Evolve US Banks Enhanced Yield Fund

June 30, 2026

Interim Management Report of Fund Performance

Evolve US Banks Enhanced Yield Fund

June 30, 2026

Investment Objective and Strategies

The Evolve US Banks Enhanced Yield Fund (the "Fund") seeks to provide exposure to an equal-weighted portfolio of U.S. bank equities while generating enhanced income through a covered call strategy. The Fund aims to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive Equal Weight US Bank Index Canadian Dollar Hedged, or a successor index. To enhance yield and manage risk, the Manager may write covered call options on up to 33% of the portfolio.

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 Unhedged ETF Units returned 13.3% versus the Solactive Equal Weight US Bank Index return of 15.1%. The Hedged ETF Units returned 8.8% versus the Solactive Equal Weight US Bank Index Canadian Dollar Hedged return of 10.0%. The US Dollar Unhedged ETF Units returned 9.7% versus the Solactive Equal Weight US Bank Index Canadian Dollar Hedged return of 10.0%. The Fund's net assets were $158.9MM as at June 30, 2026.

Portfolio Manager Commentary

Trading and capital markets businesses led first-quarter results at several of the largest United States banks.[1,2] The Federal Reserve held interest rates steady across the period,[3] and in late June its annual stress test confirmed that the largest banks stayed above their minimum capital requirements.[4]

Earnings season kicked off in April and set the tone. Stock markets were shaken by geopolitical events during the quarter, and equities trading benefited.[2] JPMorgan Chase posted higher revenue, helped by a 21% rise in fixed income trading revenue,[1] and Bank of America posted its strongest trading quarter in 15 years, led by their equities desk.[2] Goldman Sachs reported record equities trading revenue over the same period.[1] Investment banking and asset management fees added to the gains.[2]

Interest rates shaped the lending side of the business. The Federal Reserve held its benchmark rate steady in the 3.50% to 3.75% range, where it has sat since late 2025, and by June it had noted that a hike was now possible.[3] With rates holding, banks gave mixed results on lending income. Bank of America raised its full-year net interest income guidance after the first quarter,[2] while JPMorgan trimmed its own.[1]

Capital strength came into focus at the end of June. The Federal Reserve's annual stress test ran all 32 banks through a hypothetical severe recession, and every bank stayed above its minimum capital requirement. The banks absorbed more than US$708 billion in modelled losses, and their combined common equity tier 1 ratio fell 1.6 percentage points. The Fed also said it would leave stress test capital buffers unchanged until 2027 while it reworks the methodology.[4]

Entering the second half of the year, the United States banking sector is backed by capital that cleared the Fed's stress scenario,[4] earnings underpinned by trading and capital markets activity,[1,2] and a steady interest rate environment,[3] conditions that together support a stable footing for the remainder of the year.

Performance Attribution

For the six-month period ending June 30, 2026, Citigroup Inc. made the biggest contribution to the Fund, followed by Citizens Financial Group Inc. By weight, the Fund's largest holdings were Citigroup Inc., East West Bancorp Inc., and Citizens Financial Group Inc.

The Fund writes covered call options on up to 33% of the portfolio. The overlay is designed to enhance yield and reduce the Fund’s volatility.

(1) https://www.cnbc.com/2026/04/14/jpmorgan-chase-jpm-earnings-1q-2026.html

(2) https://www.cnbc.com/2026/04/15/bank-of-america-bac-earnings-q1-2026.html

(3) https://www.cnbc.com/2026/06/17/fed-interest-rate-decision-june-2026.html

(4) https://www.cnbc.com/2026/06/24/federal-reserve-stress-test-us-banks.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.

Management Fees

The Manager is entitled to an annual management fee of 0.45% of the net asset value of the Fund, accrued daily and generally paid monthly. For the six-month period ended June 30, 2026, the Fund incurred $357,451 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, 2026, the Fund incurred $119,150 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.

