

Evolve Cryptocurrencies 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.

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Investment Objective and Strategies

The Evolve Cryptocurrencies ETF's (the "Fund") provides market capitalization-weighted exposure to certain digital assets by investing in cryptocurrency funds managed by Evolve Funds Group.

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 Unhedged ETF Units returned 2.4% and the US Dollar Unhedged ETF Units returned 8.1%. Since the Unhedged Class A and F Mutual Fund Units effectively began operations on August 21, 2024, no performance data can be shown. The Fund's net assets were \$77.4MM as at June 30, 2025.

Portfolio Manager Commentary

The first half of 2025 showcased significant progress and resilience across major cryptocurrencies, with Bitcoin, Ethereum, Solana, and XRP each delivering notable performance amid evolving macroeconomic and regulatory environments.

Bitcoin rallied strongly as investors responded to a weakening U.S. dollar and mounting expectations of Federal Reserve rate cuts. The dollar posted its worst first half performance in four decades¹, prompting a rotation into alternative stores of value. A key catalyst for Bitcoin's resurgence was a surge in exchange-traded product inflows, which totaled approximately \$14.9 billion year-to-date, pushing global Bitcoin ETF assets above \$150 billion². Public companies also significantly increased their allocations, acquiring approximately 131,000 BTC in the second quarter alone—an 18% increase from the prior quarter³.

Ethereum remained a core institutional asset, increasingly viewed as a gateway to the growing real-world asset ecosystem, including tokenized payments and stablecoins. Progress on Capitol Hill, particularly the passage of the GENIUS Act⁴, supported its long-term thesis by introducing clearer regulatory frameworks. Ethereum also benefitted from growing institutional demand and technological stability, reinforcing its role as foundational infrastructure for decentralized applications, financial products, and tokenization protocols⁵.

Solana experienced early year headwinds due to fading altcoin sentiment, persistent network congestion concerns, and regulatory overhangs. However, performance improved as key technical upgrades boosted scalability and reduced costs, reinforcing its appeal as a high-throughput Layer 1 platform. Institutional adoption accelerated with the April launch of spot Solana ETFs in Canada⁶ and the anticipated debut of the first U.S. listed staked Solana ETF⁷. These developments—alongside a shift in network activity toward more diverse use cases—revived investor confidence⁷.

XRP surged approximately 50% in January⁸, buoyed by renewed optimism in digital assets following President Trump's inauguration. However, gains moderated as altcoins broadly lost momentum. A major turning point came in the spring when the U.S. SEC formally dropped its remaining claims against XRP's parent company⁹, eliminating a multi-year legal overhang and affirming XRP's regulatory standing. The launch of Canadian-listed spot XRP ETFs in June further validated institutional demand, with U.S. approval potentially on the horizon¹⁰.

Collectively, these developments highlight the ongoing institutionalization of the cryptocurrency asset class, with improving regulatory clarity, product innovation, and macro tailwinds driving differentiated but broadly positive outcomes across the digital asset landscape.

(1) <https://www.fxstreet.com/finance/the-us-dollar-just-posted-its-worst-first-half-performance-in-decades-whats-behind-the-downfall-202506301306>

(2) <https://cointelegraph.com/news/crypto-etp-inflows-first-half-2025-last-year-17-8-billion>

(3) <https://bitcoinmagazine.com/news/public-companies-are-buying-more-bitcoin-than-etfs-for-third-quarter-in-a-row>

(4) <https://www.investopedia.com/trump-signs-genius-act-into-law-in-major-milestone-for-crypto-industry-11774814>

(5) <https://coincentral.com/genius-act-fuels-eth-rally-boosts-stablecoin-and-nft-ecosystem>

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(6) <https://www.coindesk.com/markets/2025/04/17/solana-surges-4-5-as-canada-launches-first-spot-etfs>

(7) <https://coinmarketcap.com/academy/article/solana-news-tokenized-stocks-micro-futures-and-staking-etfs-incoming>

(8) <https://cointelegraph.com/news/xrp-s-50-rally-outperforms-crypto-market-in-january-is-4-the-next-stop>

(9) <https://decrypt.co/330631/xrp-price-hits-all-time-high-seven-long-years>

(10) <https://www.bitpanda.com/academy/en/lessons/forecast-for-xrp-in-2025-trends-scenarios-and-expert-opinions>

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.

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.

For the six-month period ended June 30, 2025, the Fund invested in the Evolve Bitcoin ETF, Evolve Ether ETF, Evolve Solana ETF, and Evolve XRP ETF (the “Underlying Funds”), each of which is an investment fund managed by the Manager.

