



by Mirae Asset

GLOBAL X ACTIVE CORPORATE BOND ETF

(FORMERLY HORIZONS ACTIVE CORPORATE BOND ETF)

(HAB:TSX)

INTERIM REPORT | JUNE 30, 2025

THIS PAGE IS INTENTIONALLY LEFT BLANK

Contents

MANAGEMENT REPORT OF FUND PERFORMANCE

Management Discussion of Fund Performance 7

Financial Highlights 12

Past Performance 15

Summary of Investment Portfolio 16

MANAGER’S RESPONSIBILITY FOR FINANCIAL REPORTING 18

FINANCIAL STATEMENTS

Statements of Financial Position 19

Statements of Comprehensive Income 20

Statements of Changes in Financial Position 21

Statements of Cash Flows 22

Schedule of Investments 23

Notes to Financial Statements 33

THIS PAGE IS INTENTIONALLY LEFT BLANK

A Message from the CEO

As we mark the midpoint of 2025, I am proud to reflect on the growth we continue to achieve as a company and for our clients, through the innovative investment solutions we manage for Canadians.

In May, we marked the first anniversary of our successful rebrand from Horizons ETFs into Global X Investments Canada Inc. ("**Global X**").

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: approximately \$200 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.

Through it all, 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 2025 Wealth Professional Awards. This marks the second year in a row that we've earned this industry achievement. 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.

So far this year, we have launched 16 ETFs that have offered Canadians new and innovative ways to access exposure to some of the most in-demand asset classes, strategies and commodities in today's markets.

In February, we launched the Global X Artificial Intelligence Infrastructure Index ETF ("**MTRX**") to offer Canadians a foundational way to access the broader infrastructure and service providers set to benefit from exponential AI expansion. MTRX offers foundational exposure to the commodity and energy suppliers, as well as data center operators, which are critical to support the growing demand for AI applications.

In April, we launched eleven more ETFs across multiple product lines, including thematic index ETFs, covered call ETFs, as well as our enhanced covered call ETF suite. Market dynamics, driven by economic and geopolitical events, have propelled popularity and in-flows into many of these new ETFs, including the Global X Defence Tech Index ETF ("**SHLD**"), the Global X Bitcoin Covered Call ETF ("**BCCC**") and the Global X Enhanced Gold Producer Equity Covered Call ETF ("**GLCL**").

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 Global X brand, our motto is "Innovation meets Investing". We are committed to being there, alongside you, to help you explore a world of investment possibilities and global opportunities.

Thank you for your continued support.

Sincerely,



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

THIS PAGE IS INTENTIONALLY LEFT BLANK

MANAGEMENT REPORT OF FUND PERFORMANCE

This interim management report of fund performance for Global X Active Corporate Bond ETF (formerly Horizons Active Corporate Bond ETF) (“HAB” or the “ETF”) contains financial highlights and is included with the unaudited interim 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 HAB is to seek long-term capital growth and generate high income. HAB invests primarily in a portfolio of debt (including debt-like securities) of Canadian and U.S. companies, directly, or indirectly through investments in securities of other investment funds, including Listed Funds, as they are defined in the ETF’s prospectus.

The ETF’s 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 superior risk adjusted returns relative to passively managed corporate bond indexes. When the Sub-Advisor believes that interest rates will increase, the Sub-Advisor may choose securities with shorter terms and when the Sub-Advisor believes that interest rates will decrease, the Sub-Advisor may choose securities with longer terms.

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 the ETF.

In order to manage the liquidity of the portfolio, the Sub-Advisor may, from time to time, invest in debt securities or money market instruments issued or guaranteed by the Government of Canada or the Government of a jurisdiction in Canada, or issued or guaranteed by the U.S. Government.

Management Discussion of Fund Performance (continued)

HAB may from time to time use derivative instruments, including futures contracts and credit default swaps, to manage duration, credit exposure, portfolio yield, and market risk. HAB may also use derivatives to manage currency risk.

HAB 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. In particular, the investment must be consistent with, or necessary to meet, the investment objective of HAB. 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").

HAB may enter into securities lending transactions to the extent permitted by applicable securities laws.

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

Results of Operations

For the period ended June 30, 2025, units of the ETF returned 2.16% when including distributions paid to unitholders. This compares to a return of 2.20% for the ICE Bank of America Merrill Lynch Canada Corporate Bond Index (the "Index") for the same period.

The Index tracks the performance of Canadian dollar-denominated, investment-grade corporate, securitized and collateralized debt publicly issued in the Canadian domestic market.

General Market Review

The first quarter of 2025 was dominated by headlines out of the U.S., as Donald Trump began a tariff dispute with Canada and Mexico shortly after his inauguration. While the situation remained fluid throughout the quarter, it is estimated that roughly 60% of Canadian exports to the U.S. were subject to tariffs as of the end of the quarter. Political uncertainty added to tariff-related concerns as Mark Carney replaced Justin Trudeau as the leader of the Liberal party to become the new Prime Minister.

Management Discussion of Fund Performance (continued)

After cutting rates by 100 basis points in 2024, the Federal Reserve (the “Fed”) held rates steady in the first quarter due to concerns that inflation progress had stalled. The Bank of Canada (the “BoC”) also cut its policy rate by 50 basis points in the first quarter, bringing it to 2.75%. Economic data in Canada remained mixed, but the main concern was inflation moving higher.

The second quarter began with significant market volatility as the U.S. administration unveiled its plan for reciprocal tariffs in early April, causing U.S. equity indices to fall and credit spreads to widen in both Canada and the U.S. Markets gradually settled during the quarter after a series of tariff deadline extensions, walk-backs, and a general cooling in the tariff rhetoric. By the end of June, equity indices had regained their highs, and credit spreads finished the quarter tighter than where they started the year.

Geopolitical risk remained at the forefront as conflict broke out between Israel and Iran. However, the market reaction was muted, aside from a brief spike in the price of oil, which subsequently reversed following a ceasefire agreement. The Fed remained on hold in quarter two despite vocal calls from the President to cut rates. With employment stable and inflation cooling, though still elevated, fears of tariff-induced price increases in the back half of the year kept the Fed sidelined. Markets now expect the Fed to cut rates by 65 basis points for the remainder of the year, down from early April when investors had priced in over 100 basis points of cuts.

After its quarter one rate cut, the BoC held its policy rate at 2.75% in quarter two, keeping the policy rate in the middle of its estimated neutral range of 2.25%-3.25%, and electing to take a wait-and-see approach with respect to the impacts of tariffs. Economic data in Canada was mixed, with the unemployment rate higher, stronger-than-expected quarter one Gross Domestic Product (“GDP”), and core inflation remaining sticky at 3%. At the end of the quarter, markets were looking for BoC to cut rates by a further 35 basis points in 2025, down from 70 basis points priced in early April.

After ending the first quarter lower, especially in the front end, bond yields in Canada moved higher across the curve, led by the long end, while the yield picture in the U.S. was more mixed. The long end of the U.S. curve sold off on the prospect of higher sustained fiscal deficits while short- and mid-term rates fell. Spreads in Canada narrowed over the first half of the year despite the tariff volatility, with mid-term provincial spreads narrowed by 8 basis points and mid-term corporate spreads narrowed by 5 basis points over the period.

Portfolio Review

In the first half of 2025, while absolute returns for the fund were positive, the ETF underperformed the benchmark by 4 basis points. The performance came largely from yield carry in the portfolio and sector allocation to the financials, energy, and communication.

The ETF took profits on several names that had performed well, and participated selectively in the primary market. Some of the names purchased were TD Bank, Hydro Ottawa Capital, Laurentian Bank, Reliance LP, Bank of Nova Scotia, and BMO NVCC. The ETF also bought a CIBC institutional preferred shares where there was value.

Flows were used to rebalance the portfolio and improve quality by allocating to high-quality names such in the banking and utilities sectors. The ETF was an active participants in the new issue market and bought new bail-in issues from BMO, National Bank, and CIBC, as well as Dollarama, CU Ltd., CP Rail, Stonlasec8, and ABS issues from BMW, and CNHC.