Evolve US Banks Enhanced Yield Fund

June 30, 2026

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 ($)	December 31, 2023 ($)	December 31, 2022 ($)	December 31, 2021 ($)
Unhedged ETF Units - Net Assets per Unit						
Net Assets per Unit, beginning of period	**18.67**	18.17	14.02	17.70	22.38	17.70
Increase (decrease) from operations:						
Total revenue	**0.24**	0.54	0.55	0.56	0.54	0.48
Total expenses	**(0.11)**	(0.22)	(0.22)	(0.22)	(0.24)	(0.25)
Realized gains (losses)	**0.97**	2.60	1.81	(3.56)	0.67	2.16
Unrealized gains (losses)	**1.34**	(0.48)	3.63	1.07	(3.86)	3.36
Total increase (decrease) from operations[2]	**2.44**	**2.44**	**5.77**	**(2.15)**	**(2.89)**	**5.75**
Distributions:						
From income (excluding dividends)	**(0.96)**	-	-	-	-	-
From dividends	**-**	(0.35)	(0.35)	(0.39)	(0.26)	(0.24)
From capital gains	**-**	-	-	-	(0.33)	-
Return of capital	**-**	(1.57)	(1.26)	(1.11)	(0.91)	(1.17)
Total annual distributions[3]	**(0.96)**	**(1.92)**	**(1.61)**	**(1.50)**	**(1.50)**	**(1.41)**
Net Assets per Unit, end of period	**20.11**	**18.67**	**18.17**	**14.02**	**17.70**	**22.38**
Hedged ETF Units - Net Assets per Unit						
Net Assets per Unit, beginning of period	**14.04**	13.35	11.52	14.75	20.44	16.27
Increase (decrease) from operations:						
Total revenue	**0.19**	0.41	0.43	0.46	0.47	0.45
Total expenses	**(0.09)**	(0.17)	(0.17)	(0.18)	(0.21)	(0.25)
Realized gains (losses)	**0.19**	2.15	0.34	(2.40)	(0.50)	1.16
Unrealized gains (losses)	**0.92**	(0.09)	2.68	2.56	(3.77)	2.70
Total increase (decrease) from operations[2]	**1.21**	**2.30**	**3.28**	**0.44**	**(4.01)**	**4.06**
Distributions:						
From income (excluding dividends)	**(0.75)**	-	-	-	-	-
From dividends	**-**	(0.25)	(0.28)	(0.26)	(0.23)	(0.18)
From capital gains	**-**	-	-	-	(0.34)	-
Return of capital	**-**	(1.25)	(1.22)	(1.24)	(0.93)	(1.23)
Total annual distributions[3]	**(0.75)**	**(1.50)**	**(1.50)**	**(1.50)**	**(1.50)**	**(1.41)**
Net Assets per Unit, end of period	**14.47**	**14.04**	**13.35**	**11.52**	**14.75**	**20.44**

Evolve US Banks Enhanced Yield Fund

June 30, 2026

The Fund's Net Assets Per Unit[1] (cont'd)

For the periods ended:	**June 30, 2026 ($)**	December 31, 2025 ($)	December 31, 2024 ($)	December 31, 2023 ($)	December 31, 2022 ($)	December 31, 2021 ($)
US Dollar Unhedged ETF Units - Net Assets per Unit[4]						
Net Assets per Unit, beginning of period	**22.31**	21.77	16.98	21.69	27.56	21.82
Increase (decrease) from operations:						
Total revenue	**0.30**	0.65	0.66	0.69	0.66	0.57
Total expenses	**(0.14)**	(0.28)	(0.27)	(0.27)	(0.29)	(0.31)
Realized gains (losses)	**1.14**	3.05	2.17	(4.00)	0.94	2.43
Unrealized gains (losses)	**1.66**	(0.49)	4.38	2.32	(4.61)	2.81
Total increase (decrease) from operations[2]	**2.96**	**2.93**	**6.94**	**(1.26)**	**(3.30)**	**5.50**
Distributions:						
From income (excluding dividends)	**(1.16)**	-	-	-	-	-
From dividends	**-**	(0.39)	(0.43)	(0.42)	(0.36)	(0.26)
From capital gains	**-**	-	-	-	(0.48)	-
Return of capital	**-**	(1.96)	(1.69)	(1.60)	(1.28)	(1.51)
Total annual distributions[3]	**(1.16)**	**(2.35)**	**(2.12)**	**(2.02)**	**(2.12)**	**(1.77)**
Net Assets per Unit, end of period	**24.01**	**22.31**	**21.77**	**16.98**	**21.69**	**27.56**

