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May 21, 2020

**VIA SEDAR**

Dear Sirs/Mesdames:

**Re: Amended Annual Management Reports of Fund Performance for the period ended December 31, 2019 (“MRFP”) for the funds listed in Schedule “A” (each a “Fund” and collectively the “Funds”)**

The attached MRFP was amended to:

- Correct a clerical error to align the financial information and presentation of key metrics for the Fund with the amended annual financial statements; and
- State the relevant period for information being disclosed as June 14, 2019 until December 31, 2019.

Other than the foregoing, there are no other changes to the MRFP for the Fund.

Please do not hesitate to contact us should you have any questions or concerns.

Yours truly,

**BORDEN LADNER GERVAIS LLP**

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**SCHEDULE “A”**

**List of Funds**

Emerge ARK AI & Big Data ETF	SEDAR Project 03060107
Emerge ARK Autonomous Tech & Robotics ETF	SEDAR Project 03060108
Emerge ARK Fintech Innovation ETF	SEDAR Project 03060106
Emerge ARK Genomics & Biotech ETF	SEDAR Project 03060105
Emerge ARK Global Disruptive Innovation ETF	SEDAR Project 03060103

# Emerge ARK AI & Big Data ETF

## MANAGEMENT REPORT OF FUND PERFORMANCE (Amended)

For the period from June 14, 2019 to December 31, 2019

### **Investment Objectives and Strategies**

Emerge ARK AI & Big Data ETF (the “ETF”) seeks to achieve long-term growth of capital by investing primarily, under normal circumstances, in global equity securities of companies that are or are expected to be focused on artificial intelligence, big data, and the shift of technology infrastructure from hardware and software to the cloud.

In selecting companies for analysis, the ETF seeks to identify, using its own internal research and analysis, companies capitalizing on disruptive innovation or that are enabling the further development of rapidly moving, innovation-based themes in the markets in which they operate. The ETF’s internal research and analysis leverages insights from diverse sources, including external research, to develop and refine its investment themes and identify and take advantage of trends that have ramifications for individual companies or entire industries.

The ETF uses both “top down” (thematic research sizing the potential total available market and surfacing the prime beneficiaries) and “bottom up” (valuation, fundamental and quantitative measures) approaches to identify innovative companies and convergence across markets. This approach is meant to identify investments that capture long-term alpha+ with low correlation of relative returns to traditional growth strategies and negative correlation to value strategies.

In order to achieve its investment objective, the ETF invests primarily in global equity of Artificial Intelligence Companies and Next Generation Internet Companies (as these terms are defined in the prospectus of the ETF). The ETF’s investments include micro-, small, medium- and large-capitalization companies. The ETF’s investments in global equity securities are in both developed and emerging markets.

Emerge Canada Inc. (the “Portfolio Manager”) allocates the ETF’s portfolio holdings based on the recommendations provided to it by the EmERGE Capital Management Inc. (the “Sub-Advisor”), which recommendations are derived from the analysis and research performed by ARK Investment Management LLC (“ARK”) and represent ARK’s assessment of the best risk-reward opportunities based on ARK’s thematic approach to innovation across market sectors

Under normal circumstances, substantially all of the ETF’s assets are invested in equity securities, including common stocks, partnership interests, business trust securities and other equity investments or ownership interests in business enterprises. The ETF may also obtain exposure to equity securities by investing in American depository receipts.

### **Risk**

The risks associated with an investment in the ETF remain as discussed in the ETF’s most recent prospectus. During the period that began June 14, 2019, and ended December 31, 2019, there were no changes to the ETF that materially affected the overall risk level associated with an investment in the ETF.

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of EmERGE ARK Global Disruptive Innovation ETF (the “ETF”). You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-833-EMERGE (1-833-363-7432), by writing to EmERGE Canada Inc, 130 King St. West, Exchange Tower, Suite 1804, Toronto, Ontario M5X 1E3 or by visiting [www.emergecm.ca](http://www.emergecm.ca) or SEDAR at [www.sedar.com](http://www.sedar.com).

Unitholders may also contact us using one of these methods to request a copy of the ETF’s proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

**Results of Operations**

In 2019, the ETF realized a gain of \$66,862.00. On a per-unit basis, the ETF increased 3.3%. There were no distributions to the unitholders. By comparison, the S&P 500 Index returned 6.77%.

**Recent Developments**

The ETF progressed well in 2020, even considering the difficult market correction and pandemic crisis occurring worldwide. While we have seen a substantial downturn in the market, our funds happen to be focused on technology companies which will not be as negatively impacted by the business shut-downs. The fund performance has been better than relevant market indexes because of our unique focus on disruptive technology. The holdings in the EmERGE ARK Funds represent technology companies which will help accelerate our recovery in economic growth by expanding the use of technology to reduce costs and increase efficiency. This is happening in all areas of financial services and global payments; genomic health-care break-throughs for better diagnostics, cures and vaccines; 3D printing for producing lighter stronger less expensive parts; cloud computing, distance learning applications and electric vehicles and battery storage.

