



Management Report of Fund Performance

For the period ended
June 30, 2022 (Unaudited)

TruX Exogenous Risk Pool

The interim Management Report of Fund Performance contains Financial Highlights but does not contain the complete interim financial statements of the Investment Fund. You may obtain a copy of the interim financial statements at your request, and at no cost, by writing to us at 130 King Street West, Suite 1800, Toronto, Ontario, M5X 1E3, Canada or by calling us collect at 1.844.844.8789 or by visiting our website www.truxinvestments.com or SEDAR at www.sedar.com. Securityholders may also contact us using one of these methods to request a copy of the investment fund's annual financial report, proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

Forward-Looking Statements (“FLS”)

The interim Management Report of Fund Performance may contain forward-looking statements. FLS means disclosure regarding possible events, conditions or results of operations that is based on assumptions about future economic conditions and courses of action, and includes any future-oriented financial information (“FOFI”) with respect to prospective results of operations, financial position or cash flows that is presented either as a forecast or a projection. FOFI is FLS about prospective results of operations, financial position or cash flows, based on assumptions about future economic conditions and courses of action.

FLS can be identified by the use of forward-looking terminology such as “may,” “will,” “should,” “expect,” “anticipate,” “target,” “project,” “estimate,” “intend,” “continue,” or “believe,” or the negatives thereof or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results or the actual performance of the Fund may differ materially from those reflected or contemplated in such forward-looking information and statements. Material risk factors that could affect actual results are identified under the heading “What are the Risks of Investing in a Mutual Fund?” in the Fund’s Simplified Prospectus. Investors are also cautioned that FLS is based on a number of factors and assumptions, including a Fund’s current plans, estimates, opinions and analyses made in light of its experience, current conditions and expectations of future developments, as well as other relevant factors. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

TRUX EXOGENOUS RISK POOL

MANAGEMENT REPORT OF FUND PERFORMANCE

Financial Highlights – June 30, 2022

This interim Management Report of Fund Performance represents the portfolio management team's view of the significant factors and developments affecting the investment fund's performance and outlook for the period ended June 30, 2022. Every effort has been made to ensure the information contained in this Management Report of Fund Performance is accurate and complete, however, the investment fund cannot guarantee the accuracy or the completeness of this material. For more information, please refer to the TruX Fund's Declaration of Trust. In this report, "Manager" refers to True Exposure Investments, Inc., the Manager of the Fund. The "Fund" refers to the TruX Exogenous Risk Pool. In addition, "net asset value" or "NAV" refers to the value of the Fund as calculated for transaction purposes on which the discussion of Fund performance is based. All dollar figures are reported in Canadian dollars.

Investment Objective and Strategies

The Fund seeks to provide relative or absolute capital preservation during sudden societal-level shocks that can negatively impact equities along with generating returns that are competitive with equity markets over the longer term including periods between shocks. The Fund will use alternative investment strategies including borrowing for investment purposes, short selling and the use of derivatives to seek to manage market volatility. The Fund's aggregate exposure to leverage through these strategies will not exceed two times its Net Asset Value ("NAV"), measured on a daily basis. The Fund is subject to certain standard investment restrictions and practices contained in securities legislation, including NI 81-102.

Risk

The risks associated with investing in the Fund remain as discussed in the simplified prospectus. The Fund is suitable for someone who is looking for low to medium risk, a diversified portfolio of alternative investment strategies to hold as part of their balanced portfolio and has a medium-longer-term investment horizon.

For the period ended June 30, 2022, there were no changes affecting the overall level of risk associated with an investment in the Fund; therefore, the overall level of Fund risk and investor risk tolerance remains as stated in the Prospectus.

The financial information contained within this report is based on and includes estimates and assumptions made by management that affect the reported amount of assets, liabilities, income and expenses during the reporting period. The COVID-19 virus is a fading risk to the global recovery and the extent of the continuing impacts from the COVID-19 outbreak on the Fund's operations and performance remains uncertain and difficult to predict. The ultimate economic fallout from the on-going pandemic, and the long-term impact on economies, markets, industries and individual companies remain uncertain. The extent of the impact to the financial performance and the operations of the Fund will depend on future developments, which are highly uncertain and cannot be predicted.

