



by Mirae Asset

GLOBAL X ACTIVE ULTRA-SHORT TERM INVESTMENT GRADE BOND ETF

(FORMERLY HORIZONS ACTIVE ULTRA-SHORT TERM INVESTMENT GRADE BOND ETF)

(HFR:TSX)

ANNUAL REPORT | DECEMBER 31, 2024

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A Message from the CEO

As we close 2024, I believe that this year has proven to be one of the most important and monumental in our company's history.

After publicly announcing our intention earlier in March, we successfully completed our rebrand from Horizons ETFs to Global X Investments Canada Inc. ("**Global X**") on May 1st, 2024.

With investors like you in mind, our decision to rebrand was rooted in a desire to offer Canadians the best of both worlds: the strength, extended reach and global network of experts that come with the internationally recognized Global X brand, alongside the continued local expertise and support we offer for navigating the Canadian investment landscape.

As part of the Global X platform, we are a part of something bigger: more than \$100 billion of ETF assets under management worldwide, backed by our parent company, Mirae Asset, which has more than \$800 billion in assets across 19 countries and global markets around the world.

Meanwhile, many of our suite of ETFs – one of Canada's largest and longest-running – continue to trade under their original ticker symbols and mandates, while the Horizons branded fund names were updated to the Global X brand. Another decision made with our investors' interests at heart.

Through next year and beyond, we remain committed to helping Canadians navigate and harness the emerging trends shaping markets while delivering exceptional investment solutions and client experiences.

I am proud to highlight other successes that Global X has achieved so far this year, within our business and for our investors.

In June, Global X was recognized as the ETF Provider of the Year at the 2024 Wealth Professional Awards. The award recognizes the outstanding asset management firm that specializes in exchange-traded funds (ETFs) which consistently delivers superior advisor service while pushing the boundaries with innovation and industry best practices over the last 12 months. This recognition reflects our commitment to delivering high-quality investment solutions and underscores Global X's position as a Canadian ETF industry leader.

This year, we launched 27 ETFs – the largest number of funds launched in a single year in our company's history.

In partnership with the world's leading index providers, including Nasdaq, S&P, FTSE Russell and MSCI, we expanded our Equity Essentials suite – strategies that offer low-cost, benchmark exposure – with 17 new ETFs, including innovative covered call and light leverage overlays. Our expanded Equity Essentials suite is designed to empower Canadians to invest the way they want, whether they're looking for greater income potential, amplified growth potential, or both.

We also introduced our "Best of Canada" ETF suite, which offers exposure to major Canadian sectors, including Telecommunications, Insurance, as well as Groceries and Staples, and the largest companies that lead them.

On the thematic side, new launches included mandates focused on the emerging AI revolution, through Global X Artificial Intelligence & Technology Index ETF ("**AIGO**") and to today's top global giants, through the Global X Innovative Bluechip Top 10 Index ETF ("**TTTX**").

There are many more exciting launches in store for 2025 and I am excited to share additional details with you soon.

At Global X, we embrace innovation in everything that we do. From our roots as one of Canada's first ETF providers to our proud legacy of launching first-of-their-kind investment products, we are driven by boldness, vision, and a commitment to exceptional quality and client experience.

Under our new brand, our new motto is "Innovation meets Investing". We are committed to being there, alongside you, to help you explore a world of investment possibility and global opportunity.

Thank you for your continued support.

Sincerely,



Rohit Mehta
President & CEO of Global X Investments Canada Inc.

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MANAGEMENT REPORT OF FUND PERFORMANCE

This annual management report of fund performance for Global X Active Ultra-Short Term Investment Grade Bond ETF (*formerly Horizons Active Ultra-Short Term Investment Grade Bond ETF*) (“HFR” or the “ETF”) contains financial highlights and is included with the audited annual financial statements for the investment fund. You may request a copy of the ETF’s unaudited interim or audited annual financial statements, interim or annual management report of fund performance, current proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosures, at no cost, from the ETF’s manager, Global X Investments Canada Inc. (“Global X” or the “Manager”), by calling toll free 1-866-641-5739, or locally (416) 933-5745, by writing to us at: 55 University Avenue, Suite 800, Toronto ON, M5J 2H7, or by visiting our website at www.globalx.ca or SEDAR+ at www.sedarplus.ca.

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance, or expectations that are not historical facts but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements.

Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the ETF may invest and the risks detailed from time to time in the ETF’s prospectus. New risk factors emerge from time to time and it is not possible for management to predict all such risk factors. We caution that the foregoing list of factors is not exhaustive, and that when relying on forward-looking statements to make decisions with respect to investing in the ETF, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, the Manager does not undertake, and specifically disclaims, any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law.

Management Discussion of Fund Performance

Investment Objective and Strategies

The investment objective of HFR is to generate income that is consistent with prevailing Canadian short-term corporate bond yields while reducing the potential effects of Canadian interest rate fluctuations on HFR. HFR invests primarily in a portfolio of Canadian debt (including debt-like securities) directly, and hedges the portfolio’s interest rate risk by maintaining a portfolio duration that is not more than one year. HFR may also invest directly in debt of U.S. companies, as well as indirectly through investments in securities of Listed Funds, as they are defined in the ETF’s prospectus. HFR uses derivatives, including interest rate swaps, to deliver a floating rate of income.

The Sub-Advisor, Fiera Capital Corporation (“Fiera” or the “Sub-Advisor”), uses fundamental credit research to select the securities of companies that, based on the Sub-Advisor’s view on the company’s industry and growth prospects, are believed to offer attractive risk adjusted returns.

The Sub-Advisor seeks diversification by industry sector and geographic region and relies on its: in-depth fundamental credit research, view of market trends, analysis of the company’s competitive position, and review of the return relative to the company’s risk and general market conditions, to select securities for HFR.

HFR enters into interest rate swaps pursuant to which the ETF pays a counterparty a fixed return based on a portfolio of fixed-income securities in exchange for a floating rate of income to maintain a portfolio duration that is not more than one year.

Management Discussion of Fund Performance (continued)

The Sub-Advisor may, from time to time, invest in Canadian and foreign government debt, municipal bonds, Listed Funds, cash and cash equivalents which generally in the aggregate will not exceed 40% of the ETF's net assets. No less than 95%, by value, of the debt (including debt-like securities) held by HFR must be rated at or above investment grade (BBB- by S&P, BBB low by DBRS or Baa3 by Moody's). The Sub-Advisor may, from time to time, invest in non-investment grade debt and debt-like securities rated at least BB by S&P, BB by DBRS or Ba2 by Moody's. Such non-investment grade debt (including debt-like securities) will not exceed 5%, by value, of the securities held by HFR.

The Sub-Advisor may sell short debt (including debt-like securities) it believes will underperform on a relative basis or to otherwise assist the ETF in meeting its investment objectives.

The Sub-Advisor of HFR may rely on exemptions from the securities regulatory authorities allowing it to purchase securities of a related issuer of the Sub-Advisor if certain conditions are met. The investment must also be approved by the ETF's Independent Review Committee ("IRC") and is subject to certain other provisions of National Instrument 81-107 ("NI 81-107").

In lieu of specific security selections, from time to time the Sub-Advisor may purchase fixed-income related exchange traded funds including those managed by the Manager or its affiliates.

HFR may also use both long and short derivative instruments, including future contracts, to manage duration, credit exposure, portfolio yield and currency risk.

HFR may enter into securities lending transactions, repurchase and reverse repurchase transactions and interest rate derivatives, to the extent permitted by applicable securities laws, to earn additional income for HFR.

Please refer to the ETF's most recent prospectus for a complete description of HFR's investment restrictions.

Risk

The Manager performs a review of the ETF's risk rating at least annually, as well as when there is a material change in the ETF's investment objective or investment strategies. During the period, there were no changes to the ETF that materially affected the overall risk level associated with an investment in the ETF. The current risk rating for the ETF is: low.

Risk ratings are determined based on the historical volatility of the ETF as measured by the standard deviation of its performance against its mean. The risk categorization of the ETF may change over time and historical volatility is not indicative of future volatility. Generally, a risk rating is assigned to the ETF based on a rolling 10-year standard deviation of its returns, the return of an underlying index, or of an applicable proxy. In cases where the Manager believes that this methodology produces a result that is not indicative of the ETF's future volatility, the risk rating may be determined by the ETF's category. Risk ratings are not intended for use as a substitute for undertaking a proper and complete suitability or financial assessment by an investment advisor.

The risks and the full description of each risk to which an investment in the ETF is subject are disclosed in the ETF's most recent prospectus. The most recent prospectus is available at www.globalx.ca or from www.sedarplus.ca, or by contacting Global X Investments Canada Inc. directly via the contact information on the back page of this document.

Prospective investors should read the ETF's most recent prospectus and consider the full description of the risks contained therein before purchasing units.

Management Discussion of Fund Performance (continued)

Results of Operations

For the year ended December 31, 2024, units of the ETF returned 7.04% when including distributions paid to unitholders. This compares to Canadian 3-Month Treasury Bills yielding 4.76%, for the same period.

Canadian 3-Month Treasury Bills are short-term securities that the Canadian government sells as a way to help pay off its debt. They are generally considered the “risk free” rate because they are fully backed by the Canadian government.

General Market Review

North American bond yields adjusted higher, and the yield curve steepened over the first three months of the year. In the first quarter, the theme in the U.S. was a resilient economy and continued elevated inflation. Softening global growth and inflation added to the view that financial conditions were tight and were working their way through the global economy. The economy was operating in excess supply and inflation continued to move lower giving the Bank of Canada (“the Bank”) more confidence they would be able to achieve their two percent inflation target over time. As a result, the Governing Council said monetary policy no longer needed to be as restrictive. Inflation came down from the highs in 2022 and the breadth of price increases narrowed. Economic data had finally started to fade showing signs that restrictive monetary policy was working to cool the economy.

Later in the second quarter the probability of a soft landing increased, requiring interest rate cuts before the end of the year. North American bond yields declined significantly over the third quarter, and yield curves adjusted from being inverted to positively sloped, an environment which we had not seen in over two years. The Federal Reserve came out with a bang to start their interest rate cutting cycle in September by lowering rates 50-basis points which surprised some investors looking for a smaller 25-basis point reduction. The unemployment rate continued to nudge higher, and inflation made further progress towards the Fed’s inflation target. The Bank of Canada continued to reduce its target for the overnight rate during the quarter to 4.25%. Although the quarter saw some turmoil related to fears of a recession, the risk-off tone was brief due to the dovish pivot from central banks. North American bond yields moved higher over the last quarter of the year especially in the U.S. as the incoming administration had promised lower taxes and fiscal spending to boost economic growth.

At the end of September, the market was looking for the Fed to lower rates to 3% in 2025 but since the election investors are expecting them to stop in the area of 4%. Higher spending would increase the deficit along with the supply of bonds, and with the U.S. economy already operating above capacity, further stimulus could spark inflation again. Investors are also trying to deal with potential U.S. trade policy where if tariffs are enforced, they could be both inflationary and hurt economic growth. After the Fed lowered rates in December by 25 basis points to 4.50%, they sounded much more cautious on the pace of further cuts in 2025.

The Bank of Canada was very aggressive and cut rates one percent during the quarter to 3.25%. The Bank estimates the neutral level of rates is somewhere between 2.25% and 3.25%, so we are now at the top end of this range. The Canadian economy operated in excess supply throughout the year which allowed headline inflation to fall from 3.4% to 1.9% and core inflation on average fell 90 basis points to 2.7%. The Bank cut rates 175 basis points since June and investors are looking for another 75 basis points in 2025. With expectations that the Bank continues to loosen monetary policy and with the Federal Reserve almost done cutting rates, the Canadian dollar depreciated 6% over the quarter. This trend could continue but there is a limit as a weaker currency could lead to a pickup in inflation. The Bank would also be very concerned if the US imposed tariffs on Canada which would put further pressure on an already soft economy.

Management Discussion of Fund Performance (continued)

Portfolio Review

HFR returned 7.04% net of fees for the year 2024 versus 4.92% for the benchmark. HFR maintains a very low duration between 0 and 1 year; as such, the fund benefitted as short-term rates fell during the year as inflation slowed to the Bank's 2% target, economic data remained soft, and the BoC cut rates. We entered the last quarter of the year with a duration of 0.60, allowing us to capture the upside from falling rates. The ETF also benefitted from its exposure to credit as spreads continued to narrow throughout the end of the year.

With respect to transaction activity, we took profits on several expensive corporate names that had performed well and bought some that were still attractive. We were active in the primary market to take advantage of new issue concessions; during the year, we bought issues from, TD Bank NVCC, Ford Fast, Wells Fargo, Reliance LP, Federation des Caisses Desjardins, CIBC, Crombie Real Estate, Dream Industrial REIT, Ford Auto Securitization Trust, Gibson Energy, HELOCS Trust, Husky Midstream LP, Industrial Alliance, Manulife Financial, Metro, National Bank, Royal Bank, and TD.