Outlook

The Sub-Advisor expects the Canadian economy to be soft over the next 12 to 18 months but to avoid a severe recession, with growth trending in the 1% area. Inflation is expected to slow gradually, allowing the BoC to cut further toward the bottom of the neutral range at 2.25%.

Trade tensions with the U.S. will likely remain elevated in the near term but are expected to ease gradually through negotiation. Impacts on sentiment and global growth may be more pronounced and could weigh further on the Canadian economy. Fiscal spending and potential benefits of a comparatively lower tariff rate on Canadian goods will partially offset some of the headwinds.

Management Discussion of Fund Performance (continued)

While tariffs should continue to play a significant role in determining Canadian monetary and fiscal policy, rhetoric has eased notably. Other uncertain aspects of U.S. policy, such as the “Big Beautiful Bill”, have come to the forefront. The net stimulative nature of the bill and the prospect of higher government bond supply in both countries could pressure long-term rates higher. Both the BoC and the Fed is expected to cut rates moderately to offset any weakness, though their decisions must also weigh the trade-off between soft growth and sticky inflation which may be exacerbated by increased spending and tariffs.

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

For the six-month period ended June 30, 2025, the ETF generated gross comprehensive income (loss) from investments and derivatives (which includes changes in the fair value of the ETF’s portfolio) of \$7,453,710. This compares to \$5,681,942 for the six-month period ended June 30, 2024. The ETF incurred management, operating and transaction expenses of \$945,616 (2024 – \$1,012,579) of which \$43,771 (2024 – \$7,630) 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 \$5,815,783 to unitholders during the period (2024 – \$6,225,852).

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.

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 Corporate Bond ETF to Global X Active Corporate Bond ETF. The name of the ETF was changed to reflect the Global X brand.

Management Discussion of Fund Performance (continued)

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 June 30, 2025, and December 31, 2024, 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 current interim reporting period and for the past five fiscal years. This information is derived from the ETF's audited annual financial statements and the current unaudited interim 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

Period ⁽¹⁾		2025	2024	2023	2022	2021	2020
Net assets, beginning of period	\$	10.25	9.93	9.55	11.03	11.50	10.96
Increase (decrease) from operations:							
Total revenue		0.23	0.44	0.42	0.39	0.38	0.38
Total expenses		(0.03)	(0.06)	(0.06)	(0.06)	(0.07)	(0.07)
Realized gains (losses) for the period		0.02	0.01	(0.22)	(0.21)	0.17	0.05
Unrealized gains (losses) for the period		–	0.33	0.57	(1.28)	(0.71)	0.51
Total increase (decrease) from operations ⁽²⁾		0.22	0.72	0.71	(1.16)	(0.23)	0.87
Distributions:							
From net investment income (excluding dividends)		(0.20)	(0.38)	(0.36)	(0.34)	(0.31)	(0.32)
From net realized capital gains		–	–	–	–	(0.01)	–
From return of capital		–	–	(0.03)	(0.04)	–	(0.02)
Total distributions ⁽³⁾		(0.20)	(0.38)	(0.39)	(0.38)	(0.32)	(0.34)
Net assets, end of period ⁽⁴⁾	\$	10.27	10.25	9.93	9.55	11.03	11.50

1. This information is derived from the ETF's unaudited interim financial statements and 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

Period ⁽¹⁾	2025	2024	2023	2022	2021	2020
Net asset value (000's)	\$ 272,649	354,639	324,613	328,577	460,399	611,305
Number of units outstanding (000's)	26,544	34,592	32,688	34,408	41,751	53,144
Management expense ratio ⁽²⁾	0.60%	0.61%	0.59%	0.60%	0.59%	0.59%
Management expense ratio before waivers and absorptions ⁽³⁾	0.62%	0.62%	0.62%	0.61%	0.61%	0.61%
Trading expense ratio ⁽⁴⁾	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁵⁾	21.15%	55.08%	73.06%	40.62%	36.98%	27.58%
Net asset value per unit, end of period	\$ 10.27	10.25	9.93	9.55	11.03	11.50
Closing market price	\$ 10.29	10.26	9.90	9.61	11.04	11.51

1. This information is provided as at June 30, 2025, and 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 period. 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 period. 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 0.50%, 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 period.

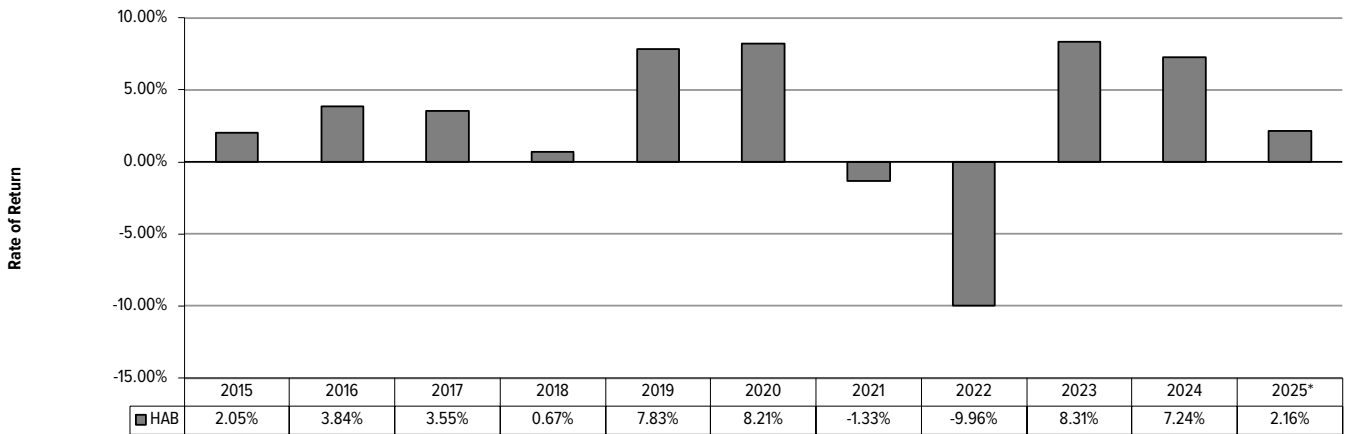
Marketing	Portfolio management fees, general administrative costs and profit	Waived/absorbed expenses of the ETF
9%	86%	5%

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 July 14, 2010.
*For the six-month period ended June 30, 2025.

Summary of Investment Portfolio

As at June 30, 2025

Asset Mix	Net Asset Value	% of ETF's Net Asset Value
Canadian Fixed Income Securities	\$ 264,969,228	97.18%
U.S. Fixed Income Securities	5,142,606	1.89%
Cash and Cash Equivalents	2,023,576	0.74%
Margin Deposits	1,681	0.00%
Other Assets less Liabilities	512,030	0.19%
	\$ 272,649,121	100.00%

Sector Mix	Net Asset Value	% of ETF's Net Asset Value
Corporate Bonds	\$ 253,579,175	93.00%
Government Bonds	5,035,692	1.85%
Municipal Bonds	4,982,054	1.83%
Asset-Backed Securities	4,633,889	1.70%
Convertible Bonds	1,629,592	0.60%
Mortgage Backed Securities	251,432	0.09%
Cash and Cash Equivalents	2,023,576	0.74%
Margin Deposits	1,681	0.00%
Other Assets less Liabilities	512,030	0.19%
	\$ 272,649,121	100.00%

Summary of Investment Portfolio (continued)

As at June 30, 2025

Top 25 Holdings*	% of ETF's Net Asset Value
Bank of Montreal	5.13%
Royal Bank of Canada	4.85%
Rogers Communications Inc.	3.98%
Bell Canada	3.91%
Toronto-Dominion Bank (The)	3.90%
Canadian Imperial Bank of Commerce	3.85%
National Bank of Canada	3.10%
Fédération des caisses Desjardins du Québec	2.86%
TransCanada PipeLines Ltd.	2.46%
Sun Life Financial Inc.	2.46%
Enbridge Inc.	2.30%
TELUS Corp.	2.16%
Inter Pipeline Ltd.	2.08%
RioCan REIT	1.90%
Government of Canada	1.85%
Pembina Pipeline Corp.	1.79%
Crombie REIT	1.76%
Hydro One Inc.	1.71%
Choice Properties REIT	1.65%
Loblaw Cos. Ltd.	1.47%
Bank of Nova Scotia (The)	1.44%
SmartCentres REIT	1.31%
CU Inc.	1.08%
Gibson Energy Inc.	0.99%
Health Montreal Collective L.P.	0.96%

* Note all of the Top 25 Holdings 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 unaudited interim financial statements of Global X Active Corporate Bond ETF (*formerly Horizons Active Corporate 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.



