



**Tech Achievers Growth & Income ETF  
(formerly Tech Achievers Growth & Income Fund)**

**Interim Management Report of Fund Performance**

**June 30, 2017**

The Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure, can be obtained at your request, and at no cost, by calling us at 1-866-998-8298; by writing to us at Harvest Portfolios Group Inc., 710 Dorval Drive, Suite 209, Oakville, Ontario, L6K 3V7; by visiting our website at [www.harvestportfolios.com](http://www.harvestportfolios.com); or on SEDAR at [www.sedar.com](http://www.sedar.com).

# **Tech Achievers Growth & Income ETF** **(formerly Tech Achievers Growth & Income Fund)**

## **CORPORATE OVERVIEW**

Harvest Portfolios Group Inc. (“Harvest”) is a Canadian Investment Manager focused on unique income generating investment products. Harvest was founded in 2009 and is focused on developing investment products that follow three investment criteria:

1. Clear investment objectives
2. Transparency
3. Income generation

Harvest endeavours to develop investment products that are clear in their mandate and easy for our investors to understand. We strive to be transparent, so that our investors can open their financial reports and know exactly what they own. Our funds are invested to provide investors with consistent monthly or quarterly income; therefore, we seek to invest our fund portfolios in well managed companies that have a history of steady cash flow and pay dividends.

## **INVESTMENT PRODUCT**

The Fund’s investment objectives are to provide unitholders with the opportunity for capital appreciation, monthly cash distributions and lower overall volatility of Portfolio returns than would otherwise be experienced by owning Equity Securities of the Technology Achievers directly. As part of the investment strategy, the Fund will invest in an equally-weighted portfolio of Equity Securities of 20 Technology Issuers from the Technology Achievers Investable Universe that have a market capitalization of at least US\$10 billion at the time of investment and have options in respect of their Equity Securities listed on a recognized options exchange.

# Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth & Income Fund)

## MANAGEMENT DISCUSSION OF FUND PERFORMANCE

The interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the Fund. For your reference, the interim financial statements of the Fund are attached to the interim management report of fund performance. You may obtain additional copies of these documents at your request, and at no cost, by calling toll free at 1(866) 998-8298; by writing to us at Harvest Portfolios Group Inc., 710 Dorval Drive, Suite 209, Oakville, Ontario, L6K 3V7; or by visiting our website at [www.harvestportfolios.com](http://www.harvestportfolios.com); or on 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 Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

## INVESTMENT OBJECTIVES AND STRATEGY

The Fund has been created to invest in a portfolio (the "Portfolio") of 20 equally-weighted Equity Securities of Technology Issuers chosen from the Technology Achievers Investable Universe that at the time of investment and immediately following each quarterly reconstitution and rebalancing (i) have a market capitalization of at least US\$10 billion, and (ii) have options in respect of their Equity Securities listed on a recognized options exchange (the "Technology Achievers").

The Fund's investment objectives are to provide Unitholders with (i) the opportunity for capital appreciation; (ii) monthly cash distributions; and (iii) lower overall volatility of the Portfolio returns than would otherwise be experienced by owning Equity Securities of the Technology Achievers directly.

The Manager will select the Equity Securities for the Portfolio and will quarterly reconstitute and rebalance the Portfolio such that the Portfolio, at the time of the initial investment and immediately following each quarterly reconstitution and rebalancing, will have the following investment characteristics:

- Quality** – An average 3-year Return on Equity greater than the average for the Technology Achievers Investable Universe;
- Value** – An average current year Forward Price-to-Earnings Ratio that is less than the average for the Technology Achievers Investable Universe; and
- Growth** – An average PEG Ratio that is less than the average for the Technology Achievers Investable Universe.

## RISK

The risks associated with investing in the Fund are as described in the prospectus. There were no material changes to the Fund over the period that affected the overall level of risk of the Fund.

## RESULTS OF OPERATIONS

The Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth and Income Fund) returned 15.30% compared to the S&P 500 Information Technology Total Return Index return of 17.23% for the period ending June 30, 2017. One of the primary reasons for the short-term divergence is the Fund's equal weight strategy versus the benchmark index being concentrated with over 40% representing the top 4 holdings in the Index.

Sentiment quickly turned positive late in 2016, as expectations for more pro-growth policies were lifted following the surprising US Presidential election victory by Donald Trump. Momentum continued through the first half of 2017, despite periods of heightened volatility, as the Federal Reserve in the United States raised its Target Funds Rate three times during the course of the year. Political rhetoric also continued to provide a source of short-term volatility, however, strong US corporate earnings during the period, particularly within the Technology sub-sectors and those with domestic US earnings, showed resilience while balance sheets remained strong. The broad macro themes of the Cloud, the internet of things, and AI continued to attract positive sentiment in addition to the strong financial fundamentals. As a result, positions in the Fund performed strongly. Technology continued to gain momentum and resulted in the sub-sector being the best performing of the S&P 500 during the period.