Outlook

The Bank of Canada was very aggressive in 2024 by cutting rates 175 basis point to 3.25%. Now that they have reached the top end of their neutral range the Bank is in a much better position and will likely slow the pace of rate cuts in 2025. We expect the Bank will move down to approximately 2.75%. The economy continues to be soft, and inflation has moved lower, but we are not falling off a cliff. Lower rates should start feeding through the economy which should stimulate growth as we go through the year. Tariffs would be negative for the Canadian economy, but this may be offset with fiscal stimulus, currency devaluation and further interest rate cuts. Until the details are known we are cautious and with the recent backup in rates we increased the duration of the portfolio back above its benchmark. Our base case is for the Bank to achieve a soft-landing, but we are anticipating volatility and opportunities as we go through this easing cycle. A new government in Canada will add another layer of uncertainty and a flair up in geopolitical risks could put pressure on risk assets.

Investment grade credit spreads are reflective of a soft-landing scenario, where Canadian growth operates below potential for a period but does not fall into a recession, inflation trends towards target and the Bank cuts to neutral and then growth eventually trends higher. We have a modest overweight and will look for attractive opportunities to add to this position, but at the same time if spreads tighten significantly, we will look to take profits. Our focus will remain on the short end of the curve and in high-quality sectors or in names where we believe there is value.

Other Operating Items and Changes in Net Assets Attributable to Holders of Redeemable Units

For the year ended December 31, 2024, the ETF generated gross comprehensive income (loss) from investments and derivatives (which includes changes in the fair value of the ETF's portfolio) of \$29,652,891. This compares to \$31,242,412 for the year ended December 31, 2023. The ETF incurred management, operating and transaction expenses of \$2,046,562 (2023 – \$2,019,842) of which \$4,247 (2023 – \$138,295) was either paid or absorbed by the Manager on behalf of the ETF. The waiving and/or absorption of such fees and/or expenses by the Manager may be terminated at any time, or continued indefinitely, at the discretion of the Manager.

The ETF distributed \$18,521,564 to unitholders during the year (2023 – \$25,395,424).

Presentation

The attached financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS"). Any mention of total net assets, net assets, net asset value or increase (decrease) in net assets in the financial statements and/or management report of fund performance is referring to net assets or increase (decrease) in net assets attributable to holders of redeemable units as reported under IFRS.

Management Discussion of Fund Performance (continued)

Recent Developments

Other than indicated below, there are no recent industry, management or ETF related developments that are pertinent to the present and future of the ETF.

Name Change

On May 1, 2024, Horizons ETFs Management (Canada) Inc., the Manager of the ETF, effectively rebranded to Global X Investments Canada Inc. The name change did not change any of the day-to-day operations of the ETF. The operations, personnel and responsibilities of the Manager remain unchanged.

ETF Name Change

Effective May 1, 2024, the name of the ETF changed from Horizons Active Ultra-Short Term Investment Grade Bond ETF to Global X Active Ultra-Short Term Investment Grade Bond ETF. The name of the ETF was changed to reflect the Global X brand.

Related Party Transactions

Certain services have been provided to the ETF by related parties and those relationships are described below.

Manager, Trustee and Investment Manager

The manager, trustee and investment manager of the ETF is Global X Investments Canada Inc., 55 University Avenue, Suite 800, Toronto, Ontario, M5J 2H7, a corporation incorporated under the laws of Ontario.

If the ETF invests in other Global X ETFs, Global X may receive management fees in respect of the ETF's assets invested in such Global X ETFs. In addition, any management fees paid to the Manager (described in detail on page 14) are related party transactions, as the Manager is considered to be a related party to the ETF. Fees paid to the Independent Review Committee are also considered to be related party transactions. Both the management fees and fees paid to the Independent Review Committee are disclosed in the statements of comprehensive income in the attached financial statements of the ETF. The management fees payable by the ETF as at December 31, 2024 and 2023, are disclosed in the statements of financial position.

Financial Highlights

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past five fiscal years. This information is derived from the ETF's audited annual financial statements. Please see the front page for information on how you may obtain the ETF's annual or interim financial statements.

The ETF's Net Assets per Unit

Year ⁽¹⁾		2024	2023	2022	2021	2020
Net assets, beginning of year	\$	9.84	9.70	10.09	10.13	10.07
Increase (decrease) from operations:						
Total revenue		0.51	0.56	0.33	0.17	0.24
Total expenses		(0.05)	(0.05)	(0.04)	(0.05)	(0.05)
Realized gains (losses) for the year		–	0.07	(0.08)	0.03	–
Unrealized gains (losses) for the year		0.22	0.13	(0.30)	(0.07)	0.06
Total increase (decrease) from operations ⁽²⁾		0.68	0.71	(0.09)	0.08	0.25
Distributions:						
From net investment income (excluding dividends)		(0.44)	(0.61)	(0.28)	(0.11)	(0.18)
From net realized capital gains		–	–	–	(0.02)	–
From return of capital		(0.01)	–	(0.05)	–	(0.09)
Total distributions ⁽³⁾		(0.45)	(0.61)	(0.33)	(0.13)	(0.27)
Net assets, end of year ⁽⁴⁾	\$	10.07	9.84	9.70	10.09	10.13

1. This information is derived from the ETF's audited annual financial statements.

2. Net assets per unit 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 financial period.

3. Income, dividend and/or return of capital distributions, if any, are paid in cash, reinvested in additional units of the ETF, or both. Capital gains distributions, if any, may or may not be paid in cash. Non-cash capital gains distributions are reinvested in additional units of the ETF and subsequently consolidated. They are reported as taxable distributions and increase each unitholder's adjusted cost base for their units. Neither the number of units held by the unitholder, nor the net asset per unit of the ETF change as a result of any non-cash capital gains distributions. Distributions classified as return of capital, if any, decrease each unitholder's adjusted cost base for their units. The characteristics of distributions, if any, are determined subsequent to the end of the ETF's tax year. Until such time, distributions are classified as from net investment income (excluding dividends) for reporting purposes.

4. The Financial Highlights are not intended to act as a continuity of the opening and closing net assets per unit.

Financial Highlights (continued)

Ratios and Supplemental Data

Year ⁽¹⁾	2024	2023	2022	2021	2020
Net asset value (000's)	\$ 430,930	420,971	476,973	529,684	451,446
Number of units outstanding (000's)	42,809	42,770	49,164	52,508	44,544
Management expense ratio ⁽²⁾	0.49%	0.46%	0.46%	0.47%	0.47%
Management expense ratio before waivers and absorptions ⁽³⁾	0.50%	0.50%	0.49%	0.49%	0.49%
Trading expense ratio ⁽⁴⁾	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁵⁾	30.89%	24.87%	41.22%	18.22%	11.97%
Net asset value per unit, end of year	\$ 10.07	9.84	9.70	10.09	10.13
Closing market price	\$ 10.07	9.85	9.68	10.08	10.15

1. This information is provided as at December 31 of the years shown.

2. Management expense ratio is based on total expenses, including sales tax, (excluding 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 year. Out of its management fees, and waivers and absorptions, as applicable, the Manager pays for such services to the ETF as investment manager compensation and marketing.

3. The Manager, at its discretion, may waive and/or absorb a portion of the fees and/or expenses otherwise payable by the ETF. The waiving and/or absorption of such fees and/or expenses by the Manager may be terminated at any time, or continued indefinitely, at the discretion of the Manager.

4. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the year. Transaction costs related to the purchase and/or sale of fixed income securities are typically embedded in the price of those transactions and are therefore not included in the trading expense ratio.

5. The ETF's portfolio turnover rate indicates how actively its portfolio investments are traded. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. Generally, the higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

Financial Highlights (continued)

Management Fees

The Manager provides, or oversees the provision of, administrative services required by the ETF including, but not limited to: negotiating contracts with certain third-party service providers, such as portfolio managers, custodians, registrars, transfer agents, auditors and printers; authorizing the payment of operating expenses incurred on behalf of the ETF; arranging for the maintenance of accounting records for the ETF; preparing reports to unitholders and to the applicable securities regulatory authorities; calculating the amount and determining the frequency of distributions by the ETF; preparing financial statements, income tax returns and financial and accounting information as required by the ETF; ensuring that unitholders are provided with financial statements and other reports as are required from time to time by applicable law; ensuring that the ETF complies with all other regulatory requirements, including the continuous disclosure obligations of the ETF under applicable securities laws; administering purchases, redemptions and other transactions in units of the ETF; and dealing and communicating with unitholders of the ETF. The Manager provides office facilities and personnel to carry out these services, if not otherwise furnished by any other service provider to the ETF. The Manager also monitors the investment strategies of the ETF to ensure that the ETF complies with its investment objectives, investment strategies and investment restrictions and practices.

In consideration for the provision of these services, the Manager receives a monthly management fee at the annual rate of 0.40%, plus applicable sales taxes, of the net asset value of the ETF's units, calculated and accrued daily and payable monthly in arrears.

The Sub-Advisor is compensated for its services out of the management fees without any further cost to the ETF. Any expenses of the ETF which are waived or absorbed by the Manager are paid out of the management fees received by the Manager.

The table below details, in percentage terms, the services received by the ETF from the Manager in consideration of the management fees paid during the year.

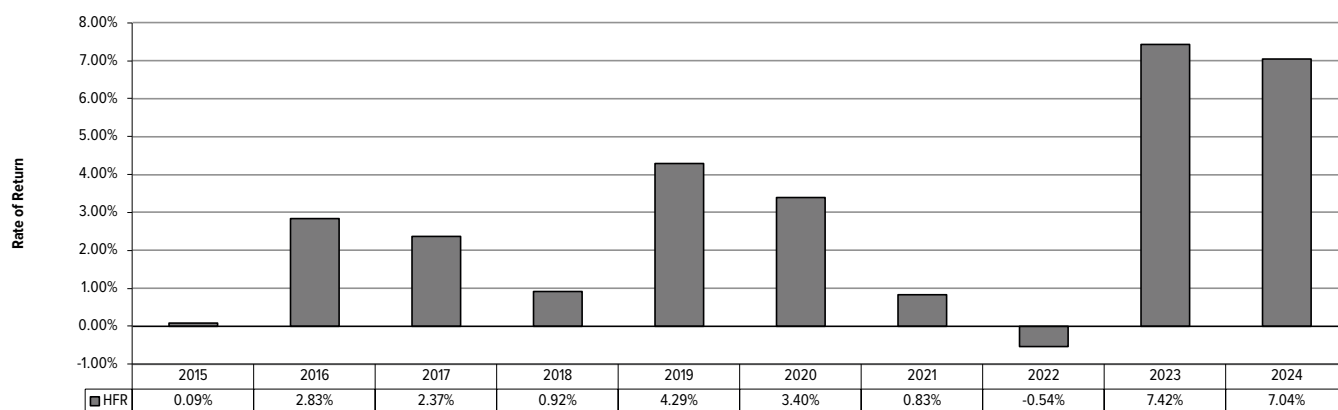
Marketing	Portfolio management fees, general administrative costs and profit	Waived/absorbed expenses of the ETF
10%	90%	—

Past Performance

Commissions, management fees, expenses and applicable sales taxes all may be associated with an investment in the ETF. Please read the prospectus before investing. The indicated rates of return are the historical total returns including changes in unit value and reinvestment of all distributions, and do not take into account sales, redemptions, distributions or optional charges or income taxes payable by any investor that would have reduced returns. An investment in the ETF is not guaranteed. Its value changes frequently and past performance may not be repeated. The ETF's performance numbers assume that all distributions, if any, are reinvested in additional units of the ETF. If you hold this ETF outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested in additional units. The amount of the reinvested taxable distributions is added to the adjusted cost base of the units that you own. This would decrease your capital gain or increase your capital loss when you later redeem from the ETF, thereby ensuring that you are not taxed on this amount again. Please consult your tax advisor regarding your personal tax situation.

Year-by-Year Returns

The following chart presents the ETF's performance for the periods shown, and illustrates how the performance has changed from period to period. In percentage terms, the chart shows how much an investment made on the first day of the financial period would have grown or decreased by the last day of the financial period.



The ETF effectively began operations on December 12, 2010.

Annual Compound Returns

The following table presents the ETF's annual compound total return since inception and for the periods shown ended December 31, 2024, along with a comparable market index. The table is used only to illustrate the effects of the compound growth rate and is not intended to reflect future values of the ETF or future returns on investments in the ETF.