Management Fees

The management fees directly payable to the Manager are nil for the Unhedged ETF Units, US Dollar Unhedged ETF Units, and Unhedged Class F Mutual Fund Units of the Fund. The Manager is entitled to an annual management fee of 1.00% of the net asset value of the Unhedged Class A Mutual Fund Units of the Fund, accrued daily and generally paid monthly in arrears. The Underlying Funds held by the Fund pay management fees.

Underlying Fund Management Fees

The Evolve Bitcoin ETF, the Evolve Ether ETF, and the Evolve XRP ETF currently pay management fees calculated based on 0.75% per annum of the average daily net asset value of the Underlying Funds. The Evolve Solana ETF currently pays management fees calculated based on 1.00% per annum of the average daily net asset value of the Fund. Since the Evolve Solana ETF’s inception, the Manager has waived the management fee of the Canadian Dollar Unhedged ETF Units and the US Dollar Unhedged ETF Units of the Fund until December 31, 2025. The fees are accrued daily and generally paid monthly. These management fees were received by the Manager for the day-to-day operations of the Underlying Funds, including managing the portfolio, maintaining portfolio systems used to manage the Underlying Funds, maintaining the www.evolveetfs.com website, and providing all other services including marketing and promotion.

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Operating Expenses

The Manager pays for all operating expenses incurred by the Fund, other than the following fund costs: taxes payable by the Fund to which the Fund may be subject, including income taxes, sales taxes (including GST/HST) and/or withholding taxes; expenditures incurred upon termination of the Fund; extraordinary expenses that the Fund may incur and all amounts paid on account of any indebtedness (if applicable); any expenses of insurance and costs of all suits or legal proceedings in connection with the Fund or the assets of the Fund or to protect the unitholders, the Trustee, the Manager, any of the Sub-Advisors and the directors, officers, employees or agents of any of them; any expenses of indemnification of the Trustee, the unitholders, the Manager, and the directors, officers, employees or agents of any of them to the extent permitted under the Declaration of Trust; and expenses relating to the preparation, printing and mailing of information to unitholders in connection with meetings of unitholders. The Fund is also responsible for all commissions and other costs of portfolio transactions and any extraordinary expenses of the Fund which may be incurred from time to time.

Underlying Fund Operating Expenses

The Fund indirectly bears the operating expenses that are borne by each of the Underlying Funds incurred in connection with their operation, administration and related portfolio transactions, including but not limited to: mailing and printing expenses for periodic reports to unitholders; fees payable to the 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; 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 auditor and legal advisors; regulatory filing, stock exchange and licensing fees (if applicable) and CDS fees; banking costs and interest with respect to any borrowing (if applicable); website maintenance costs; 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, consultants (if any), CF Benchmarks (in respect of index licensing and/or consulting fees, if any), custodian and manager which are incurred in respect of matters not in the normal course of the Underlying Fund's activities.

Solana Staking Activities

The Evolve Solana ETF may engage in staking activities through the facilities of Coinbase Custody Trust Company, LLC (the "Sub-Custodian"). The Sub-Custodian will use hardware, software and other services necessary to stake the Evolve Solana ETF's Solana on the Solana Network. As a result of any staking activity in which the Evolve Solana ETF may engage by delegating Solana to the Sub-Custodian, the Evolve Solana ETF expects to receive staking rewards of Solana. In facilitating the Evolve Solana ETF's Staking Arrangements, the Sub-Custodian, which has experience acting as a validator, will cause Solana held in the Evolve Solana ETF's portfolio to be staked. The Sub-Custodian exercises no discretion as to the amount of the Evolve Solana ETF's Solana to be staked or the timing of Staking Arrangements (other than as is incidental in establishing or deactivating validator nodes). The Sub-Custodian will maintain exclusive possession and control of the private keys associated with the cold storage wallet into which the Evolve Solana ETF's staked Solana may be unbonded, and into which staking rewards will be deposited, at all times. For clarity, when staking, the Sub-Custodian will exercise its discretion to direct the staked voting power of the Evolve Solana ETF's staked Solana to the validator nodes operated by the Sub-Custodian, which will be in possession of validator keys. The staked Solana may only be unbonded to the cold storage wallet maintained by the Sub-Custodian, and all staking rewards will also be deposited to such cold storage wallet. In addition to the management fee, the Manager is entitled to receive a fee equal to a portion of the staking rewards generated for the Evolve Solana ETF by Staking Arrangements (net of the fees payable to the validator(s)) such that no less than 65% of the rewards accrue to the Fund and up to 35% of the rewards accrue to the Manager (the "Staking Service Fee"). The Staking Service Fee, plus applicable taxes, will be accrued daily and paid monthly in arrears, and is intended to compensate the Manager for the additional work required to administer Staking Arrangements for the Evolve Solana ETF. The Staking Service Fee charged by the Manager will only be deducted from any rewards generated by Staking Arrangements which will generate income to the Evolve Solana ETF. The fees payable in connection with the Staking Service Fee will be included in the Evolve Solana ETF's management expense ratio.