The Fund sold call options on underlying holdings held in the Portfolio during the period in order to meet its investment and income objectives.

# Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth & Income Fund)

## RECENT DEVELOPMENTS

On April 28, 2017, unitholders approved the conversion the Fund into an Exchange Traded Fund (“ETF”) effective June 22, 2017 and the name changed to Tech Achievers Growth & Income ETF. On June 22, 2017, the Fund also launched a USD series U unit of the Fund. The Series A units began trading as an ETF under the symbol HTA and the Series U units began trading under the symbol HTA.U. The Series U units are designed for investors who want to make their investment in U.S. dollars and were not traded prior to conversion.

Upon conversion to an ETF, the Fund cancelled its normal course issuer bid program. Prior to conversion the Fund was allowed to purchase up to 505,432 units of the Fund for cancellation by way of a normal course issuer bid through the facilities of the Toronto Stock Exchange and other Canadian markets. During the period ended June 30, 2016, 151,800 Series A units were purchased for cancellation for \$1,094,532.

On July 5, 2017, the Fund made available to unitholders the opportunity to reinvest monthly distributions in additional units of the Fund by participating in a distribution reinvestment plan which would provide that cash distributions, at the election of a unitholder, be automatically reinvested in additional units, as applicable, on such unitholder’s behalf in accordance with the terms of the plan.

## RELATED PARTY TRANSACTIONS

There were no related party transactions during the reporting period, except for management fees and other expense reimbursements paid to Harvest, as noted below in Management and Other Fees.

## MANAGEMENT AND OTHER FEES

Prior to conversion to an ETF, the Fund paid its manager, Harvest, a management fee calculated based on the average weekly net asset value (“NAV”) and paid monthly in arrears, based on an annual rate of 1.00%, plus applicable taxes, of the NAV of the Fund. Subsequent to the conversion to an ETF, the Fund paid its manager, Harvest, a management fee calculated based on the average daily net asset value (“NAV”) and paid monthly in arrears, based on an annual rate of 0.85%, plus applicable taxes, of the NAV of the Fund.

At its sole discretion, the Manager may waive management fees or absorb expenses of the Fund. During the period there were no fees waived or absorbed. The management expense ratios of the Fund with and without the waivers and absorptions are reported in the Ratios and Supplemental Data table below.

### Operating expenses

The Fund is responsible for operating expenses relating to the carrying on of its business, including custodial services, interest, taxes, legal, audit fees, transfer agency services relating to the issue and redemption of units, and the cost of financial and other reports, costs and expenses for the Fund’s Independent Review Committee (“IRC”), including fees and expenses of the IRC members and compliance with applicable laws, regulations and policies. The Manager pays for such expenses on behalf of the Fund, except for certain expenses such as interest, and is then reimbursed by the Fund.

### Other expenses

The Manager will be reimbursed by the Fund for all reasonable costs, expenses and liabilities incurred by the Manager for performance of services on behalf of the Fund in connection with the discharge by the Manager of its duties hereunder. Such costs and expenses may include, without limitation: mailing and printing expenses for reports to unitholders and other unitholder communications; a reasonable allocation of salaries, benefits and consulting fees; independent directors of the Manager and other administrative expenses and costs incurred in connection with the Fund’s continuous public offering and other obligations. These expenses are allocated by the Manager on a reasonable basis, across all of the Harvest Portfolios Group Inc. funds, and series of each applicable fund. These expenses were \$41,900 for the period ended June 30, 2017 (2016 - \$44,253) and are included in the unitholder reporting costs on the Statements of Comprehensive Income (Loss) in the financial statements.

# Tech Achievers Growth & Income ETF

## (formerly Tech Achievers Growth & Income Fund)

### RECOMMENDATIONS OR REPORTS BY THE INDEPENDENT REVIEW COMMITTEE

As noted in the “Recent Developments” section above, the Manager completed the process to convert the Fund into an exchange-traded fund (ETF) and began trading as an ETF on June 22, 2017. This matter was brought to the attention of the IRC on February 23, 2017 and the committee resolved that the change provides a fair and reasonable result for the Fund.

### FINANCIAL HIGHLIGHTS

The following tables present selected key financial information about the Fund and are intended to help you understand the Fund’s financial performance for the period ended June 30, 2017 and past annual periods. This information is derived from the Fund’s interim financial statements and past audited financial statements.

