



INTERIM FINANCIAL STATEMENTS
(Unaudited)

Blockchain Technologies ETF

June 30, 2021



Blockchain Technologies ETF

STATEMENTS OF FINANCIAL POSITION			
(Unaudited)			
As at		June 30, 2021	December 31, 2020
Assets			
Current assets			
Investments	\$	51,535,256	\$ 13,899,142
Cash		68,772	48,477
Dividends receivable		15,853	1,886
Subscriptions receivable		3,716,885	-
		55,336,766	13,949,505
Liabilities			
Current liabilities			
Payable for investments purchased		3,703,500	-
		3,703,500	-
Net assets attributable to holders of redeemable units	\$	51,633,266	\$ 13,949,505
Number of redeemable units outstanding (Note 4)		2,090,000	880,000
Net assets attributable to holders of redeemable units per unit	\$	24.70	\$ 15.85

The accompanying notes are an integral part of these financial statements.

Blockchain Technologies ETF

STATEMENTS OF COMPREHENSIVE INCOME (LOSS)			
(Unaudited)			
For the period ended June 30,	2021		2020
Income			
Net gain (loss) on investments			
Dividends	\$	124,619	\$ 30,330
Net realized gain (loss) on sale of investments		8,255,479	138,777
Net realized gain (loss) on foreign exchange		(16,896)	1,702
Net change in unrealized appreciation (depreciation) of investments		1,852,851	1,015,747
Net change in unrealized appreciation (depreciation) of foreign exchange		1,895	199
Net gain (loss) on investments		10,217,948	1,186,755
Total income (net)	\$	10,217,948	\$ 1,186,755
Expenses (Note 5)			
Management fees	\$	140,900	\$ 25,653
Withholding taxes		18,165	4,380
Unitholder reporting costs		25,423	15,946
Audit fees		14,747	16,061
Transfer agency fees		4,253	4,132
Custodian fees and bank charges		26,285	26,729
Independent Review Committee fees		462	286
Filing fees		19,966	19,923
Legal fees		11,651	14,883
Transaction costs (Note 8)		88,501	20,192
Total expenses		350,353	148,185
Expenses absorbed by manager (Note 5)		(53,359)	(64,958)
Total expenses (net)	\$	296,994	\$ 83,227
Increase (decrease) in net assets attributable to holders of redeemable units	\$	9,920,954	\$ 1,103,528
Increase (decrease) in net assets attributable to holders of redeemable units per unit (Note 4)	\$	5.71	\$ 1.03

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Blockchain Technologies ETF

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (Unaudited)			
For the period ended June 30,	2021		2020
Net assets attributable to holders of redeemable units beginning of period	\$	13,949,505	\$ 7,233,896
Increase (decrease) in net assets attributable to holders of redeemable units	\$	9,920,954	\$ 1,103,528
Redeemable unit transactions			
Proceeds from issue of redeemable units		33,863,992	-
Redemption of redeemable units		(6,101,185)	(754,775)
Net redeemable unit transactions	\$	27,762,807	\$ (754,775)
Net assets attributable to holders of redeemable units end of period	\$	51,633,266	\$ 7,582,649

The accompanying notes are an integral part of these financial statements.