**Related Party Transactions**

The Portfolio Manager and the Sub-Advisor are related parties and provide or arrange for the provision of all general management and administrative services rendered by the ETF in its day-to-day operations, including providing investment advice and arranging for the provision of record-keeping services for the ETF. The Portfolio Manager also acts as trustee to the ETF.

In providing or arranging for the provision of investment advisory and management services, the Portfolio Manager is entitled to receive an investment management fee from investors in the ETF. Management fees are expensed against the net assets of the ETF on each valuation day and paid out monthly or quarterly, at the option of the Portfolio Manager.

**Management Fees**

In 2019, the total management expense ratio (“MER”) after absorption, prior to applicable taxes was 1.49%. The MER is calculated using the ETF’s operating expenses. It is determined by calculating the sum of all relevant expenses charged against the ETF and dividing the total by the ETF’s average daily net assets over the same period.

The ETF pays a management fee, plus applicable taxes, to the Portfolio Manager based on the annual rate of 0.8% calculated based on the daily net asset value of the ETF. This management fee is calculated and accrued daily. The major services paid for out of the management fee including day-to-day operations of the ETF and fees payable to other service providers, including the Sub-Advisor, retained by the Portfolio Manager.

Gross operating expenses of \$57,325 for the ETF were reduced through management absorption, to a net operating expense figure of \$14,190, prior to applicable taxes. The major services paid for out of the operating expenses for the ETF include fees payable to the independent review committee, the custodian, registrar and transfer agent, as well as fees paid to other service providers.

**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 periods indicated. This information is derived from the ETF's audited annual financial statements.

<b>The ETF's Net Assets Per Unit<sup>1</sup></b>	<b>June 14, 2019 - December 31, 2019</b>
<b>Net assets, beginning of period</b>	<b>\$10.00</b>
<b>Increase (decrease) from operations</b>	
Total investment income	-
Total expenses	(0.07)
Realized gains (losses) for the period	(0.03)
Unrealized gains (losses) for the period	0.43
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>0.33</b>
<b>Distributions</b>	
From income (excluding dividends)	-
From capital gains	-
Return of capital	-
Total annual distributions <sup>3</sup>	-
<b>Net assets, end of period</b>	<b>\$10.33</b>

<sup>1</sup> This information is derived from the ETF's audited annual financial statements. The net assets per unit presented in the financial statements differs from the net asset value calculated for ETF pricing purposes.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average of units outstanding over the financial period.

<sup>3</sup> There were no distributions for unitholders during the financial period.

<b>Ratios and Supplemental Data</b>	<b>June 14, 2019 - December 31, 2019</b>
Total net asset value (000's) <sup>1</sup>	\$2,067
Number of units outstanding (000's) <sup>1</sup>	200
Management expense ratio <sup>2</sup>	1.68%
Management expense ratio <sup>2</sup> before absorption	6.94%
Portfolio turnover rate <sup>3</sup>	45.77%
Trading expense ratio <sup>4</sup>	0.04%
Net asset value per unit <sup>1</sup>	\$10.33

<sup>1</sup> This information is provided as at December 31 of the year shown.

<sup>2</sup> Management expense ratio is based on total expenses (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.

<sup>3</sup> The portfolio turnover rate indicates how actively the ETF's Sub-Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the units in its portfolio once in the course of the year. The higher a portfolio's 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.

<sup>4</sup> 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.

**Summary of Investment Portfolio**
**Sector Weights**
*As at December 31, 2019*

<b>Industry</b>	<b>% of Net Asset Value</b>
Information Technology	43.45
Consumer Discretionary	26.50
Communication Services	15.76
Health care	5.61
Financials	3.66
Other Assets Less Liabilities	5.02
Total	100.00

**Top 25 Holdings**
*As at December 31, 2019*

<b>Company</b>	<b>% of Net Asset Value</b>
Tesla Inc.	10.5
Square Inc.	7.7
Twitter Inc.	4.3
Roku Inc.	4.2
Alibaba Group Holding Ltd.	3.6
Zillow Group Inc.	3.4
Xilinx Inc.	3.4
Splunk Inc.	3.3
Veracyte Inc.	3.2
Tencent Holdings Ltd.	3.0
MercadoLibre Inc.	2.7
NVIDIA Corp.	2.7
2U Inc.	2.6
Trade Desk Inc.	2.6
Netflix Inc.	2.5
Teladoc Health Inc.	2.4
Cloudera Inc.	2.4
Twilio Inc.	2.4
Salesforce.com Inc.	2.3
LendingClub Corp.	2.0
Pinduoduo Inc.	2.0
Amazon.com Inc.	1.9
Advanced Micro Devices Inc.	1.7
HubSpot Inc.	1.6
LendingTree Inc.	1.6