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, 2024, 2023, 2022, and 2021. The Unhedged and Hedged ETF Units effectively began operations on October 12, 2017, and the US Dollar Unhedged ETF Units began operations on November 26, 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, 2026**	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021
Unhedged ETF Units - Ratios/Supplemental Data						
Total Net Asset Value ($)[5]	**12,064,956**	11,670,970	11,354,438	6,308,757	7,079,005	5,035,885
Number of units outstanding[5]	**600,000**	625,000	625,000	450,000	400,000	225,000
Management expense ratio[6]	**0.64%**	0.60%	0.64%	0.69%	0.67%	0.64%
Trading expense ratio[7]	**0.17%**	0.19%	0.20%	0.29%	0.16%	0.19%
Portfolio turnover rate[8]	**29.95%**	69.59%	43.75%	71.99%	61.13%	78.93%
Net Asset Value per unit ($)	**20.11**	18.67	18.17	14.02	17.70	22.38
Closing market price ($)	**20.18**	18.72	18.18	14.03	17.70	22.38
Hedged ETF Units - Ratios/Supplemental Data						
Total Net Asset Value ($)[5]	**128,805,112**	118,279,859	93,088,101	87,820,980	36,133,370	24,525,649
Number of units outstanding[5]	**8,900,000**	8,425,000	6,975,000	7,625,000	2,450,000	1,200,000
Management expense ratio[6]	**0.66%**	0.62%	0.66%	0.68%	0.68%	0.68%
Trading expense ratio[7]	**0.17%**	0.19%	0.20%	0.29%	0.16%	0.19%
Portfolio turnover rate[8]	**29.95%**	69.59%	43.75%	71.99%	61.13%	78.93%
Net Asset Value per unit ($)	**14.47**	14.04	13.35	11.52	14.75	20.44
Closing market price ($)	**14.49**	14.03	13.35	11.53	14.75	20.51

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

For the periods ended:	**June 30, 2026**	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021
US Dollar Unhedged ETF Units - Ratios/Supplemental Data						
Total Net Asset Value ($)[5]	**18,007,314**	14,500,831	8,165,154	6,791,732	3,795,085	3,445,043
Number of units outstanding[5]	**750,000**	650,000	375,000	400,000	175,000	125,000
Management expense ratio[6]	**0.65%**	0.69%	0.69%	0.69%	0.67%	0.65%
Trading expense ratio[7]	**0.17%**	0.19%	0.20%	0.29%	0.16%	0.19%
Portfolio turnover rate[8]	**29.95%**	69.59%	43.75%	71.99%	61.13%	78.93%
Net Asset Value per unit ($)	**24.01**	22.31	21.77	16.98	21.69	27.56
Closing market price ($)	**24.12**	22.43	21.76	16.99	21.68	27.58

5 This information is provided as at June 30, 2026, and December 31, 2025, 2024, 2023, 2022, and 2021.

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.