Blockchain Technologies ETF

STATEMENTS OF CASH FLOWS			
(Unaudited)			
For the period ended June 30,	2021		2020
Operating activities			
Increase (decrease) in net assets attributable to holders of redeemable units	\$	9,920,954	\$ 1,103,528
Add (deduct) items not affecting cash:			
Foreign exchange (gain) loss of cash		1,610	219
Realized (gain) loss on sale of investments		(8,255,479)	(138,777)
Change in unrealized (appreciation) depreciation of investments		(1,852,851)	(1,015,747)
Change in unrealized (appreciation) depreciation of foreign exchange		(1,895)	(199)
Proceeds from sale of investments		25,917,477	1,572,521
Purchases of investments		(29,920,806)	(1,451,646)
Net change in non-cash assets and liabilities		(12,072)	(1,306)
Net cash flow provided by (used in) operating activities	\$	(4,203,062)	\$ 68,593
Financing activities**			
Proceeds from redeemable units issued		4,238,186	-
Redemption of redeemable units		(13,219)	(5,384)
Net cash flow provided by (used in) financing activities	\$	4,224,967	\$ (5,384)
Net increase (decrease) in cash during the period		21,905	63,209
Foreign exchange (gain) loss of cash		(1,610)	(219)
Cash, beginning of the period		48,477	29,332
Cash, end of the period	\$	68,772	\$ 92,322
Supplemental disclosure of cash flow information			
Dividends received, net of withholding taxes*	\$	92,487	\$ 24,445

*included in operating activities

**net cash inflows (outflows) excludes trades that were not settled in cash (in-kind trades).

The accompanying notes are an integral part of these financial statements.

Blockchain Technologies ETF

SCHEDULE OF INVESTMENTS				
(Unaudited)				
As at June 30, 2021				
Number of Shares	Security	Average Cost (\$)	Fair Value (\$)	% of Net Assets
EQUITIES				
Consumer Discretionary				
27,113	Future FinTech Group Inc.	281,318	105,869	0.2
16,034	Overstock.com, Inc.	1,546,439	1,832,544	3.5
		1,827,757	1,938,413	3.7
Financials				
11,361	Coinbase Global, Inc., Class A	3,294,465	3,567,248	6.9
64,250	DeFi Technologies Inc.	77,419	57,825	0.1
14,863	Diginex Limited	300,279	120,678	0.3
46,817	Galaxy Digital Holdings Ltd.	629,829	1,088,027	2.1
22,749	Mogo Inc.	254,689	220,893	0.4
8,774	Silvergate Capital Corporation, Class A	1,045,073	1,232,497	2.4
		5,601,754	6,287,168	12.2
Industrials				
82,051	SOS Limited ADR	335,768	336,661	0.7
		335,768	336,661	0.7
Information Technology				
3,285	Accenture PLC, Class A	1,042,838	1,200,410	2.3
24,819	Akamai Technologies, Inc.	3,163,655	3,587,273	6.9
19,060	Banxa Holdings Inc.	81,227	79,671	0.2
77,652	BIGG Digital Assets Inc.	114,451	121,914	0.2
17,013	Bit Digital Inc.	509,278	144,251	0.3
47,372	Bitfarms Ltd.	243,230	229,754	0.4
51,541	Blockchain Foundry Inc.	17,913	14,947	-
16,669	Cleanspark, Inc.	576,710	343,830	0.7
54,957	Conduent Incorporated	365,244	510,935	1.0
29,500	CurrencyWorks Inc.	42,662	40,710	0.1
16,938	Digihost Technology Inc.	40,702	25,238	0.1
58,492	DMG Blockchain Solutions Inc.	117,594	46,209	0.1
14,694	DocuSign, Inc.	3,964,160	5,092,279	9.9
6,295	EPAM Systems, Inc.	3,131,547	3,987,165	7.7
172,115	HIVE Blockchain Technologies Ltd.	456,245	609,287	1.2
46,396	Hut 8 Mining Corp.	236,880	249,146	0.5
50,794	Infosys Limited ADR	1,066,428	1,334,212	2.6
16,834	Intel Corporation	1,210,478	1,171,497	2.3
6,508	International Business Machines Corporation	1,060,269	1,182,588	2.3
57,144	Marathon Digital Holdings, Inc.	1,646,463	2,222,116	4.3
2,540	Mastercard Incorporated, Class A	1,072,567	1,149,517	2.2
2,541	Mercurity Fintech Holding Inc. ADR	17,586	16,190	-
3,812	Microsoft Corporation	1,072,863	1,280,099	2.5
43,742	Neptune Digital Assets Corp.	28,964	24,058	-
17,432	Net 1 UEPS Technologies, Inc.	105,956	101,777	0.2
113,561	NetCents Technology Inc.	132,385	78,357	0.2
20,595	Nuvei Corporation	1,773,100	2,089,569	4.0
11,867	Oracle Corporation	954,867	1,145,052	2.2
228,393	Paysafe Limited	3,311,370	3,428,534	6.6