	1 Year	3 Year	5 Year	10 Year
Global X Active Ultra-Short Term Investment Grade Bond ETF	7.04%	4.58%	3.58%	2.83%
Bank of Canada Treasury Bill 3 months	4.76%	3.68%	2.32%	1.63%
ICE BofA Merrill Lynch Canada Broad Market Index	4.12%	-0.66%	0.71%	1.95%

The ETF effectively began operations on December 12, 2010.

Summary of Investment Portfolio

As at December 31, 2024

Asset Mix	Net Asset Value	% of ETF's Net Asset Value
Long Positions		
Canadian Fixed Income Securities	\$ 370,259,731	85.92%
U.S. Fixed Income Securities	44,409,370	10.31%
Global Fixed Income Securities	1,697,129	0.39%
Interest Rate Swaps*	2,687,722	0.62%
Currency Forward Hedge*	(88,941)	-0.02%
Cash and Cash Equivalents	5,746,900	1.33%
Margin Deposits	3,979,174	0.92%
Other Assets less Liabilities	3,356,942	0.79%
Short Positions		
Futures Contracts—Interest Rate Hedge*	(1,117,966)	-0.26%
	\$ 430,930,061	100.00%

Sector Mix	Net Asset Value	% of ETF's Net Asset Value
Long Positions		
Corporate Bonds	\$ 402,588,950	93.43%
Asset-Backed Securities	9,631,954	2.23%
Municipal Bonds	3,318,154	0.77%
Provincial Bonds	504,569	0.12%
Mortgage Backed Securities	322,603	0.07%
Interest Rate Swaps*	2,687,722	0.62%
Currency Forward Hedge*	(88,941)	-0.02%
Cash and Cash Equivalents	5,746,900	1.33%
Margin Deposits	3,979,174	0.92%
Other Assets less Liabilities	3,356,942	0.79%
Short Positions		
Futures Contracts—Interest Rate Hedge*	(1,117,966)	-0.26%
	\$ 430,930,061	100.00%

* Positions in forward, futures and interest rate swap contracts are disclosed as the gain/(loss) that would be realized if the contracts were closed out on the date of this report.

Summary of Investment Portfolio (continued)

As at December 31, 2024

Top 25 Holdings*	% of ETF's Net Asset Value
Canadian Imperial Bank of Commerce	6.27%
Bank of Montreal	6.09%
Fédération des caisses Desjardins du Québec	5.78%
Toronto-Dominion Bank (The)	5.58%
Royal Bank of Canada	5.34%
Rogers Communications Inc.	4.47%
Bank of Nova Scotia (The)	3.99%
National Bank of Canada	3.80%
Wells Fargo & Co.	3.69%
Manulife Financial Corp.	3.14%
Bank of America Corp.	2.71%
Sun Life Financial Inc.	2.38%
TransCanada PipeLines Ltd.	2.17%
RioCan REIT	1.66%
Crombie REIT	1.50%
Bell Canada	1.44%
Enbridge Inc.	1.42%
AltaGas Ltd.	1.34%
Inter Pipeline Ltd.	1.34%
Cash and Cash Equivalents	1.33%
iA Financial Corp. Inc.	1.19%
Canadian Western Bank	1.17%
Gibson Energy Inc.	1.15%
Citigroup Inc.	1.10%
Reliance L.P.	1.08%

* Note all of the Top 25 Holdings, excluding cash and cash equivalents, represent the aggregate debt instruments of that issuer in the ETF's portfolio.

The summary of investment portfolio may change due to the ongoing portfolio transactions of the ETF. The most recent financial statements are available at no cost by calling 1-866-641-5739, or (416) 933-5745, by writing to us at 55 University Avenue, Suite 800, Toronto, Ontario, M5J 2H7, by visiting our website at www.globalx.ca or through SEDAR+ at www.sedarplus.ca.

MANAGER'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying audited annual financial statements of Global X Active Ultra-Short Term Investment Grade Bond ETF (*formerly Horizons Active Ultra-Short Term Investment Grade Bond ETF*) (the "ETF") are the responsibility of the manager and trustee to the ETF, Global X Investments Canada Inc. (the "Manager"). They have been prepared in accordance with IFRS Accounting Standards using information available and include certain amounts that are based on the Manager's best estimates and judgements.

The Manager has developed and maintains a system of internal controls to provide reasonable assurance that all assets are safeguarded and to produce relevant, reliable and timely financial information, including the accompanying financial statements.

These financial statements have been approved by the Board of Directors of the Manager and have been audited by KPMG LLP, Chartered Professional Accountants, Licensed Public Accountants, on behalf of unitholders. The independent auditor's report outlines the scope of their audit and their opinion on the financial statements.



Rohit Mehta
Director
Global X Investments Canada Inc.



Thomas Park
Director
Global X Investments Canada Inc.

INDEPENDENT AUDITOR'S REPORT

To the Unitholders of Global X Active Ultra-Short Term Investment Grade Bond ETF (the "ETF")

Opinion

We have audited the financial statements of the ETF, which comprise the statements of financial position as at December 31, 2024, and December 31, 2023, the statements of comprehensive income, changes in financial position and cash flows for the years then ended, and notes to the financial statements, including a summary of material accounting policy information (hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the ETF as at December 31, 2024, and December 31, 2023, and its financial performance and its cash flows for the years then ended in accordance with IFRS Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our auditor's report.

We are independent of the ETF in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. Other information comprises:

- the information included in the Management Report of Fund Performance filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Management Report of Fund Performance filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the ETF's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the ETF or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the ETF's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the ETF's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ETF's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the ETF to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- Provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Chartered Professional Accountants, Licensed Public Accountants

The engagement partner on the audit resulting in this auditor's report is Paula M. Foster.

Toronto, Canada

March 14, 2025

Statements of Financial Position

As at December 31,

	2024	2023
Assets		
Cash and cash equivalents	\$ 5,746,900	\$ 10,183,755
Investments (note 6)	416,366,230	405,035,080
Margin deposits (note 11)	3,979,174	1,667,148
Amounts receivable relating to accrued income	4,502,656	5,504,809
Amounts receivable relating to portfolio assets sold	–	82,997
Amounts receivable relating to securities issued	–	1,229,648
Derivative assets (note 3)	2,687,722	7,967,029
Total assets	433,282,682	431,670,466
Liabilities		
Accrued management fees (note 9)	164,535	157,144
Accrued operating expenses	17,976	8,212
Amounts payable for portfolio assets purchased	–	7,854,917
Distribution payable	963,203	2,025,638
Derivative liabilities (note 3)	1,206,907	654,025
Total liabilities	2,352,621	10,699,936
Net assets	\$ 430,930,061	\$ 420,970,530
Number of redeemable units outstanding (note 8)	42,809,004	42,770,007
Net assets per unit	\$ 10.07	\$ 9.84

(See accompanying notes to financial statements)

Approved on behalf of the Board of Directors of the Manager:



Rohit Mehta
Director



Thomas Park
Director

Statements of Comprehensive Income

For the Years Ended December 31,

	2024	2023
Income		
Interest income for distribution purposes	\$ 20,771,162	\$ 23,200,623
Securities lending income (note 7)	16,209	26,092
Net realized gain (loss) on sale of investments and derivatives	(167,497)	2,783,952
Net realized gain (loss) on foreign exchange	3,564	(5,762)
Net change in unrealized appreciation (depreciation) of investments and derivatives	9,022,396	5,241,241
Net change in unrealized appreciation (depreciation) of foreign exchange	7,057	(3,734)
	29,652,891	31,242,412
Expenses (note 9)		
Management fees	1,804,478	1,800,017
Audit fees	8,808	10,991
Independent Review Committee fees	707	596
Custodial and fund valuation fees	129,258	133,613
Legal fees	8,924	11,275
Securityholder reporting costs	31,995	33,066
Administration fees	28,125	28,137
Transaction costs	34,267	1,360
Other expenses	—	787
	2,046,562	2,019,842
Amounts that were payable by the investment fund that were paid or absorbed by the Manager	(4,247)	(138,295)
	2,042,315	1,881,547
Increase (decrease) in net assets for the year	\$ 27,610,576	\$ 29,360,865
Increase (decrease) in net assets per unit	\$ 0.68	\$ 0.71

(See accompanying notes to financial statements)

Statements of Changes in Financial Position

For the Years Ended December 31,

	2024		2023	
Net assets at the beginning of the year	\$	420,970,530	\$	476,973,459
Increase (decrease) in net assets		27,610,576		29,360,865
Redeemable unit transactions				
Proceeds from the issuance of securities of the investment fund		103,463,193		92,155,701
Aggregate amounts paid on redemption of securities of the investment fund		(102,979,537)		(155,040,148)
Securities issued on reinvestment of distributions		386,863		2,916,077
Distributions:				
From net investment income		(18,119,276)		(25,395,397)
Return of capital		(402,288)		(27)
Net assets at the end of the year	\$	430,930,061	\$	420,970,530

(See accompanying notes to financial statements)

Statements of Cash Flows

For the Years Ended December 31,

	2024	2023
Cash flows from operating activities:		
Increase (decrease) in net assets for the year	\$ 27,610,576	\$ 29,360,865
Adjustments for:		
Net realized (gain) loss on sale of investments and derivatives	167,497	(2,783,952)
Net realized gain (loss) on currency forward contracts	(602,903)	57,176
Net change in unrealized (appreciation) depreciation of investments and derivatives	(9,022,396)	(5,241,241)
Net change in unrealized (appreciation) depreciation of foreign exchange	(1,133)	815
Purchase of investments	(93,848,675)	(68,823,192)
Proceeds from the sale of investments	95,267,601	70,735,878
Margin deposits	(2,312,026)	(641,515)
Amounts receivable relating to accrued income	1,002,153	300,828
Accrued expenses	17,155	(16,749)
Net cash from (used in) operating activities	18,277,849	22,948,913
Cash flows from financing activities:		
Amount received from the issuance of units	69,310,080	69,965,626
Amount paid on redemptions of units	(72,828,781)	(64,984,910)
Distributions paid to unitholders	(19,197,136)	(22,519,108)
Net cash from (used in) financing activities	(22,715,837)	(17,538,392)
Net increase (decrease) in cash and cash equivalents during the year	(4,437,988)	5,410,521
Effect of exchange rate fluctuations on cash and cash equivalents	1,133	(815)
Cash and cash equivalents at beginning of year	10,183,755	4,774,049
Cash and cash equivalents at end of year	\$ 5,746,900	\$ 10,183,755

Interest received, net of withholding taxes	\$ 20,675,514	\$ 23,446,558
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(See accompanying notes to financial statements)