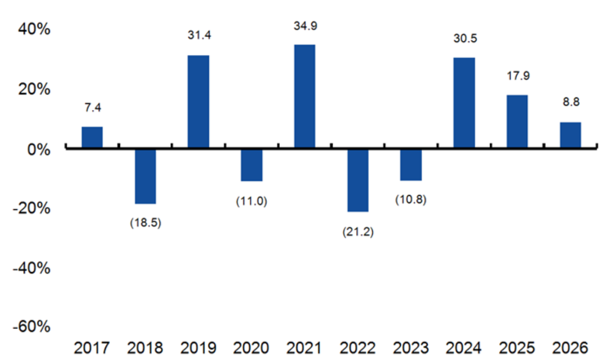
Past Performance

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.

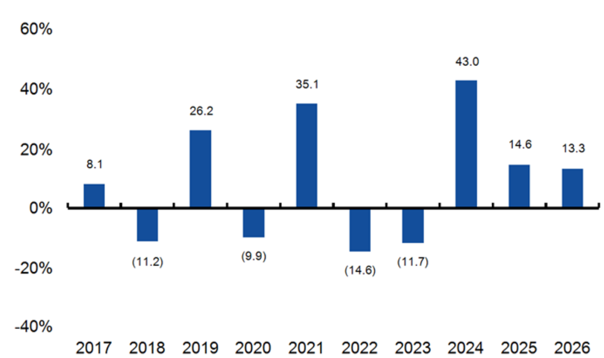
Year-by-Year Returns

The bar chart below shows the Hedged, Unhedged, and US Dollar Unhedged ETF Units' performance for each of the financial years 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.

CALL Hedged ETF Units[1]



CALL/B Unhedged ETF Units[2]



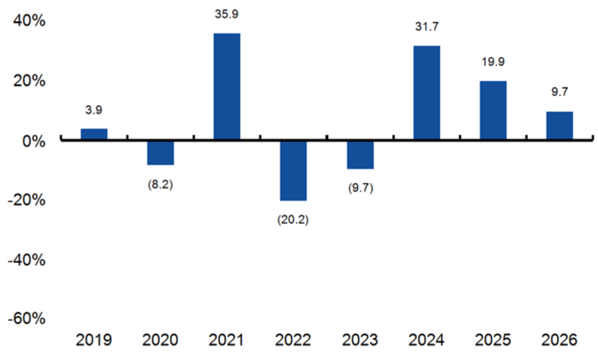
1 The Hedged ETF Units of the Fund effectively began operations on October 12, 2017.

2 The Unhedged ETF Units of the Fund effectively began operations on October 12, 2017.

Evolve US Banks Enhanced Yield Fund

June 30, 2026

CALL/U US Dollar Unhedged ETF Units[3]



3 The US Dollar Unhedged ETF Units of the Fund effectively began operations on November 26, 2019. Returns presented based on NAV equivalent in USD.

Summary of Investment Portfolio

All Positions

Security	Percentage of Net Asset Value (%)
Citigroup Inc.	5.7
East West Bancorp Inc.	5.3
Citizens Financial Group Inc.	5.3
The PNC Financial Services Group Inc.	5.2
Fifth Third Bancorp	5.1
The Goldman Sachs Group Inc.	5.1
Bank of America Corporation	5.1
KeyCorp	5.0
U.S. Bancorp	5.0
Pinnacle Financial Partners Inc.	4.9
JPMorgan Chase & Company	4.9
Webster Financial Corporation	4.9
First Horizon Corporation	4.9
M&T Bank Corporation	4.9
Regions Financial Corporation	4.9
Huntington Bancshares Inc.	4.7
First Citizens BancShares Inc., Class 'A'	4.7
Truist Financial Corporation	4.7
Southstate Bank Corporation	4.6
Wells Fargo & Company	4.4
Total	**99.3**

Evolve US Banks Enhanced Yield Fund

June 30, 2026

Industry Allocation

Portfolio by Category	Percentage of Net Asset Value (%)
Equities	
Financials	99.3
Derivative Assets	0.0
Derivative Liabilities	(0.7)
Cash and Cash Equivalents	1.9
Other Assets, less Liabilities	(0.5)
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 US Banks Enhanced Yield Fund