Rohit Mehta
Director
Global X Investments Canada Inc.



Thomas Park
Director
Global X Investments Canada Inc.

NOTICE TO UNITHOLDERS

The Auditor of the ETF has not reviewed these Financial Statements.

Global X Investments Canada Inc., the Manager of the ETF, appoints an independent auditor to audit the ETF's annual financial statements.

The ETF's independent auditor has not performed a review of these interim financial statements in accordance with Canadian generally accepted auditing standards.

Statements of Financial Position (unaudited)

As at June 30, 2025 and December 31, 2024

	2025	2024
Assets		
Cash and cash equivalents	\$ 2,023,576	\$ 711,980
Investments (note 6)	270,111,834	351,887,649
Margin deposits (note 11)	1,681	1,661
Amounts receivable relating to accrued income	2,572,774	3,349,906
Amounts receivable relating to portfolio assets sold	637,602	–
Total assets	275,347,467	355,951,196
Liabilities		
Accrued management fees (note 9)	129,586	175,661
Accrued operating expenses	8,635	12,047
Amounts payable for portfolio assets purchased	1,644,361	–
Distribution payable	915,764	1,124,241
Total liabilities	2,698,346	1,311,949
Net assets	\$ 272,649,121	\$ 354,639,247
Number of redeemable units outstanding (note 8)	26,543,872	34,592,041
Net assets per unit	\$ 10.27	\$ 10.25

(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 (unaudited)

For the Periods Ended June 30,

	2025	2024
Income		
Interest income for distribution purposes	\$ 6,672,458	\$ 7,244,519
Securities lending income (note 7)	4,406	8,244
Net realized gain (loss) on sale of investments and derivatives	905,045	(207,294)
Net realized gain (loss) on foreign exchange	–	(708)
Net change in unrealized appreciation (depreciation) of investments and derivatives	(128,199)	(1,363,101)
Net change in unrealized appreciation (depreciation) of foreign exchange	–	282
	7,453,710	5,681,942
Expenses (note 9)		
Management fees	852,896	924,622
Audit fees	8,087	4,291
Independent Review Committee fees	314	373
Custodial and fund valuation fees	47,815	43,863
Legal fees	–	275
Securityholder reporting costs	15,886	17,531
Administration fees	14,948	15,743
Transaction costs	5,670	5,881
	945,616	1,012,579
Amounts that were payable by the investment fund that were paid or absorbed by the Manager	(43,771)	(7,630)
	901,845	1,004,949
Increase (decrease) in net assets for the period	\$ 6,551,865	\$ 4,676,993
Increase (decrease) in net assets per unit	\$ 0.22	\$ 0.14

(See accompanying notes to financial statements)

Statements of Changes in Financial Position (unaudited)

For the Periods Ended June 30,

	2025		2024	
Net assets at the beginning of the period	\$	354,639,247	\$	324,613,152
Increase (decrease) in net assets		6,551,865		4,676,993
Redeemable unit transactions				
Proceeds from the issuance of securities of the investment fund		17,193,103		29,172,592
Aggregate amounts paid on redemption of securities of the investment fund		(99,938,192)		(16,727,790)
Securities issued on reinvestment of distributions		18,881		23,802
Distributions:				
From net investment income		(5,815,783)		(6,225,852)
Net assets at the end of the period	\$	272,649,121	\$	335,532,897

(See accompanying notes to financial statements)

Statements of Cash Flows (unaudited)

For the Periods Ended June 30,

	2025	2024
Cash flows from operating activities:		
Increase (decrease) in net assets for the period	\$ 6,551,865	\$ 4,676,993
Adjustments for:		
Net realized (gain) loss on sale of investments and derivatives	(905,045)	207,294
Net realized gain (loss) on currency forward contracts	–	(5,365)
Net change in unrealized (appreciation) depreciation of investments and derivatives	128,199	1,363,101
Net change in unrealized (appreciation) depreciation of foreign exchange	–	(275)
Purchase of investments	(62,651,311)	(107,847,666)
Proceeds from the sale of investments	59,909,985	89,714,419
Margin deposits	(20)	(37)
Amounts receivable relating to accrued income	777,132	(264,685)
Accrued expenses	(49,487)	4,449
Net cash from (used in) operating activities	3,761,318	(12,151,772)
Cash flows from financing activities:		
Amount received from the issuance of units	17,193,103	23,151,222
Amount paid on redemptions of units	(13,637,446)	(5,470,869)
Distributions paid to unitholders	(6,005,379)	(6,195,913)
Net cash from (used in) financing activities	(2,449,722)	11,484,440
Net increase (decrease) in cash and cash equivalents during the period	1,311,596	(667,332)
Effect of exchange rate fluctuations on cash and cash equivalents	–	275
Cash and cash equivalents at beginning of period	711,980	1,333,451
Cash and cash equivalents at end of period	\$ 2,023,576	\$ 666,394

Interest received, net of withholding taxes	\$ 7,449,589	\$ 6,979,834
---	--------------	--------------

(See accompanying notes to financial statements)