Schedule of Investments

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
CANADIAN FIXED INCOME SECURITIES (85.92%)			
Corporate Bonds (82.73%)			
Algonquin Power & Utilities Corp., Callable, 5.25%, 2082/01/18	1,329,000 \$	1,329,000 \$	1,276,055
Allied Properties REIT, Series 'C', Callable, 3.64%, 2025/04/21	1,630,000	1,671,618	1,629,097
Allied Properties REIT, Series 'E', Callable, 3.11%, 2027/04/08	2,207,000	2,189,248	2,141,958
AltaGas Ltd., Callable, 2.16%, 2025/06/10	842,000	824,974	836,781
AltaGas Ltd., Callable, 4.12%, 2026/04/07	345,000	363,844	346,955
AltaGas Ltd., Callable, 3.98%, 2027/10/04	170,000	163,411	171,512
AltaGas Ltd., Callable, 2.08%, 2028/05/30	2,415,000	2,398,720	2,290,528
AltaGas Ltd., Variable Rate, Callable, 5.25%, 2082/01/11	2,232,000	2,232,000	2,159,641
Bank of Montreal, Callable, 1.55%, 2026/05/28	3,005,000	2,891,784	2,933,837
Bank of Montreal, Callable, 4.31%, 2027/06/01	3,587,000	3,580,322	3,651,102
Bank of Montreal, Callable, 4.71%, 2027/12/07	4,550,000	4,550,316	4,689,765
Bank of Montreal, Callable, 4.54%, 2028/12/18	3,275,000	3,275,312	3,375,798
Bank of Montreal, Callable, 4.42%, 2029/07/17	2,058,000	2,058,131	2,115,046
Bank of Montreal, Variable Rate, Callable, 2.08%, 2030/06/17	3,077,000	3,018,203	3,056,579
Bank of Montreal, Variable Rate, Callable, 6.53%, 2032/10/27	1,083,000	1,083,000	1,158,545
Bank of Montreal, Variable Rate, Callable, 3.80%, 2032/12/15	2,490,000	3,290,229	3,426,476
Bank of Montreal, Variable Rate, Callable, 4.98%, 2034/07/03	1,545,000	1,545,000	1,596,760
Bank of Montreal, Variable Rate, Callable, 7.33%, 2082/11/26	209,000	209,214	220,986
Bank of Nova Scotia (The), 5.50%, 2025/12/29	1,012,000	1,013,920	1,032,597
Bank of Nova Scotia (The), 1.85%, 2026/11/02	5,007,000	4,815,001	4,870,736
Bank of Nova Scotia (The), 2.95%, 2027/03/08	1,505,000	1,502,983	1,488,084
Bank of Nova Scotia (The), 4.68%, 2029/02/01	5,075,000	5,164,371	5,262,277
Bank of Nova Scotia (The), Floating Rate, Callable, 3.84%, 2030/09/26	1,076,000	1,076,000	1,077,699
Bank of Nova Scotia (The), Variable Rate, Callable, 3.93%, 2032/05/03	2,618,000	2,615,213	2,625,622
Bank of Nova Scotia (The), Variable Rate, Callable, 7.02%, 2082/07/27	792,000	791,875	825,157
Bell Canada, Callable, 3.60%, 2027/09/29	2,205,000	2,407,740	2,204,332
Bell Canada, Callable, 3.80%, 2028/08/21	2,692,000	2,526,082	2,691,551
Bell Canada, 2.50%, 2030/05/14	1,093,000	1,001,297	1,015,692
Bell Canada, Callable, 3.00%, 2031/03/17	340,000	305,791	319,238
Brookfield Renewable Partners ULC, Callable, 3.75%, 2025/06/02	500,000	498,254	500,177
Brookfield Renewable Partners ULC, Callable, 3.63%, 2027/01/15	2,005,000	2,033,487	2,010,727
Canadian Imperial Bank of Commerce, 1.70%, 2026/07/15	900,000	900,971	878,939
Canadian Imperial Bank of Commerce, 5.00%, 2026/12/07	2,179,000	2,189,931	2,240,677
Canadian Imperial Bank of Commerce, 2.25%, 2027/01/07	2,657,000	2,651,065	2,595,339
Canadian Imperial Bank of Commerce, Callable, 4.95%, 2027/06/29	3,768,000	3,780,739	3,892,504
Canadian Imperial Bank of Commerce, Callable, 5.05%, 2027/10/07	3,938,000	3,964,448	4,088,678
Canadian Imperial Bank of Commerce, Callable, 5.50%, 2028/01/14	754,000	753,615	794,493

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 2.01%, 2030/07/21	148,000	144,858	146,763
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 3.80%, 2030/12/10	1,704,000	1,701,154	1,701,828
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 1.96%, 2031/04/21	1,570,000	1,538,920	1,538,947
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 4.20%, 2032/04/07	1,952,000	1,947,534	1,969,828
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 5.33%, 2033/01/20	1,261,000	1,261,161	1,310,701
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 5.30%, 2034/01/16	2,638,000	2,638,395	2,754,590
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 4.90%, 2034/06/12	1,414,000	1,411,893	1,456,356
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 7.15%, 2082/07/28	900,000	897,504	938,558
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 6.99%, 2084/07/28	723,000	723,000	762,875
Canadian Pacific Railway Co., Callable, 2.54%, 2028/02/28	1,206,000	1,205,879	1,173,622
Canadian Western Bank, 5.26%, 2025/12/20	500,000	507,716	508,891
Canadian Western Bank, Callable, 1.93%, 2026/04/16	3,788,000	3,743,661	3,724,025
Canadian Western Bank, 4.57%, 2028/07/11	803,000	803,000	828,878
Cenovus Energy Inc., Callable, 3.50%, 2028/02/07	1,479,000	1,462,687	1,471,075
Central 1 Credit Union, 1.32%, 2026/01/29	1,323,000	1,323,000	1,293,278
Chartwell Retirement Residences, Series 'B', Callable, 4.21%, 2025/04/28	600,000	597,433	600,501
Chartwell Retirement Residences, 6.00%, 2026/12/08	860,000	859,555	894,010
CHIP Mortgage Trust, 1.74%, 2045/12/15	925,000	925,000	910,405
CHIP Mortgage Trust, 4.24%, 2050/01/28	1,139,000	1,139,000	1,139,081
Choice Properties REIT, Series 'F', Callable, 4.06%, 2025/11/24	2,055,000	2,100,035	2,063,074
Choice Properties REIT, Series 'Q', Callable, 2.46%, 2026/11/30	900,000	900,000	884,171
Choice Properties REIT, Series 'L', Callable, 4.18%, 2028/03/08	250,000	278,792	253,391
Choice Properties REIT, Series 'M', Callable, 3.53%, 2029/06/11	455,000	423,701	447,941
Choice Properties REIT, Callable, 5.03%, 2031/02/28	427,000	426,983	445,106
Clover L.P., Series '1A', Sinkable, 4.22%, 2034/03/31	305,193	289,268	301,630
Clover L.P., Series '1B', Sinkable, 4.22%, 2034/06/30	2,018,705	2,018,607	1,991,957
Coast Capital Savings Federal Credit Union, 7.01%, 2026/09/28	549,000	549,485	574,661
Coast Capital Savings Federal Credit Union, Variable Rate, Callable, 5.25%, 2030/10/29	450,000	450,000	450,917
Coastal GasLink Pipeline L.P., Series 'C', 4.91%, 2031/06/30	776,000	775,977	819,167
Co-operators Financial Services Ltd., Callable, 3.33%, 2030/05/13	780,000	800,156	740,541
Crombie REIT, Series 'F', Callable, 3.68%, 2026/08/26	2,535,000	2,546,567	2,538,225

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Crombie REIT, Series 'G', Callable, 3.92%, 2027/06/21	1,560,000	1,547,034	1,565,757
Crombie REIT, Series 'H', Callable, 2.69%, 2028/03/31	230,000	229,045	221,551
Crombie REIT, Callable, 5.24%, 2029/09/28	884,000	884,168	926,536
Crombie REIT, Callable, 5.14%, 2030/03/29	588,000	587,971	612,337
Crombie REIT, Callable, 4.73%, 2032/01/15	636,000	635,866	643,083
CT REIT, Series 'B', Callable, 3.53%, 2025/06/09	1,145,000	1,178,848	1,144,424
CT REIT, Series 'D', Callable, 3.29%, 2026/06/01	631,000	631,095	628,558
CT REIT, Series 'E', Callable, 3.47%, 2027/06/16	240,000	228,679	238,426
CT REIT, Callable, 5.83%, 2028/06/14	979,000	979,863	1,035,805
CT REIT, Callable, 3.03%, 2029/02/05	1,218,000	1,213,779	1,170,364
CU Inc., Callable, 5.56%, 2028/05/26	880,000	904,886	930,472
Daimler Canada Finance Inc., 1.65%, 2025/09/22	522,000	520,550	515,867
Dream Summit Industrial L.P., Series 'A', Callable, 2.15%, 2025/09/17	517,000	476,467	511,898
Dream Summit Industrial L.P., Callable, 5.11%, 2029/02/12	1,157,000	1,181,552	1,202,477
Dream Summit Industrial L.P., Callable, 4.51%, 2031/02/12	701,000	700,874	705,505
Enbridge Inc., Callable, 3.20%, 2027/06/08	1,663,000	1,733,229	1,649,050
Enbridge Inc., Series 'C', Variable Rate, Callable, 6.63%, 2078/04/12	3,672,000	3,717,874	3,860,858
Enbridge Inc., Convertible Bonds, Variable Rate, Callable, 8.75%, 2084/01/15	494,000	494,000	586,174
Enbridge Pipelines Inc., Callable, 3.45%, 2025/09/29	189,000	187,711	188,938
ENMAX Corp., Series 'G', Callable, 3.33%, 2025/06/02	2,508,000	2,504,600	2,504,735
Fédération des caisses Desjardins du Québec, 4.41%, 2027/05/19	1,913,000	1,914,418	1,951,499
Fédération des caisses Desjardins du Québec, 5.48%, 2028/08/16	800,000	800,000	848,462
Fédération des caisses Desjardins du Québec, Callable, 5.47%, 2028/11/17	3,250,000	3,252,991	3,453,203
Fédération des caisses Desjardins du Québec, 3.80%, 2029/09/24	2,571,000	2,571,000	2,573,404
Fédération des caisses Desjardins du Québec, Floating Rate, Callable, 2.86%, 2030/05/26	9,663,000	9,858,919	9,640,976
Fédération des caisses Desjardins du Québec, Variable Rate, Callable, 1.99%, 2031/05/28	2,172,000	2,165,948	2,127,528
Fédération des caisses Desjardins du Québec, Variable Rate, Callable, 5.04%, 2032/08/23	2,592,000	2,591,850	2,669,824
Fédération des caisses Desjardins du Québec, Variable Rate, Callable, 5.28%, 2034/05/15	1,564,014	1,564,014	1,633,066
First Capital REIT, Series 'S', Callable, 4.32%, 2025/07/31	1,845,000	1,898,940	1,852,891
First Capital REIT, Series 'V', Callable, 3.46%, 2027/01/22	570,000	564,941	567,291
Ford Credit Canada Co., 6.78%, 2025/09/15	1,265,000	1,274,961	1,290,537
Ford Credit Canada Co., 7.00%, 2026/02/10	1,336,000	1,335,853	1,380,193
Ford Credit Canada Co., 5.58%, 2027/02/22	711,000	711,000	733,373
Fortified Trust, Series 'A', 3.76%, 2025/06/23	120,000	119,421	120,226
General Motors Financial of Canada Ltd., 1.70%, 2025/07/09	2,976,000	2,927,618	2,948,821
General Motors Financial of Canada Ltd., Callable, 5.20%, 2028/02/09	1,147,000	1,145,639	1,190,203

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
George Weston Ltd., Callable, 4.19%, 2029/09/05	993,000	993,000	1,005,221
Gibson Energy Inc., Callable, 2.45%, 2025/07/14	4,080,000	4,045,519	4,055,727
Gibson Energy Inc., Callable, 4.45%, 2031/11/12	874,000	873,528	884,208
H&R REIT, Series 'Q', Callable, 4.07%, 2025/06/16	474,500	472,681	475,167
Helocs Trust, Series 'A', 3.77%, 2027/10/23	1,506,000	1,506,000	1,514,882
Husky Midstream L.P., Callable, 4.10%, 2029/12/02	966,000	964,058	971,545
Hyundai Capital Canada Inc., Series 'A', Callable, 2.01%, 2026/05/12	780,000	780,000	764,546
iA Financial Corp. Inc., Variable Rate, Callable, 3.07%, 2031/09/24	2,923,000	2,937,968	2,898,137
iA Financial Corp. Inc., Variable Rate, Callable, 5.69%, 2033/06/20	1,073,000	1,073,935	1,134,114
iA Financial Corp. Inc., Variable Rate, Callable, 4.13%, 2034/12/05	1,099,000	1,099,000	1,101,081
IGM Financial Inc., Callable, 3.44%, 2027/01/26	200,000	192,916	199,756
Independent Order of Foresters (The), Series '20-1', Variable Rate, Callable, 2.89%, 2035/10/15	236,000	196,871	213,562
Inter Pipeline Ltd., Callable, 3.17%, 2025/03/24	1,855,000	1,822,242	1,853,427
Inter Pipeline Ltd., Callable, 5.76%, 2028/02/17	1,309,000	1,309,708	1,376,254
Inter Pipeline Ltd., Callable, 5.71%, 2030/05/29	893,000	893,447	946,601
Inter Pipeline Ltd., Series '19-A', Variable Rate, Callable, 6.88%, 2079/03/26	1,538,000	1,535,281	1,578,905
Keyera Corp., Convertible Bonds, Floating Rate, Callable, 6.88%, 2079/06/13	1,644,000	1,656,111	1,729,086
Laurentian Bank of Canada, 4.60%, 2025/09/02	1,067,000	1,067,320	1,073,750
Laurentian Bank of Canada, Variable Rate, Callable, 5.10%, 2032/06/15	2,444,000	2,439,757	2,403,732
Loblaw Cos. Ltd., Callable, 4.49%, 2028/12/11	2,518,000	2,835,322	2,600,607
Loblaw Cos. Ltd., Callable, 6.50%, 2029/01/22	908,000	985,765	990,830
Manulife Bank of Canada, 3.99%, 2028/02/22	1,141,000	1,141,000	1,155,851
Manulife Financial Corp., Variable Rate, Callable, 2.24%, 2030/05/12	3,121,000	3,136,272	3,107,120
Manulife Financial Corp., Variable Rate, Callable, 4.06%, 2032/02/24	4,475,000	5,610,189	6,277,003
Manulife Financial Corp., Variable Rate, Callable, 5.41%, 2033/03/10	2,002,000	2,002,256	2,099,663
Manulife Financial Corp., Variable Rate, Callable, 4.06%, 2034/12/06	966,000	966,000	968,425
Manulife Financial Corp., Variable Rate, Callable, 7.12%, 2082/06/19	1,020,000	1,020,062	1,063,454
MCAP Commercial L.P., 3.74%, 2025/08/25	618,000	616,767	618,150
MCAP Commercial L.P., Callable, 3.38%, 2027/11/26	1,084,000	1,079,135	1,053,287
Metro Inc., Callable, 3.39%, 2027/12/06	894,000	967,281	892,132
Metro Inc., Callable, 4.00%, 2029/11/27	1,416,000	1,416,000	1,435,485
National Bank of Canada, Variable Rate, Callable, 1.57%, 2026/08/18	662,000	649,516	654,494
National Bank of Canada, 4.97%, 2026/12/07	2,008,000	2,008,150	2,064,154
National Bank of Canada, Floating Rate, Callable, 4.98%, 2027/03/18	3,006,000	3,006,080	3,058,518
National Bank of Canada, Variable Rate, Callable, 3.64%, 2027/10/07	1,408,000	1,408,000	1,411,218
National Bank of Canada, 5.22%, 2028/06/14	4,951,000	4,938,940	5,205,346
National Bank of Canada, Variable Rate, Callable, 5.28%, 2034/02/15	2,376,000	2,376,180	2,477,088
National Bank of Canada, Variable Rate, Callable, 7.50%, 2082/11/16	1,416,000	1,416,313	1,499,922