Blockchain Technologies ETF

SCHEDULE OF INVESTMENTS (continued) (Unaudited)

As at June 30, 2021

Number of Shares	Security	Average Cost (\$)	Fair Value (\$)	% of Net Assets
EQUITIES (continued)				
Information Technology (continued)				
20,739	Powerbridge Technologies Co., Ltd.	126,487	55,529	0.1
84,041	Quisitive Technology Solutions, Inc.	93,701	134,466	0.3
50,042	Riot Blockchain, Inc.	1,755,200	2,336,748	4.5
6,770	SAP SE ADR	1,115,407	1,178,753	2.3
13,617	Square, Inc., Class A	3,998,354	4,115,255	8.0
4,086	Visa Inc., Class A	1,061,576	1,184,300	2.3
54,790	Voyager Digital Ltd.	1,094,852	1,159,904	2.2
125,169	Wipro Limited ADR	939,634	1,211,796	2.3
15,865	Xunlei Limited ADR	114,521	89,678	0.2
		37,857,364	42,973,014	83.2
Total investments		45,622,643	51,535,256	99.8
Other assets less liabilities			98,010	0.2
Net assets attributable to holders of redeemable units			51,633,266	100.0

Blockchain Technologies ETF

NOTES TO THE INTERIM FINANCIAL STATEMENTS (Unaudited)

June 30, 2021

1. GENERAL INFORMATION

Blockchain Technologies ETF (the "Fund") is an investment fund established under the laws of the Province of Ontario pursuant to a Declaration of Trust dated January 31, 2018 and as amended and restated, being the inception date. There was no significant activity in the Fund from the date of inception to commencement of operations on February 2, 2018. The address of the Fund's registered office is 610 Chartwell Road, Oakville, Ontario L6J 4A5.

The Fund's investment objective is to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Harvest Blockchain Technologies Index (the "Index"). The Fund invests in equity securities of issuers exposed, directly or indirectly, to the development and implementation of blockchain and distributed ledger technologies. As part of the investment strategy, the Fund will hold the Constituent Securities¹ of the Index in approximately the same proportion as they are reflected in that Index or may hold securities of one or more exchange traded funds that replicate the performance of the applicable Index, or a subset of such Index. The Fund will invest in its own portfolio comprised of various securities and instruments which may include, but are not limited to, equity and equity related securities. If market conditions require, in order to preserve capital, the Fund may seek to invest a substantial portion of its assets in cash and cash equivalent.

2. BASIS OF ACCOUNTING

These interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standard 34, Interim Financial Reporting. These interim financial statements were authorized for issue by Harvest Portfolios Group Inc. (the "Manager") on August 17, 2021.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial instruments

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments not measured at fair value through profit or loss ("FVTPL"). Transaction costs on financial assets and liabilities at FVTPL are expensed as incurred. Regular way purchases and sales of financial assets are recognized at their trade date. The Fund's investments and derivative assets and liabilities are measured at FVTPL based on its business model. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid. Carrying values of other financial assets and liabilities at amortized cost approximate their fair values due to the short term to maturity. The Fund's accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its net asset value ("NAV") for transactions with unitholders. As at June 30, 2021 and 2020, there were no differences between the Fund's NAV per security and its net assets per security calculated in accordance with IFRS 9.

Fair value of investments and derivatives

Investments and derivatives that are traded in an active market are valued at their closing prices through recognized public stock exchanges or through recognized investment dealers on the valuation date. The Fund uses the last traded market price that falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances. Investments held are represented by equities.

