Evolve Artificial Intelligence Fund

June 30, 2026

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.sedarplus.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 Artificial Intelligence Fund

June 30, 2026

Investment Objective and Strategies

The Evolve Artificial Intelligence Fund (the "Fund") seeks to provide exposure to securities of publicly traded issuers that the Manager has determined are expected to benefit from increased adoption of artificial intelligence (AI).

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, 2026, the Hedged ETF Units returned 6.7%. The Fund's net assets were $24.6MM as at June 30, 2026.

Portfolio Manager Commentary

The artificial intelligence sector was shaped in the first half of 2026 by three developments. Spending by the largest cloud operators accelerated, demand for AI semiconductors continued to grow, and a worldwide shortage of memory chips ran across the industry.

In late April, Microsoft raised its 2026 capital spending plan to $190 billion, citing demand for AI computing and higher memory costs.[1] Alphabet lifted its own 2026 spending plans the same week.[2] Alphabet also noted a shortage of computing capacity had capped its cloud revenue.[2]

Demand for AI semiconductors continued to expand. Nvidia reported in late May that data center revenue had doubled from a year earlier.[3] Growth also reached the central processing units that support AI systems, reviving a market that had been quiet for years.[3] Nvidia's access to the Chinese market stayed restricted through the period.[3]

A shortage of memory chips ran across the sector. High-bandwidth memory used in AI accelerators was in short supply, which drove up memory prices across the industry.[3] Those costs fed into the higher capital spending the cloud operators reported.[1]

Looking ahead, the same three developments continue to define the sector. The largest cloud operators have guided to further increases in capital spending into 2027.2 Demand for AI semiconductors remains ahead of supply.[3] Restrictions on chip exports to China and the memory shortage remain a principal swing factor.[3]

(1) https://www.cnbc.com/2026/04/29/microsoft-msft-q3-earnings-report-2026.html

(2) https://www.cnbc.com/2026/04/29/alphabet-googl-q1-2026-earnings.html

(3) https://www.cnbc.com/2026/05/20/nvidia-nvda-earnings-report-q1-2027.html

Recent Developments

In 2026, global financial markets have continued to navigate an environment characterized by elevated geopolitical risk, evolving trade policy, and shifting expectations for monetary policy. The ongoing military conflict between the United States and Iran has heightened geopolitical uncertainty, disrupting energy supplies and shipping routes and contributing to significant volatility in commodity and financial markets. At the same time, trade measures and related negotiations among major economies remain subject to change in scope and duration, while central banks continue to weigh inflation dynamics against the need to support economic growth. Together, these developments have contributed to periodic volatility across asset classes, particularly in sectors sensitive to energy prices, interest rates, currency movements, and global supply chains. The ultimate course and impact of these developments remain uncertain, and accordingly, the potential financial implications for investments cannot be reliably determined 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.

Management Fees

The management fees are calculated based on 0.60% per annum of the average daily net asset value of the Fund. The fees are accrued daily and generally paid monthly. For the six-month period ended June 30, 2026, the Fund incurred $74,985 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 0.25% 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, 2026, the Fund incurred $31,243 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 Unit[1]

For the periods ended:	**June 30, 2026 ($)**	December 31, 2025 ($)	December 31, 2024 ($)
Hedged ETF Units - Net Assets per Unit			
Net Assets per Unit, beginning of period	**14.40**	11.84	10.00
Increase (decrease) from operations:			
Total revenue	**0.03**	0.06	0.04
Total expenses	**(0.08)**	(0.15)	(0.11)
Realized gains (losses)	**1.12**	1.10	(0.47)
Unrealized gains (losses)	**0.01**	1.50	2.59
Total increase (decrease) from operations[2]	**1.08**	**2.51**	**2.05**
Net Assets per Unit, end of period	**15.37**	**14.40**	**11.84**

1 This information is derived from the Fund's unaudited interim financial statements as at June 30, 2026, and the audited annual financial statements as at December 31, 2025 and 2024. The Hedged ETF Units effectively began operations on March 22, 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.

Evolve Artificial Intelligence Fund

June 30, 2026

The Fund's Ratios/Supplemental Data

For the periods ended:	**June 30, 2026**	December 31, 2025	December 31, 2024
Hedged ETF Units - Ratios/Supplemental Data			
Total Net Asset Value ($)[3]	**24,586,970**	22,318,166	7,698,898
Number of units outstanding[3]	**1,600,000**	1,550,000	650,000
Management expense ratio[4]	**0.95%**	0.96%	0.97%
Trading expense ratio[5]	**0.12%**	0.16%	0.25%
Portfolio turnover rate[6]	**80.09%**	47.25%	44.07%
Net Asset Value per unit ($)	**15.37**	14.40	11.84
Closing market price ($)	**15.37**	14.41	11.84

3 This information is provided as at June 30, 2026, and December 31, 2025 and 2024.
4 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.
5 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.
6 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.

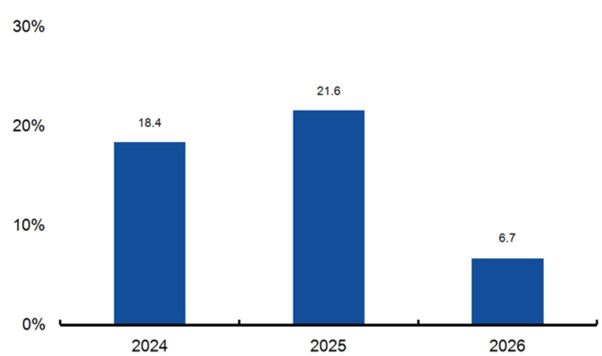
Past Performance

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' performance for the financial year shown and for the six-month period ended June 30, 2026. 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.

ARTI Hedged ETF Units[1]



1 The Hedged ETF Units of the Fund effectively began operations on March 22, 2024

Evolve Artificial Intelligence Fund

June 30, 2026

Summary of Investment Portfolio

Top 25 Positions

Security	Percentage of Net Asset Value (%)
NVIDIA Corporation	8.8
Amazon.com Inc.	8.7
Alphabet Inc., Class 'C'	8.2
Microsoft Corporation	8.1
Taiwan Semiconductor Manufacturing Company Limited, ADR	7.6
Meta Platforms Inc., Class 'A'	7.6
Broadcom Inc.	7.3
ASML Holding NV	3.8
Oracle Corporation	3.7
Micron Technology Inc.	3.0
Advanced Micro Devices Inc.	2.9
Space Exploration Technologies Corporation, Class 'A'	2.8
Intel Corporation	2.7
CrowdStrike Holdings Inc., Class 'A'	2.1
Arista Networks Inc.	2.0
Cisco Systems Inc.	1.9
International Business Machines Corporation	1.9
CoreWeave Inc., Class 'A'	1.8
Ambarella Inc.	1.7
ServiceNow Inc.	1.7
Elastic NV	1.7
SentinelOne Inc.	1.5
UiPath Inc., Class 'A'	1.5
Five9 Inc.	1.5
Palantir Technologies Inc., Class 'A'	1.3
Total	**95.8**

Industry Allocation

Portfolio by Category	Percentage of Net Asset Value (%)
Equities	
Communication Services	18.6
Consumer Discretionary	8.7
Information Technology	72.1
Derivative Assets	0.0
Derivative Liabilities	(0.2)
Cash and Cash Equivalents	0.6
Other Assets, less Liabilities	0.2
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 Artificial Intelligence Fund