Schedule of Investments (unaudited)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
CANADIAN FIXED INCOME SECURITIES (97.18%)			
Corporate Bonds (91.11%)			
407 International Inc., Callable, 4.45%, 2041/11/15	1,631,000 \$	1,794,721 \$	1,588,830
407 International Inc., Callable, 3.83%, 2046/05/11	479,000	438,768	425,263
407 International Inc., Series '23A1', Callable, 4.86%, 2053/07/31	512,000	511,355	525,976
Algonquin Power & Utilities Corp., Callable, 5.25%, 2082/01/18	1,149,000	1,147,092	1,125,705
Allied Properties REIT, Series 'E', Callable, 3.11%, 2027/04/08	1,749,000	1,637,289	1,725,196
Allied Properties REIT, Series 'D', Callable, 3.39%, 2029/08/15	583,000	567,348	554,689
AltaGas Ltd., Callable, 2.48%, 2030/11/30	408,000	408,000	380,765
AltaGas Ltd., Variable Rate, Callable, 5.25%, 2082/01/11	1,648,000	1,645,227	1,610,192
AltaLink L.P., Callable, 3.99%, 2042/06/30	968,000	1,024,608	892,519
AltaLink L.P., Callable, 3.72%, 2046/12/03	651,000	569,017	569,579
Bank of Montreal, Callable, 3.65%, 2027/04/01	381,000	371,403	384,164
Bank of Montreal, Callable, 4.31%, 2027/06/01	1,740,000	1,714,468	1,775,021
Bank of Montreal, Callable, 4.71%, 2027/12/07	4,949,000	4,906,215	5,111,257
Bank of Montreal, Callable, 4.54%, 2028/12/18	774,000	776,337	801,423
Bank of Montreal, Callable, 4.42%, 2029/07/17	2,673,000	2,673,000	2,760,924
Bank of Montreal, Variable Rate, Callable, 3.73%, 2031/06/03	1,123,000	1,123,000	1,123,523
Bank of Montreal, Variable Rate, Callable, 6.53%, 2032/10/27	709,000	709,000	756,189
Bank of Montreal, Variable Rate, Callable, 4.98%, 2034/07/03	1,129,000	1,129,000	1,172,171
Bank of Montreal, Variable Rate, Callable, 7.33%, 2082/11/26	124,000	124,000	130,655
Bank of Nova Scotia (The), 4.68%, 2029/02/01	1,295,000	1,294,668	1,348,851
Bank of Nova Scotia (The), Floating Rate, Callable, 3.84%, 2030/09/26	537,000	537,000	542,498
Bank of Nova Scotia (The), Variable Rate, Callable, 3.93%, 2032/05/03	1,774,000	1,769,145	1,790,594
Bank of Nova Scotia (The), Variable Rate, Callable, 7.02%, 2082/07/27	241,000	241,000	250,795
Bell Canada, Series 'EZ', Callable, 7.00%, 2027/09/24	1,402,000	1,558,404	1,501,847
Bell Canada, Callable, 2.90%, 2029/09/10	300,000	274,323	292,091
Bell Canada, 2.50%, 2030/05/14	2,009,000	1,836,863	1,908,723
Bell Canada, Callable, 3.00%, 2031/03/17	2,660,000	2,367,816	2,538,278
Bell Canada, Callable, 7.30%, 2032/02/23	118,000	137,885	136,464
Bell Canada, 5.15%, 2034/08/24	1,235,000	1,230,628	1,293,568
Bell Canada, Series 'M-17', Callable, 6.10%, 2035/03/16	288,000	340,379	319,590
Bell Canada, Callable, 4.75%, 2044/09/29	992,000	1,012,628	941,586
Bell Canada, Callable, 4.35%, 2045/12/18	385,000	394,926	344,802
Bell Canada, Callable, 4.45%, 2047/02/27	1,312,000	1,171,132	1,188,874
Bell Canada, Callable, 5.15%, 2053/02/09	162,000	159,499	161,489
Bridging North America G.P., Series 'B', Sinkable, 4.34%, 2053/08/31	551,440	570,878	480,753
Brookfield Renewable Partners ULC, Callable, 3.33%, 2050/08/13	712,000	570,840	527,849
BRP Finance ULC, Series '4', Callable, 5.84%, 2036/11/05	908,000	985,552	992,199
Canada Life Assurance Co., Series 'B', Callable, 6.40%, 2028/12/11	100,000	128,924	109,250

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Canadian Imperial Bank of Commerce, Callable, 4.95%, 2027/06/29	1,001,000	1,007,839	1,033,805
Canadian Imperial Bank of Commerce, Callable, 5.05%, 2027/10/07	432,000	431,339	448,488
Canadian Imperial Bank of Commerce, Callable, 5.50%, 2028/01/14	804,000	803,590	846,097
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 3.80%, 2030/12/10	1,396,000	1,393,669	1,406,395
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 3.90%, 2031/06/20	1,184,000	1,183,148	1,192,161
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 4.20%, 2032/04/07	557,000	557,000	564,485
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 5.33%, 2033/01/20	763,000	762,931	794,543
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 5.30%, 2034/01/16	1,153,000	1,153,808	1,208,249
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 4.90%, 2034/06/12	1,300,000	1,298,063	1,346,353
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 4.15%, 2035/04/02	514,000	513,265	515,319
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 7.15%, 2082/07/28	580,000	578,342	603,604
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 6.99%, 2084/07/28	528,000	528,000	544,771
Canadian National Railway Co., Callable, 4.20%, 2035/06/10	491,000	490,165	491,534
Canadian Pacific Railway Co., Callable, 4.40%, 2036/01/13	646,000	645,864	651,863
Canadian Utilities Ltd., Callable, 4.41%, 2035/06/24	308,000	308,000	312,066
Capital City Link G.P., Series 'A', Sinkable, Callable, 4.39%, 2046/03/31	2,211,701	2,233,437	2,116,279
Cenovus Energy Inc., Callable, 3.50%, 2028/02/07	2,464,000	2,425,467	2,466,109
Chartwell Retirement Residences, 6.00%, 2026/12/08	544,000	543,611	563,907
CHIP Mortgage Trust, 4.24%, 2050/01/28	828,000	828,000	835,049
Choice Properties REIT, Series 'L', Callable, 4.18%, 2028/03/08	128,000	130,131	130,416
Choice Properties REIT, Series 'M', Callable, 3.53%, 2029/06/11	798,000	740,344	795,113
Choice Properties REIT, Series 'N', Callable, 2.98%, 2030/03/04	56,000	56,000	54,033
Choice Properties REIT, Callable, 5.03%, 2031/02/28	602,000	601,976	630,746
Choice Properties REIT, Series 'R', Callable, 6.00%, 2032/06/24	1,545,000	1,547,015	1,693,364
Choice Properties REIT, Callable, 5.40%, 2033/03/01	262,000	272,803	277,975
Choice Properties REIT, Callable, 5.70%, 2034/02/28	866,000	866,170	934,537
Clover L.P., Series '1A', Sinkable, 4.22%, 2034/03/31	1,410,237	1,410,237	1,405,764
Coast Capital Savings Federal Credit Union, 7.01%, 2026/09/28	363,000	363,109	377,273
Coast Capital Savings Federal Credit Union, Variable Rate, Callable, 5.25%, 2030/10/29	480,000	480,000	481,746
Coastal Gaslink Pipeline L.P., Series 'J', Sinkable, 5.86%, 2049/03/30	668,000	668,000	755,246
Coastal GasLink Pipeline L.P., Series 'F', 5.54%, 2039/06/30	700,000	699,972	762,365
Coastal GasLink Pipeline L.P., Series 'I', 5.61%, 2047/03/30	743,000	834,493	815,341

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Comber Wind L.P., Sinkable, Callable, 5.13%, 2030/11/15	1,563,487	1,576,224	1,600,823
Connect 6ix G.P., Sinkable, 6.11%, 2046/11/30	171,000	171,170	192,421
Connect 6ix G.P., Sinkable, 6.21%, 2060/11/30	476,000	476,346	548,774
Co-operators Financial Services Ltd., Callable, 3.33%, 2030/05/13	1,578,000	1,530,424	1,529,112
Crombie REIT, Series 'F', Callable, 3.68%, 2026/08/26	808,000	806,795	811,006
Crombie REIT, Series 'G', Callable, 3.92%, 2027/06/21	1,928,000	1,916,653	1,944,360
Crombie REIT, Series 'H', Callable, 2.69%, 2028/03/31	319,000	319,000	310,999
Crombie REIT, Callable, 5.24%, 2029/09/28	664,000	664,000	695,199
Crombie REIT, Callable, 5.14%, 2030/03/29	552,000	551,972	575,477
Crombie REIT, Callable, 4.73%, 2032/01/15	464,000	463,903	470,802
CT REIT, Series 'F', Callable, 3.87%, 2027/12/07	1,053,000	1,052,958	1,059,684
CT REIT, Callable, 3.03%, 2029/02/05	821,000	821,000	799,116
CT REIT, Series 'G', Callable, 2.37%, 2031/01/06	547,000	547,000	498,288
CU Inc., 4.54%, 2041/10/24	2,879,000	3,193,850	2,843,232
CU Inc., Callable, 4.66%, 2054/09/11	102,000	102,000	101,913
Dollarama Inc., Callable, 3.85%, 2030/12/16	979,000	979,000	985,399
Dream Summit Industrial L.P., Callable, 5.11%, 2029/02/12	864,000	884,207	899,725
Dream Summit Industrial L.P., Callable, 4.51%, 2031/02/12	509,000	508,908	514,031
Enbridge Gas Inc., Callable, 3.51%, 2047/11/29	646,000	526,910	536,490
Enbridge Gas Inc., Callable, 3.01%, 2049/02/09	592,000	419,136	444,454
Enbridge Gas Inc., Callable, 3.65%, 2050/04/01	267,000	258,376	224,326
Enbridge Inc., Callable, 2.99%, 2029/10/03	564,000	549,214	551,677
Enbridge Inc., Callable, 7.20%, 2032/06/18	1,501,000	1,914,447	1,735,862
Enbridge Inc., Callable, 3.10%, 2033/09/21	580,000	510,301	533,301
Enbridge Inc., Callable, 5.57%, 2035/11/14	129,000	149,711	138,191
Enbridge Inc., Callable, 5.75%, 2039/09/02	253,000	256,254	266,690
Enbridge Inc., Callable, 5.12%, 2040/09/28	499,000	469,883	493,752
Enbridge Inc., Callable, 4.57%, 2044/03/11	1,563,000	1,501,437	1,443,948
Enbridge Inc., Callable, 4.87%, 2044/11/21	338,000	310,412	324,116
Enbridge Pipelines Inc., Callable, 4.33%, 2049/02/22	240,000	250,187	212,005
Enbridge Pipelines Inc., Callable, 4.20%, 2051/05/12	519,000	518,824	446,298
ENMAX Corp., Series '7', Callable, 3.88%, 2029/10/18	1,165,000	1,156,354	1,178,797
ENMAX Corp., Series '8', Callable, 4.70%, 2034/10/09	773,000	773,000	789,627
EPCOR Utilities Inc., Callable, 3.55%, 2047/11/27	100,000	84,574	84,516
EPCOR Utilities Inc., Callable, 3.95%, 2048/11/26	507,000	482,918	455,599
EPCOR Utilities Inc., Callable, 4.99%, 2054/05/31	254,000	280,010	266,732
Fédération des caisses Desjardins du Québec, 4.41%, 2027/05/19	1,670,000	1,667,134	1,708,075
Fédération des caisses Desjardins du Québec, Callable, 5.47%, 2028/11/17	1,339,000	1,339,000	1,423,773
Fédération des caisses Desjardins du Québec, 3.80%, 2029/09/24	1,091,000	1,091,000	1,102,269