Investments and derivatives held that are not traded in an active market are valued using valuation techniques, on such basis and in such a manner established by the Manager. The value of any security for which, in the opinion of the Manager, the published market quotations are not readily available shall be the fair value as determined by the Manager. The fair values of certain securities may be determined using valuation models that are based, in part, on assumptions that are not supported by observable market inputs. These methods and procedures may include, but are not limited to, performing comparisons with prices of comparable or similar securities, obtaining valuation related information from issuers and/or other analytical data relating to the investment and using other available indication of value. These values are independently assessed internally to ensure that they are reasonable. However, because of the inherent uncertainty of valuation, the estimated fair values for the aforementioned securities and interests may be materially different from the values that would be used had a

¹ As defined in the Fund's prospectus dated January 7, 2021.

Blockchain Technologies ETF

ready market for the security existed. The fair values of such securities are affected by the perceived credit risks of the issuer, predictability of cash flows and length of time to maturity.

Classification of redeemable units

Under IFRS, IAS 32 Financial Instruments – Presentation requires that units or shares of an entity which include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as a financial liability unless certain criteria are met. The Fund's units include different redemption rights and in some instances are at 95% of market value of the units on the exchange. As a result, the Fund's units contain multiple contractual obligations and are presented as financial liabilities as they do not meet the criteria for classification as equity.

Cash

Cash is comprised of cash on deposit.

Investment transactions and income recognition

Net realized gain (loss) on sale of investments and net change in unrealized appreciation (depreciation) of investments are determined on an average cost basis. Dividend income is accounted for on the ex-dividend date. The cost of investments is determined using the average cost method.

Foreign currency translation

The Fund's subscriptions and redemptions are predominately denominated in Canadian dollars which is also the Fund's functional and presentation currency. Purchases and sales of investments denominated in foreign currencies and foreign currency dividend and interest income are translated into Canadian dollars at the rate of exchange prevailing at the time of the transactions. Realized and unrealized foreign currency gains or (losses) on investments are included in the Statements of Comprehensive Income (Loss) in "Net realized gain (loss) on sale of investments" and "Net change in unrealized appreciation (depreciation) of investments", respectively. Realized and unrealized foreign currency gains or losses on assets and liabilities, other than investments, denominated in foreign currencies are included in the Statements of Comprehensive Income (Loss) in "Net realized gain (loss) on foreign exchange" and "Net change in unrealized appreciation (depreciation) of foreign exchange", respectively. Foreign currency assets and liabilities in the Statements of Financial Position are translated into Canadian dollars on the statement date.

Redeemable units valuation

The NAV on a particular date will be equal to the aggregate value of the assets of the Fund less the aggregate value of the liabilities of the Fund, expressed in Canadian dollars at the applicable exchange rate on such date. The NAV and NAV per unit will be calculated on any day on which the Toronto Stock Exchange ("TSX") is open for trading.

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

"Increase (decrease) in net assets attributable to holders of redeemable units per unit" in the Statements of Comprehensive Income (Loss) represents the increase (decrease) in net assets attributable to holders of redeemable units, divided by the weighted average units outstanding for the financial period.

Critical accounting estimates and judgments

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements:

- a) Fair value measurement of derivatives and securities not quoted in an active market

The Fund may hold financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Refer to Note 7 for further information about the fair value measurement of the Fund's financial instruments.

- b) Classification and measurement of investments and derivatives under IFRS 9

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments about the business model in which the portfolio of investments and derivatives is held. The Manager has determined that the Fund's business model is one in which its portfolio is managed and performance evaluated on a fair value basis under IFRS 9.

4. REDEEMABLE UNITS

The authorized capital of the Fund consists of an unlimited number of transferable units of one class representing an equal, undivided interest in the net assets of the Fund. Except as provided in the Declaration of Trust, all units have equal rights and

Blockchain Technologies ETF

privileges. Each unit is entitled to one vote at all meetings of unitholders and is entitled to participate equally in any and all distributions made by the Fund. The units trade on the TSX under the symbol HBLK. As at June 30, 2021, the closing price of the units was \$24.75 per unit (December 31, 2020 - \$15.86 per unit).