#### Series A

THE FUND’S NET ASSETS PER UNIT	2017		2016		2015	
Net assets - beginning of the period <sup>2</sup>	\$	8.13	\$	8.26	\$	9.31
<b>Increase (decrease) from operations</b>						
Total revenue		0.06		0.12		0.31
Total expenses		(0.08)		(0.14)		(0.10)
Realized gains (losses) for the period		1.02		(0.20)		(0.93)
Unrealized gains (losses) for the period		0.33		0.75		0.03
<b>Total increase (decrease) from operations<sup>1</sup></b>	<b>\$</b>	<b>1.33</b>	<b>\$</b>	<b>0.53</b>	<b>\$</b>	<b>(0.69)</b>
<b>Distributions<sup>3</sup></b>						
From net investment income		(0.35)		-		(0.10)
Return of capital		-		(0.70)		(0.31)
<b>Total annual distributions<sup>3</sup></b>	<b>\$</b>	<b>(0.35)</b>	<b>\$</b>	<b>(0.70)</b>	<b>\$</b>	<b>(0.41)</b>
<b>Net assets - end of the period<sup>1</sup></b>	<b>\$</b>	<b>9.00</b>	<b>\$</b>	<b>8.13</b>	<b>\$</b>	<b>8.26</b>

RATIOS AND SUPPLEMENTAL DATA	2017		2016		2015	
<b>Total net asset value</b>	<b>\$</b>	<b>27,029,860</b>	<b>\$</b>	<b>40,796,512</b>	<b>\$</b>	<b>42,995,300</b>
Number of units outstanding		3,001,707		5,020,422		5,202,122
Management expense ratio <sup>4</sup>		1.75%		1.65%		9.96%
Management expense ratio before waivers or absorptions <sup>4</sup>		1.75%		1.65%		9.96%
Trading expense ratio <sup>5</sup>		0.15%		0.11%		0.34%
Portfolio turnover rate <sup>6</sup>		32.70%		40.45%		78.97%
<b>Net asset value per unit</b>	<b>\$</b>	<b>9.00</b>	<b>\$</b>	<b>8.13</b>	<b>\$</b>	<b>8.26</b>
<b>Closing market price (HTA)*</b>	<b>\$</b>	<b>9.00</b>	<b>\$</b>	<b>8.10</b>	<b>\$</b>	<b>7.68</b>

\* On conversion to an ETF, Series A traded under the symbol HTA. Prior to conversion, Series A traded under the symbol HTA.UN as a closed end fund.

# Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth & Income Fund)

Series U (CAD)

THE FUND'S NET ASSETS PER UNIT		2017
Net assets - beginning of the period <sup>2</sup>		\$ 11.86
<b>Increase (decrease) from operations</b>		
Total revenue		-
Total expenses		(0.01)
Realized gains (losses) for the period		0.03
Unrealized gains (losses) for the period		(0.39)
<b>Total increase (decrease) from operations<sup>1</sup></b>		<b>\$ (0.37)</b>
<b>Distributions<sup>3</sup></b>		
From net investment income		-
<b>Total annual distributions<sup>3</sup></b>		<b>\$ -</b>
<b>Net assets - end of the period<sup>1</sup></b>		<b>\$ 11.52</b>

RATIOS AND SUPPLEMENTAL DATA		2017
<b>Total net asset value</b>		<b>\$ 2,591,356</b>
Number of units outstanding		225,000
Management expense ratio <sup>4</sup>		1.45%
Management expense ratio before waivers or absorptions <sup>4</sup>		1.45%
Trading expense ratio <sup>5</sup>		0.15%
Portfolio turnover rate <sup>6</sup>		32.70%
<b>Net asset value per unit</b>		<b>\$ 11.52</b>
<b>Closing market price - USD (HTA.U)</b>		<b>\$ 8.87</b>

## Explanatory Notes:

- Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the reporting period. It is not intended that the Fund's net assets per unit table act as a continuity of opening and closing net assets per unit.
- Net assets, at the commencement of operations on May 26, 2015 was \$9.31, net of agents' commissions and issuance costs of \$0.69 per unit. Series U commenced operation on June 21, 2017.
- Distributions were paid in cash or reinvested in additional units of the Fund.
- Management expense ratio ("MER") is based on total expenses (excluding commissions and other portfolio transaction costs) of the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The MER for the period from May 26, 2015 to December 31, 2015 includes agents' fees of \$2,887,500 and issue costs of \$825,000. These costs are treated as one-time expenses and therefore were not annualized. The MER without these costs is 1.96%.
- 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.
- The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate, the greater the trading costs payable by the Fund and the greater the chance of an investor receiving taxable capital gains. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## Past Performance

The performance information presented herein assumes all dividends of the Fund during the periods presented were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemptions, or other charges that would have reduced returns or affected performance. Past performance of the Fund is not necessarily indicative of how it will perform in the future.