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Fédération des caisses Desjardins du Québec, Variable Rate, Callable, 5.04%, 2032/08/23	1,930,000	1,930,000	1,991,876
Fédération des caisses Desjardins du Québec, Variable Rate, Callable, 5.28%, 2034/05/15	1,500,000	1,500,000	1,572,802
First Capital REIT, Series 'V', Callable, 3.46%, 2027/01/22	693,000	693,000	693,553
First Nations ETF L.P., Series '1A', Sinkable, 4.14%, 2041/12/31	1,245,846	1,244,476	1,197,782
Ford Credit Canada Co., 7.00%, 2026/02/10	887,000	886,902	903,276
Ford Credit Canada Co., 5.58%, 2027/02/22	595,000	595,000	603,250
FortisAlberta Inc., Callable, 4.11%, 2044/09/29	794,000	795,744	736,498
FortisBC Energy Inc., Callable, 3.67%, 2046/04/09	806,000	697,314	699,621
FortisBC Energy Inc., Callable, 3.85%, 2048/12/07	588,000	516,423	520,282
General Motors Financial of Canada Ltd., Callable, 5.20%, 2028/02/09	789,000	787,801	815,679
George Weston Ltd., Callable, 4.19%, 2029/09/05	430,000	430,000	438,009
Gibson Energy Inc., Callable, 2.85%, 2027/07/14	770,000	730,957	761,550
Gibson Energy Inc., Callable, 3.60%, 2029/09/17	1,321,000	1,320,187	1,309,283
Gibson Energy Inc., Callable, 4.45%, 2031/11/12	622,000	621,664	629,741
Grand Renewable Solar L.P., Series '1A', Sinkable, Callable, 3.93%, 2035/01/31	728,765	728,765	711,988
GrandLinq G.P., Sinkable, Callable, 4.77%, 2047/03/31	212,054	208,392	206,665
Great-West Lifeco Inc., 6.00%, 2039/11/16	724,000	909,533	821,227
Great-West Lifeco Inc., Callable, 2.98%, 2050/07/08	138,000	137,418	103,367
H&R REIT, Series 'S', Callable, 2.63%, 2027/02/19	689,000	689,000	679,471
Health Montreal Collective L.P., Sinkable, 6.72%, 2049/09/30	2,209,383	2,863,811	2,615,983
Helocs Trust, Series 'A', 3.77%, 2027/10/23	1,097,000	1,097,000	1,110,010
Hospital Infrastructure Partners (NOH) Partnership, Series 'A', Sinkable, Callable, 5.44%, 2045/01/31	655,958	752,161	685,817
Husky Midstream L.P., Callable, 4.10%, 2029/12/02	682,000	680,629	690,517
Hydro One Inc., 4.39%, 2041/09/26	804,000	908,008	781,210
Hydro One Inc., Callable, 4.59%, 2043/10/09	1,265,000	1,507,179	1,255,160
Hydro One Inc., Callable, 4.17%, 2044/06/06	1,766,000	1,824,787	1,659,359
Hydro One Inc., Callable, 4.46%, 2053/01/27	266,000	270,150	258,042
Hydro One Inc., Callable, 4.85%, 2054/11/30	691,000	713,907	711,986
iA Financial Corp. Inc., Variable Rate, Callable, 5.69%, 2033/06/20	840,000	840,000	888,848
iA Financial Corp. Inc., Variable Rate, Callable, 4.13%, 2034/12/05	780,000	780,000	789,071
IGM Financial Inc., Series '1997', 6.65%, 2027/12/13	254,000	273,571	272,667
Independent Order of Foresters (The), Series '20-1', Variable Rate, Callable, 2.89%, 2035/10/15	1,384,000	1,384,000	1,275,599
Integrated Team Solutions PCH Partnership, Sinkable, Callable, 4.88%, 2046/05/31	191,303	229,583	189,319
Integrated Team Solutions SJHC Partnership, Sinkable, 5.95%, 2042/11/30	199,161	265,471	215,465
Inter Pipeline Ltd., Callable, 4.23%, 2027/06/01	1,857,000	1,857,000	1,878,213