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'F', Callable, 4.25%, 2029/06/01	200,000	227,486	204,792
Nova Scotia Power Inc., Series 'F', 8.85%, 2025/05/19	825,000	845,171	839,990
Original Wempi Inc., 7.79%, 2027/10/04	1,651,000	1,654,541	1,788,906
Parkland Corp., Callable, 3.88%, 2026/06/16	722,000	722,000	715,100
Pembina Pipeline Corp., Callable, 3.71%, 2026/08/11	95,000	99,981	95,301
Pembina Pipeline Corp., Callable, 4.24%, 2027/06/15	1,200,000	1,204,068	1,216,751
Pembina Pipeline Corp., Series '15', Callable, 3.31%, 2030/02/01	60,000	55,284	58,415
Pembina Pipeline Corp., Callable, 5.02%, 2032/01/12	348,000	346,935	364,253
Pembina Pipeline Corp., Variable Rate, Callable, 4.80%, 2081/01/25	868,000	868,000	833,511
Reliance L.P., Callable, 3.84%, 2025/03/15	578,000	578,943	578,150
Reliance L.P., Callable, 3.75%, 2026/03/15	1,144,000	1,140,293	1,145,758
Reliance L.P., Callable, 2.68%, 2027/12/01	876,000	883,352	849,850
Reliance L.P., Callable, 2.67%, 2028/08/01	1,352,000	1,352,555	1,292,931
Reliance L.P., Callable, 5.25%, 2031/05/15	746,000	745,955	778,010
RioCan REIT, Series 'AB', Callable, 2.58%, 2025/02/12	280,000	277,462	279,661
RioCan REIT, Callable, 5.61%, 2027/10/06	870,000	870,280	908,665
RioCan REIT, 4.00%, 2028/03/01	279,000	279,000	279,805
RioCan REIT, Series 'AE', Callable, 2.83%, 2028/11/08	1,248,000	1,248,000	1,194,435
RioCan REIT, Callable, 4.63%, 2029/05/01	63,000	61,124	64,122
RioCan REIT, Callable, 5.96%, 2029/10/01	1,042,000	1,042,761	1,115,701
RioCan REIT, Callable, 5.47%, 2030/03/01	947,000	949,858	993,640
RioCan REIT, Callable, 5.46%, 2031/03/01	1,408,000	1,407,620	1,478,167
RioCan REIT, Callable, 4.62%, 2031/10/03	903,000	903,000	905,570
Rogers Communications Inc., 3.10%, 2025/04/15	2,000,000	1,977,660	1,997,768
Rogers Communications Inc., Callable, 3.65%, 2027/03/31	5,973,000	6,402,874	5,980,646
Rogers Communications Inc., Callable, 5.70%, 2028/09/28	1,780,000	1,780,382	1,892,991
Rogers Communications Inc., Callable, 3.75%, 2029/04/15	1,805,000	1,802,944	1,795,259
Rogers Communications Inc., Callable, 3.25%, 2029/05/01	480,000	447,728	468,249
Rogers Communications Inc., Callable, 3.30%, 2029/12/10	3,005,000	2,763,520	2,914,874
Rogers Communications Inc., Callable, 5.80%, 2030/09/21	350,000	368,335	379,149
Rogers Communications Inc., Callable, 4.25%, 2032/04/15	200,000	187,132	199,027
Rogers Communications Inc., Variable Rate, Callable, 5.00%, 2081/12/17	3,582,000	3,575,875	3,589,394
Royal Bank of Canada, 3.37%, 2025/03/24	5,230,000	5,033,510	5,228,770
Royal Bank of Canada, 2.33%, 2027/01/28	3,637,000	3,636,707	3,558,310
Royal Bank of Canada, 4.64%, 2028/01/17	1,905,000	1,908,293	1,965,275
Royal Bank of Canada, Variable Rate, Callable, 3.63%, 2028/12/10	2,113,000	2,113,000	2,116,926
Royal Bank of Canada, 5.23%, 2030/06/24	871,000	871,947	930,407
Royal Bank of Canada, Variable Rate, Callable, 2.14%, 2031/11/03	3,228,000	3,215,523	3,143,810
Royal Bank of Canada, Variable Rate, Callable, 2.94%, 2032/05/03	1,889,000	1,861,198	1,858,547

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Royal Bank of Canada, Variable Rate, Callable, 1.67%, 2033/01/28	2,299,000	2,292,201	2,168,457
Royal Bank of Canada, Variable Rate, Callable, 4.83%, 2034/08/08	1,969,000	1,969,088	2,026,830
Sienna Senior Living Inc., Series 'B', Callable, 3.45%, 2026/02/27	196,000	193,695	195,407
Sienna Senior Living Inc., Series 'C', Callable, 2.82%, 2027/03/31	659,000	656,648	643,989
Sienna Senior Living Inc., Callable, 4.44%, 2029/10/17	447,000	447,000	451,412
SmartCentres REIT, Series 'N', 3.56%, 2025/02/06	470,000	467,928	469,819
SmartCentres REIT, Series 'P', Callable, 3.44%, 2026/08/28	1,805,000	1,684,098	1,799,261
SmartCentres REIT, Series 'Y', Callable, 2.31%, 2028/12/18	1,845,000	1,769,633	1,719,672
SmartCentres REIT, 5.16%, 2030/08/01	565,000	565,000	584,552
Sun Life Financial Inc., Variable Rate, Callable, 2.46%, 2031/11/18	500,000	500,180	490,980
Sun Life Financial Inc., Variable Rate, Callable, 2.58%, 2032/05/10	4,343,000	4,423,271	4,248,812
Sun Life Financial Inc., Variable Rate, Callable, 2.80%, 2033/11/21	4,126,000	4,124,652	3,986,897
Sun Life Financial Inc., Variable Rate, Callable, 5.12%, 2036/05/15	1,437,000	1,437,000	1,516,093
Suncor Energy Inc., 5.60%, 2025/11/17	2,911,000	2,935,214	2,962,591
Superior Plus L.P., Callable, 4.25%, 2028/05/18	1,669,000	1,668,665	1,583,880
TELUS Corp., Callable, 3.75%, 2026/03/10	846,000	844,128	848,798
TELUS Corp., Callable, 3.63%, 2028/03/01	500,000	542,540	499,623
TELUS Corp., Callable, 2.85%, 2031/11/13	800,000	687,624	734,960
Teranet Holdings L.P., Series '20', Callable, 3.54%, 2025/06/11	1,494,000	1,489,740	1,492,572
Toronto-Dominion Bank (The), 4.21%, 2027/06/01	1,946,000	1,946,061	1,977,009
Toronto-Dominion Bank (The), 5.38%, 2027/10/21	1,010,000	1,010,000	1,058,368
Toronto-Dominion Bank (The), 4.68%, 2029/08/01	9,820,000	9,770,367	10,173,842
Toronto-Dominion Bank (The), Variable Rate, Callable, 3.11%, 2030/04/22	749,000	742,875	747,933
Toronto-Dominion Bank (The), Variable Rate, Callable, 4.00%, 2030/10/31	1,457,000	1,457,000	1,468,500
Toronto-Dominion Bank (The), Floating Rate, Callable, 3.06%, 2032/01/26	3,068,000	3,126,312	3,029,729
Toronto-Dominion Bank (The), 2.67%, 2033/04/06	3,059,000	3,046,770	3,043,296
Toronto-Dominion Bank (The), Variable Rate, Callable, 5.18%, 2034/04/09	1,562,000	1,562,000	1,626,288
Toronto-Dominion Bank (The), Variable Rate, Callable, 7.28%, 2082/10/31	854,000	854,251	900,331
TransCanada PipeLines Ltd., Callable, 3.30%, 2025/07/17	690,000	685,035	689,285
TransCanada PipeLines Ltd., Callable, 4.35%, 2026/05/12	314,000	312,755	317,251
TransCanada PipeLines Ltd., 7.31%, 2027/01/15	348,000	436,302	369,107
TransCanada PipeLines Ltd., Callable, 3.80%, 2027/04/05	7,110,000	7,835,603	7,139,400
TransCanada PipeLines Ltd., 6.28%, 2028/05/26	553,000	559,962	588,372
TransCanada PipeLines Ltd., Callable, 5.28%, 2030/07/15	220,000	225,499	233,656
Ventas Canada Finance Ltd., Series 'G', Callable, 2.45%, 2027/01/04	2,269,000	2,264,004	2,218,700
Videotron Ltd., Callable, 3.63%, 2028/06/15	1,723,000	1,715,065	1,712,200
		353,690,667	356,482,451

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Asset-Backed Securities (2.23%)			
BMW Canada Auto Trust, Class 'A3', Series '23-1', Callable, 5.43%, 2028/01/20	296,000	296,002	301,346
BMW Canada Auto Trust, Class 'A3', Series '24-1', Callable, 4.79%, 2029/01/22	550,000	550,000	563,048
Cards II Trust, 4.33%, 2025/05/15	778,000	776,200	780,938
CNH Capital Canada Receivables Trust, Class 'A2', Series '23-1', Variable Rate, Callable, 4.99%, 2029/10/15	662,451	662,452	673,896
CNH Capital Canada Receivables Trust, Class 'A2', Series '24-1', Callable, 5.06%, 2031/08/15	1,069,581	1,069,586	1,092,665
Eagle Credit Card Trust, Series 'A', 1.27%, 2025/07/17	414,000	414,000	409,527
Eagle Credit Card Trust, Series 'A', 5.13%, 2028/06/17	808,000	808,000	847,934
Eagle Credit Card Trust, Series 'A', 4.92%, 2029/06/17	1,190,000	1,190,000	1,246,817
Ford Auto Securitization Trust, Class 'A3', Series '24-A', Callable, 4.97%, 2030/03/15	412,000	412,004	427,121
Ford Auto Securitization Trust II, Class 'A3', Series '24-B', Callable, 3.84%, 2030/09/15	553,000	553,000	554,650
Glacier Credit Card Trust, Series '20', 1.39%, 2025/09/22	279,000	266,060	275,199
GMF Canada Leasing Trust, Class 'A3', Series '23-1', Callable, 5.71%, 2028/05/23	1,020,000	1,020,004	1,030,494
GMF Canada Leasing Trust, Class 'A3', Series '24-1', Callable, 4.83%, 2029/08/20	540,000	540,000	550,060
MBARC Credit Canada Inc., Class 'A3', Series '24-A', Callable, 5.13%, 2030/01/15	864,545	864,548	878,259
		9,421,856	9,631,954
Municipal Bonds (0.77%)			
Aéroports de Montréal, Callable, 6.95%, 2032/04/16	930,838	1,187,045	1,026,778
Edmonton Regional Airport Authority, Callable, 7.21%, 2030/11/01	191,408	229,937	205,717
Greater Toronto Airports Authority, Series '97-3', 6.45%, 2027/12/03	900,000	952,119	970,978
Greater Toronto Airports Authority, 7.10%, 2031/06/04	300,000	339,936	351,434
Ottawa MacDonald-Cartier International Airport Authority, Sinkable, Callable, 6.97%, 2032/05/25	172,724	186,298	187,733
Vancouver Airport Authority, Series 'B', Callable, 7.43%, 2026/12/07	537,000	572,298	575,514
		3,467,633	3,318,154
Provincial Bonds (0.12%)			
New Brunswick F-M Project Co. Inc., Sinkable, Callable, 6.47%, 2027/11/30	485,646	571,635	504,569