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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 Unit¹

	June 30, 2025 (\$)	December 31, 2024 (\$)	December 31, 2023 (\$)	December 31, 2022 (\$)	December 31, 2021 (\$)
For the periods ended:					
Unhedged ETF Units - Net Assets per Unit					
Net Assets per Unit, beginning of period	19.80	9.22	4.06	11.12	10.00
Increase (decrease) from operations:					
Total revenue	0.05	0.04	0.01	0.01	-
Total expenses	(0.01)	-	-	-	-
Realized gains (losses)	0.84	0.83	(1.08)	(1.86)	0.23
Unrealized gains (losses)	(0.38)	10.48	6.33	(5.00)	(3.11)
Total increase (decrease) from operations²	0.50	11.35	5.26	(6.85)	(2.88)
Distributions:					
From income (excluding dividends)	-	(0.01)	-	-	-
Total annual distributions	-	(0.01)	-	-	-
Net Assets per Unit, end of period	20.28	19.80	9.22	4.06	11.12
US Dollar Unhedged ETF Units - Net Assets per Unit³					
Net Assets per Unit, beginning of period	24.98	11.63	5.12	14.03	12.66
Increase (decrease) from operations:					
Total revenue	0.07	0.04	0.01	-	-
Total expenses	(0.01)	(0.01)	-	-	-
Realized gains (losses)	1.01	1.11	(1.36)	(2.01)	0.42
Unrealized gains (losses)	(1.08)	11.82	8.28	(8.18)	(1.62)
Total increase (decrease) from operations²	(0.01)	12.96	6.93	(10.19)	(1.20)
Distributions:					
From income (excluding dividends)	-	(0.01)	-	-	-
Total annual distributions	-	(0.01)	-	-	-
Net Assets per Unit, end of period	25.59	24.98	11.63	5.12	14.03
Unhedged Class A - Net Assets per Unit					
Net Assets per Unit, beginning of period	19.79	12.84	N/A	N/A	N/A
Increase (decrease) from operations:					
Total revenue	0.05	0.12	N/A	N/A	N/A
Total expenses	(0.11)	(0.08)	N/A	N/A	N/A
Realized gains (losses)	0.77	0.12	N/A	N/A	N/A
Unrealized gains (losses)	(1.62)	2.17	N/A	N/A	N/A
Total increase (decrease) from operations²	(0.91)	2.33	N/A	N/A	N/A
Net Assets per Unit, end of period	20.16	19.79	N/A	N/A	N/A

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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 (\$)
Unhedged Class F - Net Assets per Unit					
Net Assets per Unit, beginning of period	19.82	12.83	N/A	N/A	N/A
Increase (decrease) from operations:					
Total revenue	0.06	0.12	N/A	N/A	N/A
Total expenses	(0.01)	-	-	-	-
Realized gains (losses)	2.97	0.01	N/A	N/A	N/A
Unrealized gains (losses)	(2.78)	(8.72)	N/A	N/A	N/A
Total increase (decrease) from operations²	0.24	(8.59)	N/A	N/A	N/A
Net Assets per Unit, end of period	20.30	19.82	N/A	N/A	N/A

- 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 and 2021. The Unhedged ETF Units and US Dollar Unhedged ETF Units effectively began operations on September 24, 2021. The Unhedged Class A and F Mutual Fund Units effectively began operations on August 21, 2024.
- 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 Per unit figures are stated in CAD equivalent.

