'd)

	Percentage of Net Asset Value (%)
Security	
Veolia Environnement SA, Variable, Callable, Perpetual, 2.50% due December 31, 2049	1.2
Wintershall Dea Finance BV, Callable, 1.332% due September 25, 2028	1.2
NN Group NV, Callable, 6.00% due November 3, 2043	1.2
Carnival PLC, Callable, 1.00% due October 28, 2029	1.1
CVS Health Corporation, Variable, Callable, 7.00% due March 10, 2055	1.1
Synovus Financial Corporation, Variable, Callable, 6.168% due November 1, 2030	1.1
The PNC Financial Services Group Inc., Variable, Callable, 5.102% due July 23, 2027	1.1
Enterprise Products Operating LLC, Callable, 4.60% due January 15, 2031	1.1
Keurig Dr Pepper Inc., Floating Rate, 4.901% due November 15, 2026	1.1
British Telecommunications PLC, Variable, Callable, 8.375% due December 20, 2083	1.0
Iceland Bondco PLC, Callable, 10.875% due December 15, 2027	1.0
Pinnacle Bidco PLC, Callable, 10.00% due October 11, 2028	1.0
Lloyds Banking Group PLC, Variable, Callable, Perpetual, 8.50% due December 31, 2049	1.0
National Bank of Greece SA, Variable, Callable, 8.75% due June 2, 2027	1.0
Barclays PLC, Variable, Callable, Perpetual, 8.375% due December 31, 2049	1.0
Total	28.9

Industry Allocation

	Percentage of Net Asset Value (%)
Portfolio by Category	
Debt Instruments	
Asset-Backed Securities	6.6
Communication Services	10.0
Consumer Discretionary	9.9
Consumer Staples	2.0
Energy	4.3
Financials	49.0
Government	0.4
Health Care	3.9
Industrials	6.8
Materials	0.2
Real Estate	1.4
Utilities	2.5
Short-Term Investments	
Treasury Bills	0.4
Derivative Assets	0.3
Derivative Liabilities	(0.9)
Cash and Cash Equivalents	1.3
Other Assets, less Liabilities	1.9
Total	100.0

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.



Evolve Active Global Fixed Income Fund