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Mortgage Backed Securities (0.07%)			
Classic RMBS Trust, Class 'A', Series '21-1', Callable, 1.43%, 2051/11/15	57,190	57,186	56,761
Classic RMBS Trust, Class 'A', Series '21-2', Variable Rate, Callable, 1.53%, 2052/03/15	115,729	115,719	114,040
Real Estate Asset Liquidity Trust, Class 'A2', Series '17', Callable, 3.64%, 2052/11/12	153,065	153,060	151,802
		325,965	322,603
TOTAL CANADIAN FIXED INCOME SECURITIES		367,477,756	370,259,731
U.S. FIXED INCOME SECURITIES (10.31%)			
Corporate Bonds (10.31%)			
AT&T Inc., Callable, 4.00%, 2025/11/25	500,000	498,823	501,905
Bank of America Corp., Floating Rate, Callable, 3.52%, 2026/03/24	500,000	497,795	499,971
Bank of America Corp., Variable Rate, Callable, 1.98%, 2027/09/15	4,715,000	4,627,490	4,595,560
Bank of America Corp., Variable Rate, Callable, 3.62%, 2028/03/16	3,939,000	3,909,202	3,939,607
Bank of America Corp., Variable Rate, Callable, 2.60%, 2029/04/04	2,746,000	2,720,401	2,656,019
Citigroup Inc., 4.09%, 2025/06/09	4,729,000	4,811,514	4,738,978
Goldman Sachs Group Inc. (The), Variable Rate, Callable, 2.60%, 2027/11/30	1,373,000	1,373,000	1,348,935
Goldman Sachs Group Inc. (The), Variable Rate, Callable, 2.01%, 2029/02/28	3,117,000	3,117,000	2,963,114
JPMorgan Chase & Co., Floating Rate, Callable, 1.90%, 2028/03/05	4,139,000	4,139,998	4,002,947
Morgan Stanley, Variable Rate, Callable, 1.78%, 2027/08/04	3,367,000	3,309,936	3,279,280
Wells Fargo & Co., 3.87%, 2025/05/21	6,450,000	6,616,819	6,457,398
Wells Fargo & Co., Variable Rate, Callable, 4.17%, 2026/04/28	422,000	417,220	422,763
Wells Fargo & Co., Variable Rate, Callable, 2.57%, 2026/05/01	2,014,000	1,979,386	2,007,513
Wells Fargo & Co., 2.98%, 2026/05/19	2,761,000	2,960,177	2,742,628
Wells Fargo & Co., 2.49%, 2027/02/18	3,156,000	3,179,599	3,086,732
Wells Fargo & Co., Variable Rate, Callable, 5.08%, 2028/04/26	1,131,000	1,131,000	1,166,020
		45,289,360	44,409,370
TOTAL U.S. FIXED INCOME SECURITIES		45,289,360	44,409,370
GLOBAL FIXED INCOME SECURITIES (0.39%)			
Corporate Bonds (0.39%)			
National Australia Bank Ltd., Variable Rate, Callable, 3.52%, 2030/06/12	1,701,000	1,771,186	1,697,129
TOTAL GLOBAL FIXED INCOME SECURITIES		1,771,186	1,697,129

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
DERIVATIVES (0.34%)			
Interest Rate Swaps (0.62%)			
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.843%, 2025/01/22, C\$	14,000,000	—	15,054
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.150%, 2025/07/22, C\$	15,000,000	—	178,485
Receive Floating Interest Rate, Pay Fixed Interest Rate 2.801%, 2025/10/17, C\$	3,000,000	—	10,156
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.148%, 2026/02/23, C\$	5,000,000	—	113,658
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.875%, 2026/11/19, C\$	14,000,000	—	305,599
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.519%, 2027/05/05, C\$	18,000,000	—	622,301
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.473%, 2027/05/07, C\$	16,000,000	—	570,195
Receive Floating Interest Rate, Pay Fixed Interest Rate 2.979%, 2027/05/09, US\$	3,800,000	—	167,526
Receive Floating Interest Rate, Pay Fixed Interest Rate 3.235%, 2027/08/05, C\$	15,000,000	—	(71,568)
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.824%, 2027/11/30, C\$	10,000,000	—	335,867
Receive Floating Interest Rate, Pay Fixed Interest Rate 2.563%, 2028/04/09, C\$	3,500,000	—	50,279
Receive Floating Interest Rate, Pay Fixed Interest Rate 1.408%, 2028/07/19, C\$	10,000,000	—	541,836
Receive Floating Interest Rate, Pay Fixed Interest Rate 3.258%, 2029/03/14, C\$	8,000,000	—	(73,916)
Receive Floating Interest Rate, Pay Fixed Interest Rate 3.258%, 2029/08/12, C\$	10,000,000	—	(77,750)
		—	2,687,722
Currency Forwards (-0.02%)			
Currency forward contract to buy US\$50,000 for C\$71,706 maturing March 19, 2025		—	(34)
Currency forward contract to buy C\$8,905,254 for US\$6,274,500 maturing March 19, 2025		—	(88,907)
		—	(88,941)

Schedule of Investments (continued)

As at December 31, 2024

Security	Par Value/ Notional/ Contracts	Average Cost	Fair Value
Treasury Bond Futures (-0.26%)			
Short Positions (-0.26%)			
Canadian 10-Year Treasury Bond Futures March 2025 at C\$122.61. Notional Value (C\$3,800,910)	(31)	—	(68,200)
Canadian 5-Year Treasury Bond Futures March 2025 at C\$113.27. Notional Value (C\$89,143,490)	(787)	—	(1,049,766)
		—	(1,117,966)
TOTAL DERIVATIVES		—	1,480,815
Transaction Costs		(9)	
TOTAL INVESTMENT PORTFOLIO (96.96%)	\$ 414,538,293		\$ 417,847,045
Cash and cash equivalents (1.33%)			5,746,900
Margin deposits (0.92%)			3,979,174
Other assets less liabilities (0.79%)			3,356,942
NET ASSETS (100.00%)			\$ 430,930,061

(See accompanying notes to financial statements)

Notes to Financial Statements

For the Years Ended December 31, 2024 and 2023

1. REPORTING ENTITY

Global X Active Ultra-Short Term Investment Grade Bond ETF (*formerly Horizons Active Ultra-Short Term Investment Grade Bond ETF*) (“HFR” or the “ETF”) is an investment trust established under the laws of the Province of Ontario by Declaration of Trust and effectively began operations on December 12, 2010. The address of the ETF’s registered office is: c/o Global X Investments Canada Inc., 55 University Avenue, Suite 800, Toronto, Ontario, M5J 2H7.

The ETF is offered for sale on a continuous basis by its prospectus in Class E units (“Class E”) which trade on the Toronto Stock Exchange (“TSX”) under the symbol HFR. An investor may buy or sell units of the ETF on the TSX only through a registered broker or dealer in the province or territory where the investor resides. Investors are able to trade units of the ETF in the same way as other securities traded on the TSX, including by using market orders and limit orders and may incur customary brokerage commissions when buying or selling units.

The investment objective of HFR is to generate income that is consistent with prevailing Canadian short-term corporate bond yields while reducing the potential effects of Canadian interest rate fluctuations on HFR. HFR invests primarily in a portfolio of Canadian debt (including debt-like securities) directly, and hedges the portfolio’s interest rate risk by maintaining a portfolio duration that is not more than one year. HFR may also invest directly in debt of U.S. companies, as well as indirectly through investments in securities of Listed Funds, as they are defined in the ETF’s prospectus. HFR uses derivatives, including interest rate swaps, to deliver a floating rate of income.

Global X Investments Canada Inc. is the manager, trustee and investment manager of the ETF (“Global X”, the “Manager” or the “Investment Manager”). The Investment Manager is responsible for implementing the ETF’s investment strategies and for engaging the services of Fiera Capital Corporation (“Fiera” or the “Sub-Advisor”), to act as the sub-advisor to the ETF.

2. BASIS OF PREPARATION

(i) *Statement of compliance*

The financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”). Any mention of total net assets, net assets, net asset value or increase (decrease) in net assets is referring to net assets or increase (decrease) in net assets attributable to holders of redeemable units as reported under IFRS.

These financial statements were authorized for issue on March 14, 2025, by the Board of Directors of the Manager.

(ii) *Basis of measurement*

The financial statements have been prepared on the historical cost basis except for financial instruments at fair value through profit or loss, which are measured at fair value.

(iii) *Functional and presentation currency*

The financial statements are presented in Canadian dollars, which is the ETF’s functional currency.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

(a) Financial instruments

(i) Recognition, initial measurement and classification

The ETF is subject to IFRS 9, Financial Instruments (“IFRS 9”) for the classification and measurement requirements for financial instruments, including impairment of financial assets and hedge accounting.

IFRS 9 requires financial assets to be classified based on the ETF’s business model for managing the financial assets and contractual cash flow characteristics of the financial assets. The standard includes three principal classification categories for financial assets: measured at amortized cost, fair value through other comprehensive income, and fair value through profit or loss (“FVTPL”). IFRS 9 requires classification of debt instruments, if any, based solely on payments of principal and interests, and business model tests.

The ETF’s financial assets and financial liabilities are managed and its performance is evaluated on a fair value basis. The contractual cash flows of the ETF’s debt securities, if any, consist solely of principal and interest, however, these securities are neither held in held-to-collect, or held-to-collect-and-sell business models in IFRS 9.

Financial assets and financial liabilities at FVTPL are initially recognized on the trade date, at fair value (see below), with transaction costs recognized in the statements of comprehensive income. Other financial assets and financial liabilities are recognized on the date on which they are originated at fair value.

The ETF classifies financial assets and financial liabilities into the following categories:

- Financial assets mandatorily classified at FVTPL: debt securities, equity investments and derivative financial instruments
- Financial assets at amortized cost: all other financial assets
- Financial liabilities classified at FVTPL: derivative financial instruments and securities sold short, if any
- Financial liabilities at amortized cost: all other financial liabilities

(ii) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the ETF has access at that date. The fair value of a liability reflects its non-performance risk.

Investments are valued at fair value as of the close of business on each day upon which a session of the TSX is held (“Valuation Date”) and based on external pricing sources to the extent possible. Investments held that are traded in an active market through recognized public stock exchanges, over-the-counter markets, or through recognized investment dealers, are valued at their closing sale price. However, such prices may be adjusted if a more accurate value can be obtained from recent trading activity or by incorporating other relevant information that may not have been reflected in pricing obtained from external sources. Short-term investments, including notes and money market instruments, are valued at amortized cost which approximates fair value.

Investments held that are not traded in an active market, including some derivative financial instruments, are valued using observable market inputs where possible, on such basis and in such manner as established by the Manager. Derivative financial instruments are recorded in the statements of financial position according to the gain or loss that would be realized if the contracts were closed out on the Valuation Date. Margin deposits, if any, are included in the schedule of investments as margin deposits. See also, the summary of fair value measurements in note 6.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

Fair value policies used for financial reporting purposes are the same as those used to measure the net asset value ("NAV") for transactions with unitholders.

The fair value of other financial assets and liabilities approximates their carrying values due to the short-term nature of these instruments.

(iii) Offsetting

Financial assets and liabilities are offset and the net amount presented in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

(iv) Specific instruments

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and short-term, interest bearing notes with a term to maturity of less than three months from the date of purchase.

Forward foreign exchange contracts

Forward foreign exchange contracts, if any, are valued at the current market value thereof on the Valuation Date. The value of these forward contracts is the gain or loss that would be realized if, on the Valuation Date, the positions were to be closed out and recorded as derivative assets and/or liabilities in the statements of financial position and as a net change in unrealized appreciation (depreciation) of investments and derivatives in the statements of comprehensive income. When the forward contracts are closed out or mature, realized gains or losses on forward contracts are recognized and are included in the statements of comprehensive income in net realized gain (loss) on sale of investments and derivatives. The Canadian dollar value of forward foreign exchange contracts is determined using forward currency exchange rates supplied by an independent service provider.

Interest rate swaps

Interest rate swaps, if any, are valued at the current market value thereof on the Valuation Date. The value of these interest rate swaps is the gain or loss that would be realized if, on the Valuation Date, the positions were to be closed out and recorded as derivative assets and/or liabilities, plus any amounts relating to accrued income, if applicable, in the statements of financial position, and as a net change in unrealized appreciation (depreciation) of investments and derivatives and interest income for distribution purposes, if applicable, in the statements of comprehensive income. When the interest rate swaps are closed out or mature, realized gains or losses on interest rate swaps are recognized and are included in the statements of comprehensive income.