Subscriptions and Redemptions

On any trading day, a designated broker or underwriter may place a subscription or redemption order for an integral multiple of the prescribed number of units of the ETF. A trading day is each day on which the TSX is opened for business.

If the subscription or redemption order is accepted, the ETF will issue or redeem units to/from the designated broker or underwriter generally by the second trading day after the date on which the subscription or redemption order is accepted. For each prescribed number of units issued or redeemed, a designated broker or underwriter must deliver or receive payment consisting of:

- (a) A basket of applicable securities and cash in an amount sufficient so that the value of the securities, and the cash received is equal to the NAV of the units issued or redeemed; or
- (b) Cash in the amount equal to the NAV of the units issued or redeemed.

On any trading day, unitholders may redeem units for cash or exchange units for baskets of securities and cash. Units redeemed for cash may be redeemed at a redemption price per unit equal to 95% of the closing price for the units on the TSX on the effective day of the redemption, subject to a maximum redemption price per unit equal to NAV. Units exchanged for baskets of securities will be exchanged at a price equal to the NAV of the units on the effective date of the exchange request, payable by delivery of baskets of securities and cash. The units will be redeemed in the exchange.

The following units were issued and/or redeemed during the period:

	Units outstanding
Total outstanding as at January 1, 2020	1,140,000
Redeemable units issued	-
Redeemable units redeemed	(120,000)
Total outstanding as at June 30, 2020	1,020,000
Total outstanding as at January 1, 2021	880,000
Redeemable units issued	1,490,000
Redeemable units redeemed	(280,000)
Total outstanding as at June 30, 2021	2,090,000

The weighted average number of units outstanding during the period ended June 30, 2021 was 1,738,011 units (2020 – 1,068,077).

Distributions

The Fund is required to pay distributions in an amount not less than the amount necessary to ensure the Fund will not be liable for income taxes on realized capital gains, dividends and interest. A distribution, if any, will be paid in cash at the end of the year.

5. RELATED PARTY TRANSACTIONS AND OTHER EXPENSES

Management fees

The Manager is responsible for managing the Fund's overall business and operations and provides key management personnel to the Fund. The Manager is entitled to a fee of 0.65% of the average daily NAV, plus applicable taxes, per annum of the Fund.

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.

Blockchain Technologies ETF

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 and benefits; 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 the Harvest Portfolios Group Inc. funds, and series of each applicable fund. These expenses for the period ended June 30, 2021 were \$9,992 (2020 - \$2,771) and are included in the unitholder reporting costs on the Statements of Comprehensive Income (Loss).

Waivers and absorptions

At its sole discretion, the Manager may waive management fees or absorb expenses of the Fund. There were no management fee waivers for the periods ended June 30, 2021 or 2020. The Manager absorbed \$53,359 of expenses of the Fund for the period ended June 30, 2021 (2020 - \$64,958). The Manager may cease doing so at any time without notice to unitholders.

6. FINANCIAL RISK MANAGEMENT

Investment activities of the Fund expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate risk, other price risk and currency risk). The Manager seeks to minimize these risks by employing experienced portfolio managers that will manage the security portfolios of the Fund on a daily basis according to market events and the investment objectives of the Fund. To assist in managing risk, the Manager also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy and securities regulations.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The value of securities in the Fund's portfolio may be affected by the stock market conditions rather than each company's performance. Developments in the market are affected by general economic and financial conditions. Political, social and environmental factors can also affect the value of any investment. The spread of the coronavirus ("COVID-19") has caused volatility in the global financial markets and a slowdown in the global economy. Uncertainty on the impact and the strength of the economic recovery continues with the spread of variants. Although financial markets have been strong over the past year, this uncertainty may have a continued adverse impact on the financial performance of the Fund's investments. If there is renewed spread of COVID-19, the duration and resulting government restrictions could continue to impact the overall economy for an extended period and the Fund's future investment results may be materially adversely affected.