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Inter Pipeline Ltd., Callable, 5.76%, 2028/02/17	76,000	75,994	79,768
Inter Pipeline Ltd., Callable, 5.71%, 2030/05/29	436,000	436,000	463,655
Inter Pipeline Ltd., Series '12', Callable, 3.98%, 2031/11/25	648,000	648,000	629,087
Inter Pipeline Ltd., Series '14', Callable, 5.85%, 2032/05/18	15,000	15,095	16,018
Inter Pipeline Ltd., Callable, 6.38%, 2033/02/17	568,000	567,943	623,583
Inter Pipeline Ltd., Callable, 4.64%, 2044/05/30	806,000	823,885	716,901
Inter Pipeline Ltd., Series '13', Callable, 5.09%, 2051/11/27	579,000	553,611	539,085
Inter Pipeline Ltd., Series '19-A', Variable Rate, Callable, 6.88%, 2079/03/26	681,000	681,000	702,616
Kingston Solar L.P., Series '1A', Sinkable, 3.57%, 2035/07/31	751,950	751,950	723,160
Laurentian Bank of Canada, 4.19%, 2028/01/23	863,000	863,000	871,118
Laurentian Bank of Canada, Variable Rate, Callable, 5.10%, 2032/06/15	1,516,000	1,512,052	1,508,463
Loblaw Cos. Ltd., Callable, 6.50%, 2029/01/22	846,000	903,917	919,339
Loblaw Cos. Ltd., Callable, 6.15%, 2035/01/29	1,539,000	1,831,754	1,717,014
Loblaw Cos. Ltd., Callable, 5.90%, 2036/01/18	208,000	264,793	229,730
Loblaw Cos. Ltd., Callable, 6.45%, 2039/03/01	368,000	418,077	416,696
Loblaw Cos. Ltd., Callable, 5.34%, 2052/09/13	707,000	712,303	744,256
Manulife Bank of Canada, 3.99%, 2028/02/22	500,000	500,000	510,104
Manulife Financial Corp., Variable Rate, Callable, 5.41%, 2033/03/10	1,537,000	1,537,000	1,612,854
Manulife Financial Corp., Variable Rate, Callable, 7.12%, 2082/06/19	642,000	642,000	667,814
MCAP Commercial L.P., 3.74%, 2025/08/25	606,000	606,000	606,380
MCAP Commercial L.P., Callable, 3.38%, 2027/11/26	1,187,000	1,187,000	1,174,361
Metro Inc., Callable, 4.00%, 2029/11/27	997,000	997,000	1,017,280
Metro Inc., Callable, 4.27%, 2047/12/04	601,000	582,859	545,385
Metro Inc., Callable, 3.41%, 2050/02/28	519,000	519,000	405,002
National Bank of Canada, 5.22%, 2028/06/14	1,880,000	1,877,234	1,979,557
National Bank of Canada, Variable Rate, Callable, 5.28%, 2034/02/15	1,551,000	1,550,969	1,624,169
National Bank of Canada, Variable Rate, Callable, 4.26%, 2035/02/15	2,566,000	2,565,872	2,588,078
National Bank of Canada, Variable Rate, Callable, 4.33%, 2035/08/15	1,403,000	1,402,888	1,412,834
National Bank of Canada, Variable Rate, Callable, 7.50%, 2082/11/16	767,000	767,000	811,612
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'G', Callable, 4.75%, 2037/06/01	449,000	457,702	459,868
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'D', Callable, 3.70%, 2043/02/23	762,000	617,921	666,058
North West Redwater Partnership / NWR Financing Co. Ltd., Callable, 4.05%, 2044/07/22	1,126,000	1,116,920	1,026,938
Northern Courier Pipeline L.P., Sinkable, 3.37%, 2042/06/30	1,285,385	1,285,385	1,211,539
Northwestern Hydro Acquisition Co. II L.P., Series '1', 3.88%, 2036/12/31	1,793,000	1,793,000	1,601,692
Nova Scotia Power Inc., Callable, 4.95%, 2032/11/15	728,000	727,789	759,104
Nova Scotia Power Inc., Callable, 4.15%, 2042/03/06	1,170,000	1,129,812	1,062,255
Nova Scotia Power Inc., Callable, 4.50%, 2043/07/20	338,000	304,514	319,150
Nova Scotia Power Inc., Callable, 3.57%, 2049/04/05	80,000	60,618	64,609

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Original Wempi Inc., 7.79%, 2027/10/04	1,071,000	1,071,000	1,152,029
Parkland Corp., Callable, 3.88%, 2026/06/16	575,000	575,000	575,216
Pembina Pipeline Corp., Callable, 5.02%, 2032/01/12	403,000	404,370	421,243
Pembina Pipeline Corp., Callable, 5.22%, 2033/06/28	702,000	701,698	738,439
Pembina Pipeline Corp., Series '4', Callable, 4.81%, 2044/03/25	2,481,000	2,448,800	2,340,902
Pembina Pipeline Corp., Series '11', Callable, 4.75%, 2048/03/26	303,000	332,752	280,994
Pembina Pipeline Corp., Callable, 4.54%, 2049/04/03	161,000	162,212	144,874
Pembina Pipeline Corp., Callable, 4.67%, 2050/05/28	580,000	588,730	528,824
Pembina Pipeline Corp., Variable Rate, Callable, 4.80%, 2081/01/25	461,000	461,000	452,222
Plenary Health Bridgepoint L.P., Sinkable, Callable, 7.25%, 2042/08/31	163,156	185,981	195,669
Plenary Health Hamilton L.P., Sinkable, 5.80%, 2043/05/31	198,296	208,534	213,722
Plenary Properties LTAP L.P., Sinkable, Callable, 6.29%, 2044/01/31	157,613	212,005	176,570
Power Corp. of Canada, Callable, 4.81%, 2047/01/31	760,000	751,985	765,024
Power Financial Corp., 6.90%, 2033/03/11	325,000	441,772	377,930
Reliance L.P., Callable, 2.68%, 2027/12/01	482,000	481,913	474,544
Reliance L.P., Callable, 2.67%, 2028/08/01	753,000	752,420	732,527
Reliance L.P., Callable, 5.25%, 2031/05/15	519,000	518,969	545,928
Reliance L.P., Callable, 4.39%, 2032/04/16	588,000	586,265	588,051
RioCan REIT, Callable, 5.61%, 2027/10/06	602,000	601,952	627,918
RioCan REIT, 4.00%, 2028/03/01	203,000	203,000	205,062
RioCan REIT, Series 'AE', Callable, 2.83%, 2028/11/08	1,111,000	987,873	1,080,534
RioCan REIT, Callable, 5.96%, 2029/10/01	702,000	701,712	752,586
RioCan REIT, Callable, 5.47%, 2030/03/01	462,000	463,067	487,102
RioCan REIT, Callable, 5.46%, 2031/03/01	994,000	993,732	1,046,401
RioCan REIT, Callable, 4.62%, 2031/10/03	952,000	952,000	960,586
Rogers Communications Inc., Callable, 3.65%, 2027/03/31	1,692,000	1,613,153	1,701,331
Rogers Communications Inc., Callable, 3.75%, 2029/04/15	252,000	240,635	252,894
Rogers Communications Inc., Callable, 3.25%, 2029/05/01	418,000	404,938	412,246
Rogers Communications Inc., Callable, 3.30%, 2029/12/10	401,000	353,349	393,620
Rogers Communications Inc., Callable, 4.25%, 2032/04/15	1,132,000	1,132,196	1,135,517
Rogers Communications Inc., Callable, 5.90%, 2033/09/21	475,000	473,793	521,133
Rogers Communications Inc., Callable, 6.68%, 2039/11/04	867,000	1,149,538	998,157
Rogers Communications Inc., Callable, 6.75%, 2039/11/09	1,151,000	1,516,726	1,333,948
Rogers Communications Inc., 6.11%, 2040/08/25	838,000	1,003,833	917,759
Rogers Communications Inc., Callable, 6.56%, 2041/03/22	151,000	199,945	172,858
Rogers Communications Inc., Callable, 5.25%, 2052/04/15	767,000	743,469	774,725
Rogers Communications Inc., Variable Rate, Callable, 5.00%, 2081/12/17	2,263,000	2,261,607	2,270,725
Royal Bank of Canada, 4.64%, 2028/01/17	2,752,000	2,706,072	2,847,886
Royal Bank of Canada, Variable Rate, Callable, 3.63%, 2028/12/10	2,800,000	2,818,144	2,823,052
Royal Bank of Canada, Variable Rate, Callable, 3.41%, 2029/06/12	1,252,000	1,252,000	1,253,432