Redeemable units

The redeemable units are measured at the present value of the redemption amounts and are considered a residual amount of the net assets attributable to holders of redeemable units. They are classified as financial liabilities as a result of the ETF's requirement to distribute net income and capital gains to unitholders.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

(b) Investment income

Investment transactions are accounted for as of the trade date. Realized gains and losses from investment transactions are calculated on a weighted average cost basis. The difference between fair value and average cost, as recorded in the financial statements, is included in the statements of comprehensive income as part of the net change in unrealized appreciation (depreciation) of investments and derivatives. Interest income for distribution purposes from investments in bonds and short-term investments represents the coupon interest received by the ETF accounted for on an accrual basis. Dividend income is recognized on the ex-dividend date. Distribution income from investments in other funds or ETFs is recognized when earned.

Income from derivatives is shown in the statements of comprehensive income as net realized gain (loss) on sale of investments and derivatives; net change in unrealized appreciation (depreciation) of investments and derivatives; and, interest income for distribution purposes, in accordance with its nature.

Income from securities lending, if any, is included in "Securities lending income" on the statements of comprehensive income and is recognized when earned. Any securities on loan continue to be displayed in the schedule of investments and the market value of the securities loaned and collateral held is determined daily (see note 7).

If the ETF incurs withholding taxes imposed by certain countries on investment income and capital gains, such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statements of comprehensive income.

(c) Foreign currency

Transactions in foreign currencies are translated into the ETF's reporting currency using the exchange rate prevailing on the trade date. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated at the year-end exchange rate. Foreign exchange gains and losses are presented as "Net realized gain (loss) on foreign exchange", except for those arising from financial instruments at fair value through profit or loss, which are recognized as a component within "Net realized gain (loss) on sale of investments and derivatives" and "Net change in unrealized appreciation (depreciation) of investments and derivatives" in the statements of comprehensive income.

(d) Cost basis

The cost of portfolio investments is determined on an average cost basis.

(e) Increase (decrease) in net assets attributable to holders of redeemable units per unit

The increase (decrease) in net assets per unit in the statements of comprehensive income represents the change in net assets attributable to holders of redeemable units from operations divided by the weighted average number of units of the ETF outstanding during the reporting year.

(f) Unitholder transactions

The value at which units are issued or redeemed is determined by dividing the net asset value of the ETF by the total number of units outstanding of the ETF on the applicable Valuation Date. Amounts received on the issuance of units and amounts paid on the redemption of units are included in the statements of changes in financial position. Orders for subscriptions or redemptions are only permissible on valid trading days, as defined in the ETF's prospectus.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

(g) Amounts receivable (payable) relating to portfolio assets sold (purchased)

In accordance with the ETF's policy of trade date accounting for sale and purchase transactions, sales/purchase transactions awaiting settlement represent amounts receivable/payable for securities sold/purchased, but not yet settled as at the reporting date.

(h) Net assets attributable to holders of redeemable units per unit

Net assets attributable to holders of redeemable units per unit is calculated by dividing the ETF's net assets attributable to holders of redeemable units by the number of units of the ETF outstanding on the Valuation Date.

(i) Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and any applicable transfer taxes and duties. Transaction costs are expensed and are included in "Transaction costs" in the statements of comprehensive income.

(j) Changes in accounting policies

The Fund adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statements 2) from January 1, 2023. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed in the financial statements.

The amendments require the disclosure of 'material' rather than 'significant' accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements.

The Manager reviewed the accounting policies and amended the information disclosed in Note 3 as applicable.

(k) Future changes in accounting policies

IFRS 7 and IFRS 9 will have amendments that will apply for annual reporting periods beginning on or after January 1, 2026. The amendments relate to settling financial liabilities using an electronic payment system and assessing contractual cash flow characteristics of financial assets, including those with Environmental, Social, and Governance linked features. There are additional amended disclosure requirements related to financial instruments with contingent features.

IFRS 18 will replace IAS 1 Presentation of Financial Statements and will apply for annual reporting periods beginning on or after January 1, 2027. This change will impact the structure of the ETF's statement of profit or loss, the statement of cash flows along with additional required disclosure.

The ETF is in the process of assessing the impact of the amended and new accounting standards to the financial statements.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these financial statements, the Manager has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The ETF may hold financial instruments that are not quoted in active markets, including derivatives. The determination of the fair value of these instruments is the area with the most significant accounting judgements and estimates that the ETF has made in preparing the financial statements. See note 6 for more information on the fair value measurement of the ETF's financial instruments.

5. FINANCIAL INSTRUMENTS RISK

In the normal course of business, the ETF's investment activities expose it to a variety of financial risks. The Manager seeks to minimize potential adverse effects of these risks for the ETF's performance by employing professional, experienced portfolio advisors, by daily monitoring of the ETF's positions and market events, and periodically may use derivatives to hedge certain risk exposures. To assist in managing risks, the Manager maintains a governance structure that oversees the ETF's investment activities and monitors compliance with the ETF's stated investment strategies, internal guidelines and securities regulations.

Please refer to the most recent prospectus for a complete discussion of the risks attributed to an investment in the units of the ETF. Significant financial instrument risks that are relevant to the ETF, and analysis thereof, are presented below.

(a) Market risk

Market risk is the risk that changes in market prices, such as interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's/issuer's credit standing) will affect the ETF's income or the fair value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Currency risk

Currency risk is the risk that financial instruments which are denominated in currencies other than the ETF's reporting currency, the Canadian dollar, will fluctuate due to changes in exchange rates and adversely impact the ETF's income, cash flows or fair values of its investment holdings. The ETF may reduce its foreign currency exposure through the use of derivative arrangements such as foreign exchange forward contracts or futures contracts. As at December 31, 2024 and 2023, the ETF did not have any material net exposure to foreign currencies due to the ETF's hedging strategies.

(ii) Interest rate risk

The ETF may be exposed to the risk that the fair value of future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. In general, the value of interest-bearing financial instruments will rise if interest rates fall, and conversely, will generally fall if interest rates rise. There is minimal sensitivity to interest rate fluctuation on cash and cash equivalents invested at short-term market rates since those securities are usually held to maturity and are short term in nature.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

The following table summarizes the ETF's exposure to interest rate risk, including the ETF's assets categorized by the remaining term to maturity:

Investments	Less than 1 year	1 - 3 years	3 - 5 years	> 5 years	Non-interest bearing	Total
As at	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)
December 31, 2024						
Investments	63,082	122,346	102,000	138,102	–	425,530
Interest Rate Swaps	(520)	2,367	663	–	–	2,510
December 31, 2023						
Investments	54,410	103,471	121,760	138,848	–	418,489
Interest Rate Swaps	1,635	2,994	4,975	306	–	9,910

The percentage of the ETF's net assets exposed to interest rate risk as at December 31, 2024, was 99.3% (December 31, 2023 – 101.8%). The amount by which the net assets of the ETF would have increased or decreased, as at December 31, 2024, had the prevailing interest rates been lowered or raised by 1%, assuming a parallel shift in the yield curve, with all other variables remaining constant, was \$2,746,947 (December 31, 2023 – \$3,727,068). The ETF's interest rate sensitivity was determined based on portfolio weighted duration. In practice, actual results may differ from this sensitivity analysis.

(iii) Other market risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. The Manager has implemented internal risk management controls on the ETF which are intended to limit the loss on its trading activities.

The table below shows the estimated impact on the ETF of a 1% increase or decrease in a broad-based market index, based on historical correlation, with all other factors remaining constant, as at the dates shown. In practice, actual results may differ from this sensitivity analysis and the difference could be material. The historical correlation may not be representative of future correlation.

Comparative Index	December 31, 2024	December 31, 2023
ICE BofA Merrill Lynch Canada Corporate Bond Index	\$1,230,277	\$1,147,595

(b) Credit risk

Credit risk on financial instruments is the risk of a financial loss occurring as a result of the default of a counterparty on its obligation to the ETF. It arises principally from debt securities held, and also from derivative financial assets, cash and cash equivalents, and other receivables. The ETF's maximum credit risk exposure as at the reporting date is represented by the respective carrying amounts of the financial assets in the statements of financial position. The ETF's credit risk policy is to minimize its exposure to counterparties with perceived higher risk of default by dealing only with counterparties that meet the credit standards set out in the ETF's prospectus and, when necessary, receiving acceptable collateral.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

Analysis of credit quality

The ETF's credit risk exposure by designated rating of the invested portfolio as at December 31, 2024 and 2023, is listed as follows:

Debt or Derivative Securities by Credit Rating	Percentage of Net Asset Value (%)	
	December 31, 2024	December 31, 2023
AAA	4.5%	4.4%
AA	0.6%	0.4%
A	37.8%	40.6%
BBB	51.5%	52.1%
BB	5.0%	4.1%
Total	99.4%	101.6%

Designated ratings are obtained by Standard & Poor's, Moody's and/or Dominion Bond Rating Services. Where more than one rating is obtained for a security, the lowest rating has been used. Credit risk is managed by dealing with counterparties the ETF believes to be creditworthy and by regular monitoring of credit exposures. The maximum exposure to any one debt issuer as of December 31, 2024, was 6.3% (December 31, 2023 – 6.5%) of the net assets of the ETF.

(c) Liquidity risk

Liquidity risk is the risk that the ETF will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The ETF's policy and the Investment Manager's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stress conditions, including estimated redemptions of shares, without incurring unacceptable losses or risking damage to the ETF's reputation. Generally, liabilities of the ETF are due within 90 days. Liquidity risk is managed by investing the majority of the ETF's assets in investments that are traded in an active market and can be readily disposed. The ETF aims to retain sufficient cash and cash equivalent positions to maintain liquidity; therefore, the liquidity risk for the ETF is considered minimal.

6. FAIR VALUE MEASUREMENT

Below is a classification of fair value measurements of the ETF's investments based on a three level fair value hierarchy and a reconciliation of transactions and transfers within that hierarchy. The hierarchy of fair valuation inputs is summarized as follows:

- Level 1: securities that are valued based on quoted prices in active markets.
- Level 2: securities that are valued based on inputs other than quoted prices that are observable, either directly as prices, or indirectly as derived from prices.
- Level 3: securities that are valued with significant unobservable market data.

Notes to Financial Statements (continued)
For the Years Ended December 31, 2024 and 2023

Changes in valuation methods may result in transfers into or out of an investment's assigned level. The following is a summary of the inputs used as at December 31, 2024 and 2023, in valuing the ETF's investments and derivatives carried at fair values:

	December 31, 2024			December 31, 2023		
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)
Financial Assets						
Bonds	–	416,043,627	–	–	404,360,355	–
Mortgage Backed Securities	–	322,603	–	–	674,725	–
Currency Forward Contracts	–	–	–	–	96,469	–
Interest Rate Swaps	–	2,910,956	–	–	7,870,560	–
Total Financial Assets	–	419,277,186	–	–	413,002,109	–
Financial Liabilities						
Futures	(1,117,966)	–	–	(654,025)	–	–
Currency Forward Contracts	–	(88,941)	–	–	–	–
Interest Rate Swaps	–	(223,234)	–	–	–	–
Total Financial Liabilities	(1,117,966)	(312,175)	–	(654,025)	–	–
Net Financial Assets and Liabilities	(1,117,966)	418,965,011	–	(654,025)	413,002,109	–

There were no significant transfers made between Levels 1 and 2 as a result of changes in the availability of quoted market prices or observable market inputs during the years shown. In addition, there were no investments or transactions classified in Level 3 for the years ended December 31, 2024 and 2023.

7. SECURITIES LENDING

In order to generate additional returns, the ETF is authorized to enter into securities lending agreements with borrowers deemed acceptable in accordance with National Instrument 81-102 – *Investment Funds* ("NI 81-102"). Under a securities lending agreement, the borrower must pay the ETF a negotiated securities lending fee, provide compensation to the ETF equal to any distributions received by the borrower on the securities borrowed, and the ETF must receive an acceptable form of collateral in excess of the value of the securities loaned. Although such collateral is marked to market, the ETF may be exposed to the risk of loss should a borrower default on its obligations to return the borrowed securities and the collateral is insufficient to reconstitute the portfolio of loaned securities. Revenue, if any, earned on securities lending transactions during the year is disclosed in the ETF's statements of comprehensive income.

The aggregate closing market value of securities loaned and collateral received as at December 31, 2024 and 2023, was as follows:

As at	Securities Loaned	Collateral Received
December 31, 2024	\$22,201,745	\$23,341,974
December 31, 2023	\$57,940,708	\$61,274,544

Collateral may comprise, but is not limited to, cash and obligations of or guaranteed by the Government of Canada or a province thereof; by the United States government or its agencies; by some sovereign states; by permitted supranational agencies; and short-term debt of Canadian financial institutions, if, in each case, the evidence of indebtedness has a designated rating as defined by NI 81-102.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

The table below presents a reconciliation of the securities lending income as presented in the statements of comprehensive income for the years ended December 31, 2024 and 2023. It shows the gross amount of securities lending revenues generated from the securities lending transactions of the ETF, less any taxes withheld and amounts earned by parties entitled to receive payments out of the gross amount as part of any securities lending agreements.