As at June 30, 2021, 99.8% (December 31, 2020 – 99.6%) of the Fund's net assets attributable to holders of redeemable units were traded on public stock exchanges. If equity prices on these exchanges had increased or decreased by 5%, as at period end, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$2,576,763 (December 31, 2020 - \$694,957).

In practice, the actual trading results may differ, and the difference could be material.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies other than the functional currency of the Fund will fluctuate as a result of changes in foreign exchange rates. When a Fund buys an investment priced in a foreign currency and the exchange rate between the Canadian dollar and the foreign currency changes unfavorably, it could reduce the value of the Fund's investment.

The table below summarizes the Fund's net exposure to currency risk. Amounts shown are based on the carrying value of monetary and non-monetary net assets (including derivatives and the underlying principal (notional) amount of forward currency contracts, if any).

As at June 30, 2021		
Currency	Currency exposure (\$)*	As a % of net assets
U.S. Dollar	45,324,040	87.8

*Amounts are in Canadian dollars

As at December 31, 2020		
Currency	Currency exposure (\$)*	As a % of net assets
U.S. Dollar	11,555,381	82.8

*Amounts are in Canadian dollars

Blockchain Technologies ETF

The non-monetary currency exposure was \$45,265,282 (December 31, 2020 - \$11,546,871) and the monetary currency exposure was \$58,758 (December 31, 2020 - \$8,510).

As at June 30, 2021, if the Canadian dollar had strengthened or weakened by 5% in relation to all foreign currencies, with all other variables held constant, the Fund's net assets attributable to holders of redeemable units would have decreased or increased, respectively, by approximately \$2,266,202 (December 31, 2020 - \$577,769) or 4.4% (December 31, 2020 - 4.1%) based on the net currency exposure. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair value of financial instruments. Interest rate risk arises when the Fund invests in interest-bearing financial instruments. As at June 30, 2021 and 2020, the Fund did not hold any bonds or money market instruments; therefore, the Fund had no significant exposure to interest rate risk.

Liquidity risk

Liquidity risk is defined as the risk that a fund may not be able to settle or meet its obligations on time or at a reasonable price. The Fund is exposed to redemption of units as described in Note 4. Since the settlement of redemptions is primarily by delivery of securities, the Fund is not exposed to any significant liquidity risk. Therefore, in order to maintain sufficient liquidity, the Fund primarily invests in securities that are actively traded in public markets and can be readily disposed of to raise liquidity. In addition, the Fund retains sufficient cash and cash equivalent positions to maintain liquidity.

As at June 30, 2021 and 2020, all the Fund's financial liabilities have maturities of less than three months.

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

All transactions executed by the Fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

As at June 30, 2021 and 2020, the Fund did not have significant credit risk exposure. All cash held by the fund is held with a reputable and regulated financial institution.

Fair value of financial instruments

The Fund classifies fair value measurements within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: Inputs for the asset or liability that are not based on observable market data.

The table below summarizes the fair value of the Fund's financial instruments using the following fair value hierarchy:

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

Securities classification:

Investments at fair value as at June 30, 2021				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Totals (\$)
Financial Assets				
Equities				
Common Stock	47,289,609	-	78,357	47,367,966
ADR	4,167,290	-	-	4,167,290
Total Financial Assets	51,456,899	-	78,357	51,535,256

Blockchain Technologies ETF

Investments at fair value as at December 31, 2020				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Totals (\$)
Financial Assets				
Equities				
Common Stock	11,973,558	-	-	11,973,558
ADR	1,925,584	-	-	1,925,584
Total Financial Assets	13,899,142	-	-	13,899,142

There was one Level 3 security held by the Fund during the period ended June 30, 2021 and there were no significant transfers between Level 1 and Level 2. On May 6, 2021, shares of NetCents Technology Inc. (NC) were halted on the Canadian Stock Exchange because the issuer had failed to file its financial statements with the regulator for the third quarter. At that time, NC was valued at its last traded price of \$0.69 per share and represented 0.2% of the NAV of the Fund. As at June 30, 2021 NC has not resumed trading and continues to be valued at the last traded price of \$0.69 per share.