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Royal Bank of Canada, 5.23%, 2030/06/24	182,000	184,733	195,644
Royal Bank of Canada, Variable Rate, Callable, 2.94%, 2032/05/03	1,108,000	1,103,525	1,100,593
Royal Bank of Canada, Variable Rate, Callable, 1.67%, 2033/01/28	971,000	971,000	933,966
Royal Bank of Canada, Variable Rate, Callable, 4.83%, 2034/08/08	1,500,000	1,499,970	1,551,801
Royal Bank of Canada, Variable Rate, Callable, 4.21%, 2035/07/03	1,193,000	1,193,000	1,198,651
Royal Bank of Canada, Variable Rate, 4.50%, 2080/11/24	1,336,000	1,325,980	1,336,502
Scotiabank Capital Trust, Series '06-1', Variable Rate, Callable, 5.65%, 2056/12/31	220,000	262,290	234,247
SEC L.P. and Arci Ltd., Sinkable, Callable, 5.19%, 2033/08/29	1,410,854	1,430,901	1,404,243
SGTP Highway Bypass L.P., Series 'A', Sinkable, Callable, 4.11%, 2045/01/31	2,068,398	2,068,398	1,949,998
Shaw Communications Inc., Callable, 4.25%, 2049/12/09	78,000	77,594	68,571
Sienna Senior Living Inc., Series 'C', Callable, 2.82%, 2027/03/31	426,000	425,804	421,206
Sienna Senior Living Inc., Callable, 4.44%, 2029/10/17	403,000	403,000	407,334
SmartCentres REIT, Series 'P', Callable, 3.44%, 2026/08/28	843,000	840,188	843,910
SmartCentres REIT, Series 'V', Callable, 3.19%, 2027/06/11	537,000	527,127	534,134
SmartCentres REIT, Series 'S', Callable, 3.83%, 2027/12/21	657,000	644,930	659,945
SmartCentres REIT, Series 'U', Callable, 3.53%, 2029/12/20	1,073,000	969,026	1,046,968
SmartCentres REIT, 5.16%, 2030/08/01	472,000	472,000	490,274
SNC-Lavalin Innisfree McGill Finance Inc., Callable, 6.63%, 2044/06/30	2,179,650	2,782,467	2,496,515
SSL Finance Inc. / SSL Financement Inc., Series 'A', Sinkable, Callable, 4.10%, 2045/10/31	698,376	772,844	654,669
Stonlasec8 Indigenous Investments L.P., Series '1', Sinkable, 5.17%, 2055/07/06	306,000	306,000	310,559
Sun Life Financial Inc., Variable Rate, Callable, 2.58%, 2032/05/10	1,166,000	1,146,533	1,153,797
Sun Life Financial Inc., Variable Rate, Callable, 2.80%, 2033/11/21	2,429,000	2,367,971	2,389,003
Sun Life Financial Inc., Variable Rate, Callable, 4.78%, 2034/08/10	1,274,000	1,273,694	1,326,798
Sun Life Financial Inc., Variable Rate, Callable, 5.12%, 2036/05/15	1,009,000	1,009,000	1,067,758
Sun Life Financial Inc., Variable Rate, Callable, 5.40%, 2042/05/29	723,000	818,966	772,298
Superior Plus L.P., Callable, 4.25%, 2028/05/18	971,000	971,000	956,435
TELUS Corp., Series 'CAA', Callable, 3.15%, 2030/02/19	934,000	830,683	911,145
TELUS Corp., Callable, 4.65%, 2031/08/13	513,000	512,543	528,667
TELUS Corp., Callable, 5.10%, 2034/02/15	703,000	700,497	734,078
TELUS Corp., Callable, 5.15%, 2043/11/26	1,655,000	1,743,450	1,648,285
TELUS Corp., Series 'CP', Callable, 4.85%, 2044/04/05	1,303,000	1,378,384	1,251,290
TELUS Corp., Callable, 4.40%, 2046/01/29	105,000	101,205	95,019
TELUS Corp., Series 'CW', Callable, 4.70%, 2048/03/06	734,000	695,197	686,688
TELUS Corp., Series 'CAE', Callable, 4.10%, 2051/04/05	75,000	74,603	64,346
Teranet Holdings L.P., Callable, 6.10%, 2041/06/17	520,000	557,049	540,025
Toronto-Dominion Bank (The), 4.21%, 2027/06/01	1,928,000	1,888,834	1,965,283
Toronto-Dominion Bank (The), 5.38%, 2027/10/21	95,000	97,602	99,486
Toronto-Dominion Bank (The), 4.68%, 2029/01/08	3,411,000	3,400,945	3,551,275

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Toronto-Dominion Bank (The), Variable Rate, Callable, 4.00%, 2030/10/31	839,000	839,000	852,549
Toronto-Dominion Bank (The), Floating Rate, Callable, 3.06%, 2032/01/26	2,255,000	2,125,211	2,246,530
Toronto-Dominion Bank (The), Floating Rate, Callable, 4.13%, 2033/01/09	291,000	291,000	293,402
Toronto-Dominion Bank (The), Variable Rate, Callable, 5.18%, 2034/04/09	1,057,000	1,057,000	1,104,662
Toronto-Dominion Bank (The), Variable Rate, Callable, 7.28%, 2082/10/31	494,000	494,000	520,360
TransCanada PipeLines Ltd., 5.65%, 2029/06/20	575,000	702,380	608,908
TransCanada PipeLines Ltd., Callable, 6.50%, 2030/12/09	553,000	718,220	603,465
TransCanada PipeLines Ltd., Callable, 5.33%, 2032/05/12	738,000	743,143	787,778
TransCanada PipeLines Ltd., Callable, 4.55%, 2041/11/15	2,831,000	2,883,524	2,653,692
TransCanada PipeLines Ltd., Callable, 4.35%, 2046/06/06	85,000	90,304	76,381
TransCanada PipeLines Ltd., Callable, 4.18%, 2048/07/03	226,000	180,999	196,736
TransCanada PipeLines Ltd., Callable, 4.34%, 2049/10/15	1,799,000	1,721,776	1,598,887
TransCanada PipeLines Ltd., Callable, 5.92%, 2052/05/12	169,000	169,064	187,610
Union Gas Ltd., Callable, 4.88%, 2041/06/21	1,237,000	1,230,919	1,256,223
Vancouver Airport Fuel Facilities Corp., Series 'L', Callable, 5.06%, 2065/06/04	244,000	244,000	251,173
Ventas Canada Finance Ltd., Series 'H', Callable, 3.30%, 2031/12/01	1,322,000	1,315,537	1,253,027
Videotron Ltd., Callable, 3.63%, 2028/06/15	1,108,000	1,103,886	1,109,285
		249,637,344	248,436,569
Government Bonds (1.85%)			
Government of Canada, 1.50%, 2031/06/01	100,000	92,039	92,127
Government of Canada, 3.25%, 2034/12/01	4,084,000	4,066,703	4,083,630
Government of Canada, 2.75%, 2055/12/01	1,012,000	854,160	859,935
		5,012,902	5,035,692
Municipal Bonds (1.83%)			
Access Justice Durham Ltd., Series 'A', 5.02%, 2039/08/31	767,981	910,219	793,498
Aéroports de Montréal, Callable, 6.95%, 2032/04/16	495,474	613,981	546,877
Aéroports de Montréal, Series 'I', Callable, 5.47%, 2040/04/16	274,000	310,290	298,651
City of Montreal, 4.75%, 2045/12/01	673,000	674,050	682,215
City of Toronto, 4.90%, 2054/05/15	764,000	759,599	793,763
City of Toronto, 4.55%, 2054/10/29	685,000	683,664	673,743
Edmonton Regional Airport Authority, Callable, 7.21%, 2030/11/01	156,556	188,069	168,596
Greater Toronto Airports Authority, Series '00-1', Callable, 7.05%, 2030/06/12	119,000	136,896	137,116
Ottawa MacDonald-Cartier International Airport Authority, Sinkable, Callable, 6.97%, 2032/05/25	314,716	335,204	342,685
Ottawa MacDonald-Cartier International Airport Authority, Series 'E', Sinkable, Callable, 3.93%, 2045/06/09	121,732	111,138	110,885
Winnipeg Airports Authority Inc., Sinkable, Callable, 5.21%, 2040/09/28	297,652	326,186	307,326
Winnipeg Airports Authority Inc., Sinkable, Callable, 6.10%, 2040/11/20	116,107	117,025	126,699
		5,166,321	4,982,054