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
Unhedged ETF Units - Ratios/Supplemental Data					
Total Net Asset Value (\$) ⁴	74,766,049	73,035,271	26,657,882	13,483,326	30,500,213
Number of units outstanding ⁴	3,686,700	3,688,700	2,891,700	3,323,700	2,743,800
Management expense ratio excluding proportion of expenses from underlying investment funds ⁵	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio ^{6,9}	1.69%	1.63%	1.13%	1.71%	1.17%
Trading expense ratio ⁷	0.06%	0.02%	0.02%	0.05%	0.03%
Portfolio turnover rate ⁸	14.91%	25.15%	10.40%	23.71%	66.14%
Net Asset Value per unit (\$)	20.28	19.80	9.22	4.06	11.12
Closing market price (\$)	20.20	19.92	9.25	4.05	11.11
US Dollar Unhedged ETF Units - Ratios/Supplemental Data					
Total Net Asset Value (\$) ⁴	2,029,060	2,230,827	1,283,333	718,287	3,128,387
Number of units outstanding ⁴	79,300	89,300	110,300	140,300	223,000
Management expense ratio excluding proportion of expenses from underlying investment funds ⁵	0.00%	0.03%	0.00%	0.00%	0.00%
Management expense ratio ^{6,9}	1.69%	1.66%	1.13%	1.70%	1.21%
Trading expense ratio ⁷	0.06%	0.02%	0.02%	0.05%	0.03%
Portfolio turnover rate ⁸	14.91%	25.15%	10.40%	23.71%	66.14%
Net Asset Value per unit (\$)	25.59	24.98	11.63	5.12	14.03
Closing market price (\$)	25.34	25.11	11.57	5.10	14.05
Unhedged Class A - Ratios/Supplemental Data					
Total Net Asset Value (\$) ⁴	33,923	60,615	N/A	N/A	N/A
Number of units outstanding ⁴	1,683	3,062	N/A	N/A	N/A
Management expense ratio excluding proportion of expenses from underlying investment funds ⁵	1.13%	1.09%	N/A	N/A	N/A
Management expense ratio ^{6,9}	2.82%	2.72%	N/A	N/A	N/A
Trading expense ratio ⁷	0.06%	0.02%	N/A	N/A	N/A
Portfolio turnover rate ⁸	14.91%	25.15%	N/A	N/A	N/A
Net Asset Value per unit (\$)	20.16	19.79	N/A	N/A	N/A

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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
Unhedged Class F - Ratios/Supplemental Data					
Total Net Asset Value (\$) ⁴	550,905	5,568	N/A	N/A	N/A
Number of units outstanding ⁴	27,139	281	N/A	N/A	N/A
Management expense ratio excluding proportion of expenses from underlying investment funds ⁵	0.00%	0.00%	N/A	N/A	N/A
Management expense ratio ^{6,9}	1.69%	1.63%	N/A	N/A	N/A
Trading expense ratio ⁷	0.06%	0.02%	N/A	N/A	N/A
Portfolio turnover rate ⁸	14.91%	25.15%	N/A	N/A	N/A
Net Asset Value per unit (\$)	20.30	19.82	N/A	N/A	N/A

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

5 Management expense ratio excluding proportion of expenses from underlying investment funds 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 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.

9 The Fund's MER includes an estimated proportion of the MER for any underlying investment funds held in the Fund's portfolio during the period.

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.

Since the Unhedged Class A and F Mutual Fund Units of the Fund are reporting issuers for less than one year, with inception date August 21, 2024, providing performance data for the period is not permitted.

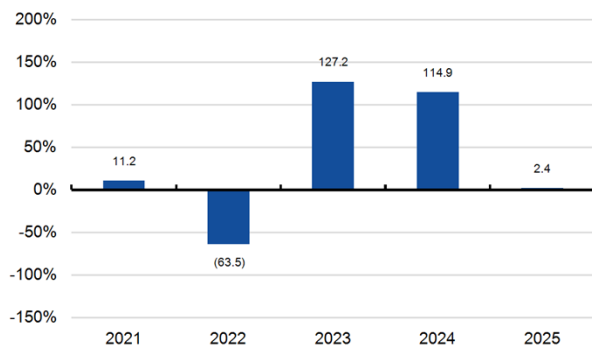
Year-by-Year Returns

The bar chart below shows the Unhedged and US Dollar Unhedged 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.

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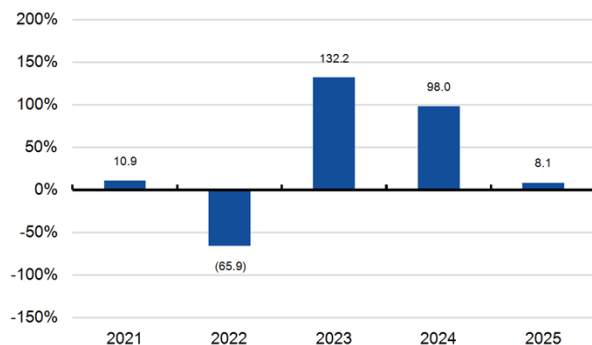
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ETC Unhedged ETF Units¹



1 The Unhedged ETF Units of the Fund effectively began operations on September 24, 2021.

ETC/U US Dollar Unhedged ETF Units²



2 The US Dollar Unhedged ETF Units of the Fund effectively began operations on September 24, 2021. Returns presented based on NAV equivalent in USD.

Summary of Investment Portfolio

All Positions

	Percentage of Net Asset Value (%)
Security	
Evolve Bitcoin ETF	79.1
Evolve Ether ETF	10.7
Evolve XRP ETF	6.0
Evolve Solana ETF	4.0
Total	99.8

Industry Allocation

Portfolio by Category	Percentage of Net Asset Value (%)
Equities	
ETFs - Digital Assets	99.8
Cash and Cash Equivalents	0.1
Other Assets, less Liabilities	0.1
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.



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