There was one Level 3 security held by the Fund during the period ended June 30, 2020, and there were no significant transfers between Level 1 and Level 2 for the period ended June 30, 2020. The Level 3 security was a digital security received from a stock dividend that trades on an alternative trading system which is not a recognized stock exchange. The value of the Level 3 security held was initially based on a 100% liquidity discount to the last traded price as quoted through this alternative trading system. The initial discount applied was based on the Fund's inability to trade the security given the lack of access to trading for Canadian investors. Once an opportunity to trade the level 3 security at its trading value became available the security was sold.

The following is a reconciliation of investments in which unobservable inputs (Level 3) were used in determining value:

	June 30, 2021	December 31, 2020
	Amount (\$)	Amount (\$)
Opening balance	-	-
Purchases	-	-
Sales	-	340,380
Net realized gain (loss)	-	340,380
Net change in unrealized appreciation (depreciation)	-	-
Transfers to Level 3	78,357	-
Closing balance	78,357	-

The value of the equities is based on quoted prices.

Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry, sector or counterparty type. The following is a summary of the Fund's concentration risk by country, Index segment and industry in which the companies held in the portfolio operate.

Blockchain Technologies ETF

Geography:

As at	June 30, 2021	December 31, 2020
	% of net assets	% of net assets
United States	78.7	72.2
Canada	12.0	10.6
India	4.9	8.1
Germany	2.3	4.0
China	1.5	1.8
Hong Kong	0.2	-
South Africa	0.2	2.9
Cash and other assets and liabilities	0.2	0.4
Total	100.0	100.0

Index Segment:

As at	June 30, 2021	December 31, 2020
	% of net assets	% of net assets
Emerging Blockchain	76.5	60.1
Large Cap Blockchain	23.3	39.5
Cash and other assets and liabilities	0.2	0.4
Total	100.0	100.0

Market Segment:

As at	June 30, 2021	December 31, 2020
	% of net assets	% of net assets
Information Technology	83.2	90.1
Financials	12.2	6.3
Consumer Discretionary	3.7	3.2
Industrials	0.7	-
Cash and other assets and liabilities	0.2	0.4
Total	100.0	100.0

7. TAXATION

The Fund qualifies as a mutual fund trust under the Income Tax Act (Canada). For tax purposes, the Fund has a December 15 year end. All the Fund's net income for tax purposes and sufficient net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by the Fund. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Non-capital losses may be carried forward for 20 years and applied against future taxable income.

As at the last taxation year end, the Fund had \$877,783 of capital losses, which can be carried forward indefinitely and applied against future capital gains. Non-capital losses are available to offset against income in future years and have been carried forward as follows:

Year of Expiry	Amount (\$)
2038	74,754
2039	90,392

Blockchain Technologies ETF

The Fund may incur 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 (Loss).

As the Manager is a resident of Ontario, the expenses paid by the Fund generally include HST of 13%. HST is calculated using the residency of unitholders in the Fund as at specific times, rather than the physical location of the Manager. A blended rate refund is filed with the Canada Revenue Agency on behalf of the Fund, in arrears, using each province's HST rate or GST rate in the case of non-participating provinces.

8. SOFT DOLLAR COMMISSIONS

Brokerage commissions paid to certain brokers may, in addition to paying for the cost of brokerage services in respect of security transactions, also provide for the cost of investment research services provided to the investment manager. The value of such research services included in commissions paid to brokers for the periods ended June 30, 2021 and 2020 amounted to \$nil.



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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.