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
Asset-Backed Securities (1.70%)			
BMW Canada Auto Trust, Class 'A3', Series '23-1', Callable, 3.54%, 2028/01/20	327,000	327,000	327,322
BMW Canada Auto Trust, Class 'A3', Series '24-1', Callable, 4.79%, 2029/01/22	471,000	471,000	476,120
CNH Capital Canada Receivables Trust, Class 'A2', Series '23-1', Variable Rate, Callable, 4.99%, 2029/10/15	624,174	624,174	635,061
CNH Capital Canada Receivables Trust, Class 'A2', Series '24-1', Callable, 5.06%, 2031/08/15	554,950	554,950	567,588
CNH Capital Canada Receivables Trust II, Class 'A2', Series '25-1', Callable, 3.49%, 2032/12/15	360,000	360,000	360,000
Eagle Credit Card Trust, Series 'A', 4.92%, 2029/06/17	200,000	200,000	210,028
Ford Auto Securitization Trust, Class 'A3', Series '24-A', Callable, 4.97%, 2030/03/15	678,000	678,000	703,913
Ford Auto Securitization Trust II, Class 'A3', Series '24-B', Callable, 3.84%, 2030/09/15	477,000	477,000	481,410
Ford Auto Securitization Trust II, Class 'A3', Series '25-A', Callable, 3.61%, 2031/02/15	400,000	400,000	399,516
GMF Canada Leasing Trust, Class 'A3', Series '24-1', Callable, 4.83%, 2029/08/20	467,000	467,000	472,931
		4,559,124	4,633,889
Convertible Bonds (0.60%)			
Enbridge Inc., Convertible Bonds, Variable Rate, Callable, 8.75%, 2084/01/15	636,000	636,399	751,182
Keyera Corp., Convertible Bonds, Floating Rate, Callable, 6.88%, 2079/06/13	836,000	836,000	878,410
		1,472,399	1,629,592
Mortgage Backed Securities (0.09%)			
Classic RMBS Trust, Class 'A', Series '21-2', Variable Rate, Callable, 1.53%, 2052/03/15	54,108	54,086	53,753
Real Estate Asset Liquidity Trust, Class 'A2', Series '17', Callable, 3.64%, 2052/11/12	198,265	198,263	197,679
		252,349	251,432
TOTAL CANADIAN FIXED INCOME SECURITIES		266,100,439	264,969,228

Schedule of Investments (unaudited) (continued)

As at June 30, 2025

Security	Par Value	Average Cost	Fair Value
U.S. FIXED INCOME SECURITIES (1.89%)			
Corporate Bonds (1.89%)			
Bank of America Corp., Variable Rate, Callable, 3.62%, 2028/03/16	400,000	393,627	402,448
Bank of America Corp., Variable Rate, Callable, 2.60%, 2029/04/04	1,756,000	1,756,000	1,727,681
Goldman Sachs Group Inc. (The), Variable Rate, Callable, 2.01%, 2029/02/28	1,470,000	1,470,000	1,420,345
Manulife Finance Delaware L.P., Variable Rate, Callable, 5.06%, 2041/12/15	758,000	684,410	781,128
Wells Fargo & Co., Variable Rate, Callable, 5.08%, 2028/04/26	786,000	786,000	811,004
		5,090,037	5,142,606
TOTAL U.S. FIXED INCOME SECURITIES		5,090,037	5,142,606
Transaction Costs		(4)	
TOTAL INVESTMENT PORTFOLIO (99.07%)		\$ 271,190,472	\$ 270,111,834
Cash and cash equivalents (0.74%)			2,023,576
Margin deposits (0.00%)			1,681
Other assets less liabilities (0.19%)			512,030
NET ASSETS (100.00%)			\$ 272,649,121

(See accompanying notes to financial statements)

Notes to Financial Statements (unaudited)

June 30, 2025

1. REPORTING ENTITY

Global X Active Corporate Bond ETF (*formerly Horizons Active Corporate Bond ETF*) (“HAB” 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 July 14, 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 HAB. 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 HAB is to seek long-term capital growth and generate high income. HAB invests primarily in a portfolio of debt (including debt-like securities) of Canadian and U.S. companies, directly, or indirectly through investments in securities of other investment funds, including Listed Funds, as they are defined in the ETF’s prospectus.

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 August 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 though 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 (unaudited) (continued)

June 30, 2025

(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 (unaudited) (continued)

June 30, 2025

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.

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.

(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.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

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 period-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 period.

(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.

(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.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

(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.

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.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

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 June 30, 2025 and December 31, 2024, 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.

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)
June 30, 2025	4,089	—	44,150	177,082	—	225,321
December 31, 2024	2,388	64,817	63,447	225,174	—	355,826

The percentage of the ETF's net assets exposed to interest rate risk as at June 30, 2025, was 100.7% (December 31, 2024 – 100.3%). The amount by which the net assets of the ETF would have increased or decreased, as at June 30, 2025, 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 \$15,516,780 (December 31, 2024 – \$20,714,836). The ETF's interest rate sensitivity was determined based on portfolio weighted duration. In practice, actual results may differ from this sensitivity analysis.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

(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	June 30, 2025	December 31, 2024
ICE BofA Merrill Lynch Canada Corporate Bond Index	\$ 2,971,351	\$ 3,056,079

(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.

Analysis of credit quality

The ETF's credit risk exposure by designated rating of the invested portfolio as at June 30, 2025, and December 31, 2024, is listed as follows:

Debt or Derivative Securities by Credit Rating	Percentage of Net Asset Value (%)	
	June 30, 2025	December 31, 2024
AAA	4.8%	4.8%
AA	19.4%	0.8%
A	28.4%	39.3%
BBB	44.4%	51.1%
BB	3.8%	4.4%
Total	100.7%	100.4%

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 June 30, 2025, was 5.1% (December 31, 2024 – 5.8%) of the net assets of the ETF.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

(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.

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 June 30, 2025, and December 31, 2024, in valuing the ETF's investments and derivatives carried at fair values:

	June 30, 2025			December 31, 2024		
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)
Financial Assets						
Bonds	–	269,860,402	–	–	351,580,683	–
Mortgage Backed Securities	–	251,432	–	–	306,966	–
Total Financial Assets	–	270,111,834	–	–	351,887,649	–
Total Financial Liabilities	–	–	–	–	–	–
Net Financial Assets and Liabilities	–	270,111,834	–	–	351,887,649	–

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 period or year shown. In addition, there were no investments or transactions classified in Level 3 for the period ended June 30, 2025, and for the year ended December 31, 2024.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

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 June 30, 2025 and December 31, 2024, was as follows:

As at	Securities Loaned	Collateral Received
June 30, 2025	\$16,702,100	\$17,573,000
December 31, 2024	\$13,493,120	\$14,184,522

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.

The table below presents a reconciliation of the securities lending income as presented in the statements of comprehensive income for the periods ended June 30, 2025 and 2024. 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 periods ended	June 30, 2025	% of Gross Income	June 30, 2024	% of Gross Income
Gross securities lending income	\$7,339		\$13,850	
Withholding taxes	–	–	(117)	0.84%
Lending Agents’ fees:				
The Bank of New York Mellon	(2,933)	39.96%	(5,489)	39.63%
Net securities lending income paid to the ETF	\$4,406	60.04%	\$8,244	59.53%

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.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

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.

For the periods ended June 30, 2025 and 2024, 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:

Period	Beginning Units Outstanding	Units Issued	Units Redeemed	Ending Units Outstanding	Average Units Outstanding
2025	34,592,041	1,676,831	(9,725,000)	26,543,872	29,540,000
2024	32,687,524	2,977,415	(1,700,000)	33,964,939	33,454,398

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.

Notes to Financial Statements (unaudited) (continued)
June 30, 2025

In consideration for the provision of these services, the Manager receives a monthly management fee at the annual rate of 0.50%, 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.

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 periods ended June 30, 2025 and 2024, were as follows:

Period Ended	Brokerage Commissions Paid	Soft Dollar Transactions	Amount Paid to Related Parties
June 30, 2025	\$1	\$nil	\$nil
June 30, 2024	\$13	\$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 June 30, 2025, and December 31, 2024 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.

Notes to Financial Statements (unaudited) (continued)

June 30, 2025

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 June 30, 2025 and December 31, 2024, is as follows:

As at	Collateral Held With FCMs
June 30, 2025	\$1,681
December 31, 2024	\$1,661

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.

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
\$17,780,848	—	—

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. As at June 30, 2025 and December 31, 2024, the ETF did not have any financial instruments eligible for offsetting.

Notes to Financial Statements (unaudited) (continued)
June 30, 2025

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 June 30, 2025 and December 31, 2024, the ETF had no exposure to subsidiaries, associates or unconsolidated structured entities.