For the years ended	December 31, 2024	% of Gross Income	December 31, 2023	% of Gross Income
Gross securities lending income	\$27,258		\$43,967	
Withholding taxes	(258)	0.95%	(502)	1.14%
Lending Agents' fees:				
Canadian Imperial Bank of Commerce	(10,791)	39.58%	(17,373)	39.52%
Net securities lending income paid to the ETF	\$16,209	59.47%	\$26,092	59.34%

8. REDEEMABLE UNITS

The ETF is authorized to issue an unlimited number of redeemable, transferable Class E units each of which represents an equal, undivided interest in the net assets of the ETF. Each unit entitles the owner to one vote at meetings of unitholders. Each unit is entitled to participate equally with all other units with respect to all payments made to unitholders, other than management fee distributions, whether by way of income or capital distributions and, on liquidation, to participate equally in the net assets of the ETF remaining after satisfaction of any outstanding liabilities that are attributable to units of that class of the ETF. All units will be fully paid and non-assessable, with no liability for future assessments, when issued and will not be transferable except by operation of law.

The redeemable units issued by the ETF provide an investor with the right to require redemption for cash at a value proportionate to the investor's share in the ETF's net assets at each redemption date. They are classified as liabilities as a result of the ETF's requirement to distribute net income and capital gains to unitholders. The ETF's objectives in managing the redeemable units are to meet the ETF's investment objective, and to manage liquidity risk arising from redemptions. The ETF's management of liquidity risk arising from redeemable units is discussed in note 5.

On any valid trading day, as defined in the ETF's prospectus, unitholders of the ETF may (i) redeem units of the ETF for cash at a redemption price per unit equal to 95% of the closing price for units of the ETF on the TSX on the effective day of the redemption, where the units being redeemed are not equal to a prescribed number of units ("PNU") or a multiple PNU; or (ii) redeem, less any applicable redemption charge as determined by the Manager in its sole discretion from time to time, a PNU or a multiple PNU of the ETF for cash equal to the net asset value of that number of units.

Units of the ETF are issued or redeemed on a daily basis at the net asset value per security that is determined as at 4:00 p.m. (Eastern Time) each business day. Purchase and redemption orders are subject to a 9:30 a.m. (Eastern Time) cut-off time.

The ETF is required to distribute any net income and capital gains that it has earned in the period. Income earned by the ETF is distributed to unitholders at least once per year, if necessary, and these distributions are either paid in cash or reinvested by unitholders into additional units of the ETF. Net realized capital gains, if any, are typically distributed in December of each year to unitholders. The annual capital gains distributions are not paid in cash but rather, are reinvested and reported as taxable distributions and used to increase each unitholder's adjusted cost base for the ETF. Distributions paid to holders of redeemable units are recognized in the statements of changes in financial position.

Please consult the ETF's most recent prospectus for a full description of the subscription and redemption features of the ETF's units.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

For the years ended December 31, 2024 and 2023, the number of units issued by subscription and/or distribution reinvestment, the number of units redeemed, the total and average number of units outstanding was as follows:

Year	Beginning Units Outstanding	Units Issued	Units Redeemed	Ending Units Outstanding	Average Units Outstanding
2024	42,770,007	10,413,997	(10,375,000)	42,809,004	40,831,040
2023	49,163,953	9,481,054	(15,875,000)	42,770,007	41,398,960

9. EXPENSES

Management fees

The Manager provides, or oversees the provision of, administrative services required by the ETF including, but not limited to: negotiating contracts with certain third-party service providers, such as portfolio managers, custodians, registrars, transfer agents, auditors and printers; authorizing the payment of operating expenses incurred on behalf of the ETF; arranging for the maintenance of accounting records for the ETF; preparing reports to unitholders and to the applicable securities regulatory authorities; calculating the amount and determining the frequency of distributions by the ETF; preparing financial statements, income tax returns and financial and accounting information as required by the ETF; ensuring that unitholders are provided with financial statements and other reports as are required from time to time by applicable law; ensuring that the ETF complies with all other regulatory requirements, including the continuous disclosure obligations of the ETF under applicable securities laws; administering purchases, redemptions and other transactions in units of the ETF; and dealing and communicating with unitholders of the ETF. The Manager provides office facilities and personnel to carry out these services, if not otherwise furnished by any other service provider to the ETF. The Manager also monitors the investment strategies of the ETF to ensure that the ETF complies with its investment objectives, investment strategies and investment restrictions and practices.

In consideration for the provision of these services, the Manager receives a monthly management fee at the annual rate of 0.40%, plus applicable sales taxes, of the net asset value of the ETF's units, calculated and accrued daily and payable monthly in arrears. The Sub-Advisor is compensated for its services out of the management fees without any further cost to the ETF. Any expenses of the ETF which are waived or absorbed by the Manager are paid out of the management fees received by the Manager.

Other expenses

Unless otherwise waived or reimbursed by the Manager, the ETF pays all of its operating expenses, including but not limited to: audit fees; trustee and custodial expenses; valuation, accounting and record keeping costs; legal expenses; permitted prospectus preparation and filing expenses; costs associated with delivering documents to unitholders; listing and annual stock exchange fees; index licensing fees, if applicable; fees payable to CDS Clearing and Depository Services Inc.; bank related fees and interest charges; extraordinary expenses; unitholder reports and servicing costs; registrar and transfer agent fees; costs associated with the Independent Review Committee; income taxes; sales taxes; brokerage expenses and commissions; withholding taxes; and fees payable to service providers in connection with regulatory compliance and tax matters in foreign jurisdictions.

The Manager, at its discretion, may waive and/or absorb a portion of the fees and/or expenses otherwise payable by the ETF. The waiving and/or absorption of such fees and/or expenses by the Manager may be terminated at any time, or continued indefinitely, at the discretion of the Manager.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

10. BROKER COMMISSIONS, SOFT DOLLARS AND RELATED PARTY TRANSACTIONS

Brokerage commissions paid on securities transactions may include amounts paid to related parties of the Manager for brokerage services provided to the ETF.

Research and system usage related services received in return for commissions generated with specific dealers are generally referred to as soft dollars.

Brokerage commissions paid to dealers in connection with investment portfolio transactions, soft dollar transactions incurred and amounts paid to related parties of the Manager, if any, for the years ended December 31, 2024 and 2023, were as follows:

Year Ended	Brokerage Commissions Paid	Soft Dollar Transactions	Amount Paid to Related Parties
December 31, 2024	\$15,163	\$nil	\$nil
December 31, 2023	\$6,765	\$nil	\$nil

In addition to the information contained in the table above, the management fees paid to the Manager described in note 9 are related party transactions, as the Manager is considered to be a related party to the ETF. Fees paid to the Independent Review Committee are also considered to be related party transactions. Both the management fees and fees paid to the Independent Review Committee are disclosed in the statements of comprehensive income. The management fees payable by the ETF as at December 31, 2024 and 2023 are disclosed in the statements of financial position.

The ETF may invest in other ETFs managed by the Manager or its affiliates, in accordance with the ETF's investment objectives and strategies. Such investments, if any, are disclosed in the schedule of investments.

11. COLLATERAL WITH FUTURES COMMISSION MERCHANTS

The ETF may maintain accounts with Futures Commission Merchants ("FCMs") to conduct futures trading activities. The futures trading activities, where applicable, are typically, but not limited to, fixed income and currency futures for the purposes of hedging. The FCMs require the maintenance of minimum margin deposits. These requirements are met by the collateral from the ETF held at the FCMs. Collateral held with FCMs is included as part of "Margin deposits" in the statements of financial position. The collateral held with FCMs as at December 31, 2024 and 2023, is as follows:

As at	Collateral Held With FCMs
December 31, 2024	\$3,979,174
December 31, 2023	\$1,667,148

12. INCOME TAX

The ETF has qualified as a mutual fund trust under the *Income Tax Act* (Canada) (the "Tax Act") and accordingly, is not taxed on the portion of taxable income that is paid or allocated to unitholders. As well, tax refunds (based on redemptions and realized and unrealized gains during the year) may be available that would make it possible to retain some net capital gains in the ETF without incurring any income taxes.

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

13. TAX LOSSES CARRIED FORWARD

Capital losses for income tax purposes may be carried forward indefinitely and applied against capital gains realized in future years. Non-capital losses carried forward may be applied against future years' taxable income. Non-capital losses that are realized in the current taxation year may be carried forward for 20 years. As at December 31, 2024, the ETF had capital losses and/or non-capital losses, with the year of expiry of the non-capital losses as follows:

Capital Losses	Non-Capital Losses	Year of Expiry of the Non-Capital Losses
\$12,923,492	–	–

14. OFFSETTING OF FINANCIAL INSTRUMENTS

In the normal course of business, the ETF may enter into various master netting arrangements or other similar agreements that do not meet the criteria for offsetting in the statements of financial position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. The following tables show financial instruments that may be eligible for offset, if such conditions were to arise, as at December 31, 2024 and 2023. The "Net" column displays what the net impact would be on the ETF's statements of financial position if all amounts were set-off.

Financial Assets and Liabilities as at December 31, 2024	Amounts Offset (\$)			Amounts Not Offset (\$)		Net (\$)
	Gross Assets (Liabilities)	Gross Assets (Liabilities) Offset	Net Amounts	Financial Instruments	Cash Collateral Pledged	
Derivative assets - currency forwards	–	–	–	–	–	–
Derivative assets - interest rate swaps	2,910,956	–	2,910,956	(223,234)	–	2,687,722
Total derivative assets	2,910,956	–	2,910,956	(223,234)	–	2,687,722
Derivative liabilities - currency forwards	(88,941)	–	(88,941)	–	–	(88,941)
Derivative liabilities - interest rate swaps	(223,234)	–	(223,234)	223,234	–	–
Total derivative liabilities	(312,175)	–	(312,175)	223,234	–	(88,941)

Notes to Financial Statements (continued)

For the Years Ended December 31, 2024 and 2023

Financial Assets and Liabilities as at December 31, 2023	Amounts Offset (\$)			Amounts Not Offset (\$)		Net (\$)
	Gross Assets (Liabilities)	Gross Assets (Liabilities) Offset	Net Amounts	Financial Instruments	Cash Collateral Pledged	
Derivative assets - currency forwards	96,469	—	96,469	—	—	96,469
Derivative assets - interest rate swaps	7,870,560	—	7,870,560	—	—	7,870,560
Total derivative assets	7,967,029	—	7,967,029	—	—	7,967,029
Derivative liabilities - currency forwards	—	—	—	—	—	—
Derivative liabilities - interest rate swaps	—	—	—	—	—	—
Total derivative liabilities	—	—	—	—	—	—

15. INTERESTS IN SUBSIDIARIES, ASSOCIATES AND UNCONSOLIDATED STRUCTURED ENTITIES

The ETF may invest in units of other ETFs as part of its investment strategies (“Investee ETF(s)”). The nature and purpose of these Investee ETFs generally, is to manage assets on behalf of third party investors in accordance with their investment objectives, and are financed through the issue of units to investors.

In determining whether the ETF has control or significant influence over an Investee ETF, the ETF assesses voting rights, the exposure to variable returns, and its ability to use the voting rights to affect the amount of the returns. In instances where the ETF has control over an Investee ETF, the ETF qualifies as an investment entity under IFRS 10 - *Consolidated Financial Statements*, and therefore accounts for investments it controls at fair value through profit and loss. The ETF's primary purpose is defined by its investment objectives and uses the investment strategies available to it as defined in the ETF's prospectus to meet those objectives. The ETF also measures and evaluates the performance of any Investee ETFs on a fair value basis.

Investee ETFs over which the ETF has control or significant influence are categorized as subsidiaries and associates, respectively. All other Investee ETFs are categorized as unconsolidated structured entities. Investee ETFs may be managed by the Manager, its affiliates, or by third-party managers. The ETF does not provide financial support to its unconsolidated structured entities or subsidiaries and has no intention of providing financial or other support.

Investments in Investee ETFs are susceptible to market price risk arising from uncertainty about future values of those Investee ETFs. The maximum exposure to loss from interests in Investee ETFs is equal to the total fair value of the investment in those respective Investee ETFs at any given point in time. The fair value of Investee ETFs, if any, are disclosed in investments in the statements of financial position and listed in the schedule of investments. As at December 31, 2024 and 2023, the ETF had no exposure to subsidiaries, associates or unconsolidated structured entities.