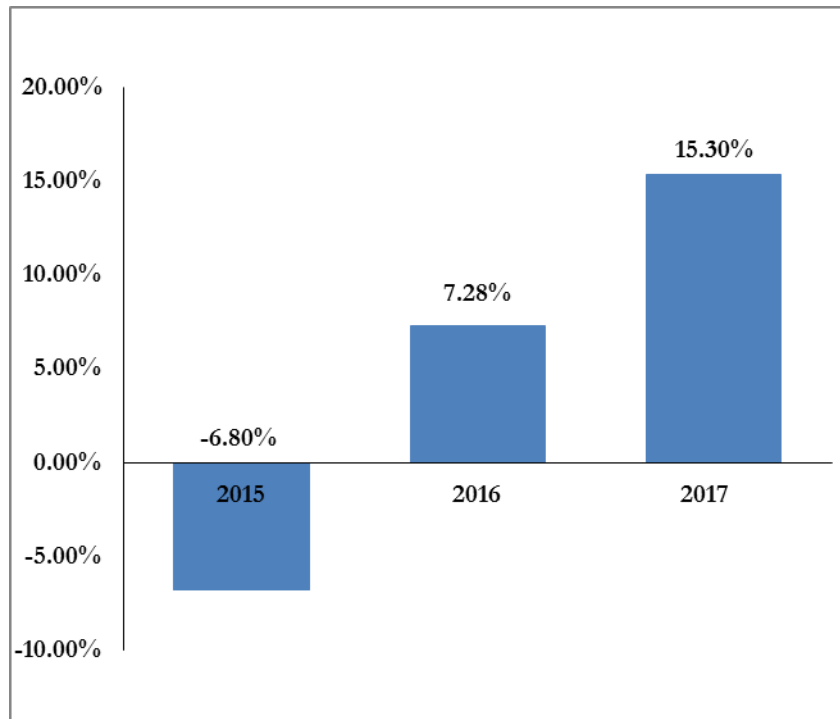
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## YEAR-BY-YEAR RETURNS

The following chart presents the Series A performance for each of the years shown. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year except for the 2017 period which represents the interim period. Series U performance is not shown as National Instrument 81-106, the regulatory guideline for Continuous Disclosure, does not permit reporting of performance for any investment fund that has been in existence less than one year.

### Fund Performance

#### Series A



2015 represents the period from May 24 to December 31

# Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth & Income Fund)

## SUMMARY OF INVESTMENT PORTFOLIO

The Portfolio by Sector chart below provides a portfolio breakdown based on the total transactional net asset value of the Fund's portfolio holdings. A detailed breakdown of the Fund's holdings is available in the "Schedule of Investments" section of the Fund's interim financial statements.

As at June 30, 2017

Top Holdings	% of Net Asset Value
Alibaba Group Holding Limited ADR	5.5
Red Hat, Inc.	5.2
Automatic Data Processing, Inc.	4.9
International Business Machines Corporation	4.9
Accenture PLC Class A	4.8
Facebook, Inc. Class A	4.8
Cisco Systems, Inc.	4.8
Adobe Systems Inc.	4.8
Visa Inc. Class A	4.7
Microsoft Corporation	4.7
Broadcom, Ltd.	4.7
Western Digital Corporation	4.7
QUALCOMM Incorporated	4.6
Intuit Inc.	4.6
Apple Inc.	4.5
Texas Instruments Incorporated	4.5
Intel Corporation	4.5
Alphabet Inc. Class A	4.3
Lam Research Corporation	4.3
Oracle Corporation	4.1
Cash and other assets less liabilities	3.3
Foreign currency forward contracts	3.2
Options	(0.4)
<b>Total</b>	<b>100.0</b>

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund. Quarterly updates of the Fund's investment portfolio are available from Harvest Portfolios Group Inc. at [www.harvestportfolios.com](http://www.harvestportfolios.com).



# Tech Achievers Growth & Income ETF (formerly Tech Achievers Growth & Income Fund)

## SECTOR ALLOCATION

Sector	% of Net Asset Value
Software & Services	52.4
Technology, Hardware & Equipment	23.5
Semiconductors & Semiconductors Equipment	18.0
Cash and other assets and liabilities	3.3
Foreign currency forward contracts	3.2
Options	(0.4)
<b>Total</b>	<b>100.0</b>

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**Head Office**

710 Dorval Drive, Suite 209  
Oakville, ON L6K 3V7  
Phone Number: 416.649.4541  
Toll Free: 866.998.8298  
Fax Number: 416.649.4542  
Email: [info@harvestportfolios.com](mailto:info@harvestportfolios.com)

**CAUTION REGARDING FORWARD-LOOKING STATEMENTS**

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 Fund may invest and the risks detailed from time to time in the Fund's prospectus or offering memorandum. 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 Fund, 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 Fund 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.