

Evolve E-Gaming Index ETF

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 E-Gaming Index ETF

June 30, 2025

Investment Objective and Strategies

The Evolve E-Gaming Index ETF (the “Fund”) seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive eGaming Index, or any successor thereto. The Fund primarily invests in equity securities of companies listed domestically and globally, and other issuers, with business activities in the gaming industry.

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, the Hedged ETF Units returned 34.5% versus the Solactive eGaming Index NTR (the “Index”) return of 35.7%. The Fund’s net assets were \$22.4MM as at June 30, 2025.

Portfolio Manager Commentary

The e-gaming industry had strong performance in the first half of 2025, driven by major game releases, innovative hardware launches, and a resurgence in global gaming engagement. This performance was supported by standout contributions from key leaders such as ROBLOX Corp, Nintendo, and NetEase, as well as growing optimism in the sector around Artificial Intelligence (AI), immersive gameplay, and next-generation platforms.

ROBLOX Corp shares displayed strong performance after the success of their game ‘Grow a Garden’, which hit 16 million concurrent players, breaking the all-time record previously held by Fortnite¹. Additionally, Oppenheimer raised its target on RBLX from \$80 to \$125 predicting that AI-enhanced gameplay and user monetization would spark growth².

Nintendo released their long-awaited Switch 2 console in early June, leading to a rally in their stock. 3.5 million units were sold globally in four days, setting a record for Nintendo’s fastest selling hardware launch in company history³.

Chinese gaming giant NetEase posted strong results this year, beating consensus estimates. NetEase found success following the success of games like ‘Marvel Rivals’ and ‘FragPunk’. They also announced their first AAA single-player action game, ‘Blood Message’⁴.

Collectively, these developments reflect the continued institutional and consumer momentum behind the e-gaming industry, as innovation in games and next-generation platforms helped offset macroeconomic headwinds—driving strong performance across key players in the digital entertainment space.

Performance Attribution

For the six-month period ending June 30, 2025, ROBLOX Corp made the biggest contribution to the Fund, followed by Nintendo Co Ltd., ADR. By weight, the Fund’s largest holdings were ROBLOX Corp, NetEase Inc, and Nintendo Co Ltd., ADR.

(1) <https://www.nytimes.com/2025/06/17/arts/grow-garden-roblox-record.html/>

(2) <https://www.investopedia.com/oppenheimer-thinks-roblox-stock-can-rise-back-to-multiyear-highs-11757427>

(3) <https://www.barrons.com/articles/nintendo-switch-2-launch-dd59492e>

(4) <https://www.investors.com/news/technology/netease-stock-ntes-q1-2025-earnings/>

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.

Evolve E-Gaming Index ETF

June 30, 2025

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.

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 management fees are calculated based on 0.70% 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 \$73,092 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 \$15,663 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.

Evolve E-Gaming Index ETF

June 30, 2025

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

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 - Net Assets per Unit						
Net Assets per Unit, beginning of period	35.23	28.64	24.21	34.66	37.14	22.31
Increase (decrease) from operations:						
Total revenue	0.62	0.31	0.32	0.36	0.35	0.26
Total expenses	(0.25)	(0.38)	(0.36)	(0.36)	(0.48)	(0.47)
Realized gains (losses)	2.21	(0.19)	(1.85)	(6.27)	1.82	2.20
Unrealized gains (losses)	8.51	6.88	6.71	(4.31)	(5.33)	14.89
Total increase (decrease) from operations²	11.09	6.62	4.82	(10.58)	(3.64)	16.88
Distributions:						
From income (excluding dividends)	(0.10)	-	-	-	-	-
From capital gains	-	-	-	-	(0.16)	(0.06)
Return of capital	-	(0.20)	(0.20)	(0.20)	(0.04)	-
Total annual distributions³	(0.10)	(0.20)	(0.20)	(0.20)	(0.20)	(0.06)
Net Assets per Unit, end of period	47.26	35.23	28.64	24.21	34.66	37.14

- 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 Fund effectively began operations on June 13, 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	22,448,816	20,255,098	24,340,163	26,023,689	58,049,592	41,783,501
Number of units outstanding ⁴	475,000	575,000	850,000	1,075,000	1,675,000	1,125,000
Management expense ratio ⁵	0.88%	0.89%	0.97%	0.94%	0.97%	0.96%
Trading expense ratio ⁶	0.21%	0.19%	0.17%	0.13%	0.17%	0.42%
Portfolio turnover rate ⁷	22.57%	31.14%	68.37%	48.23%	90.93%	31.35%
Net Asset Value per unit (\$)	47.26	35.23	28.64	24.21	34.66	37.14
Closing market price (\$)	47.12	35.08	28.65	24.03	34.54	37.26

- 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.

Evolve E-Gaming Index ETF

June 30, 2025

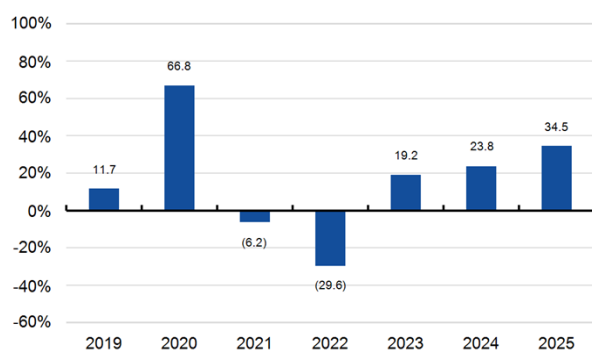
Past Performance

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' 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.

HERO Hedged ETF Units¹



¹ The Hedged ETF Units of the Fund effectively began operations on June 13, 2019.

Summary of Investment Portfolio

Top 25 Positions

Security	Percentage of Net Asset Value (%)
Roblox Corporation, Class 'A'	13.4
NetEase Inc., ADR	10.5
Nintendo Company Limited, ADR	10.3
Electronic Arts Inc.	8.3
Take-Two Interactive Software Inc.	8.2
Konami Holdings Corporation	7.8
Capcom Company Limited	6.3
NEXON Company Limited	5.6
Krafton Inc.	4.3
Square Enix Holdings Company Limited	3.1
International Games System Company Limited	2.8
CD Projekt SA	2.6
Sega Sammy Holdings Inc.	2.0
Koei Tecmo Holdings Company Limited	1.9
Netmarble Corporation	1.4
NCSOFT Corporation	1.2

Evolve E-Gaming Index ETF

June 30, 2025

Top 25 Positions (cont'd)

	Percentage of Net Asset Value (%)
Security	
XD Inc.	1.1
Embracer Group AB, Class 'B'	0.8
SHIFT UP Corporation	0.7
Pearl Abyss Corporation	0.7
Paradox Interactive AB	0.7
MIXI Inc.	0.6
Playtika Holding Corporation	0.6
Modern Times Group MTG AB	0.5
GungHo Online Entertainment Inc.	0.5
Total	95.9

Industry Allocation

	Percentage of Net Asset Value (%)
Portfolio by Category	
Equities	
Communication Services	97.2
Consumer Discretionary	2.3
Information Technology	0.2
Derivative Assets	0.3
Derivative Liabilities	(0.4)
Cash and Cash Equivalents	0.4
Other Assets, less Liabilities	(0.0)
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 E-Gaming Index ETF