The conflict between Russia and Ukraine that started on February 24, 2022, could have an impact on the Fund's net asset value. Although the Fund does not have any direct investments in these countries involved in the conflict, fluctuations in the Fund's net asset value could arise from general market fluctuations caused by the instability of the conflict, its impact on global economy and general investor sentiment and confidence.

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Results of Operations

The Manager uses a blended benchmark to evaluate the fund. It is important to note that the NAV of the Fund reflects the effect of fees and expenses for professional management, while the benchmark does not have such costs.

The net asset value of the Fund was \$3,328,154 on June 30, 2022, reflecting the capital raising during the period and the changes in NAV due to valuations of the Fund's investments. The Fund had distributions amounting to \$(11,674) for the period from January 14, 2022, (commencement of operations) to June 30, 2022.

The Pool remains in a defensive state but is prepared to participate in up markets. The Pool continues its policy of emphasizing large and liquid exchange traded funds and of avoiding direct counterparty risk from derivatives and securities lending.

CONSUMER STRATEGY

Consumer Staples (XLP) fulfilled its expected role during a period of market weakness by outperforming the S&P500 and defending capital. Companies in the Staples sector can be less vulnerable to inflationary pressure because consumers continue to buy basic necessities even as companies pass through higher input costs.

Consumer Discretionary (XLY) was volatile and underperformed the broad market. As a result, TERP profited from its 30% short position in Discretionary. Supply chain issues disrupted availability of numerous products, particularly from overseas. At the same time demand fell to the extent consumers deferred purchases.

SPECIALTY ASSETS

Specialty Assets are effective diversifiers in normal periods. However, during market shocks and downturns they may also provide powerful protection. Each Specialty Asset is imperfect in this role and can be volatile, unreliable. For that reason, TERP has limited positions in up to three.

Gold bullion (VALT.U) offset market losses in the first quarter of 2022, in part, by responding to geopolitical uncertainty over the invasion of Ukraine. In the second quarter it declined modestly but continued to outperform the S&P. Gold bullion exhibited negative daily correlation to the S&P500.

1-3 Year Treasury Bonds (SHY). Despite concerns over inflation and US government debt, USD benefitted from a global flight to quality. Short duration limits the negative impact of inflation and rising interest rates.

As prescribed by NI 81-102, the aggregate gross exposure of the Fund, to be calculated as the sum of the following, must not exceed three times the Fund's net asset value: (i) the amount of cash borrowed for investment purposes; (ii) the aggregate market value of physical short sales on equities, fixed income securities or other portfolio assets; and (iii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes.

During the period ended June 30, 2022, the Fund's lowest and highest aggregate gross exposure was 11.7% and 53.2% of the Fund's NAV respectively. As at June 30, 2022, the Fund's aggregate gross exposure was 29.5% of the Fund's NAV. The primary source of leverage was short sales. The low and high end of the range are as a result of our investing activities, and timing of subscriptions and/or redemptions. The Fund's strategy is outlined in the simplified prospectus.

The Manager monitors, on a daily basis, that the Fund's aggregate gross exposure is less than three times the Fund's net asset value.

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Related Party Transactions

Management fees:

The Fund pays the Manager a weekly management fee for providing its services to the Fund. Redeemable units of the Fund, other than Series O units, are charged annual management fees equal to the following percentages of the Series NAV of the said Series of the Fund, calculated and accrued on each Valuation Date and payable weekly (except at month-end):

Series F	0.55%
Series N	0.30%
Series UN	0.30%

Management fees are subject to applicable taxes, including QST, GST or HST. For the period from January 14, 2022, (commencement of operations) to June 30, 2022, management fees paid by the Fund totalled \$1,167.

TRUX EXOGENOUS RISK POOL

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Financial Highlights – June 30, 2022

Financial Highlights

The following tables show selected key financial information about the Series F, Series N and Series UN units of the Fund, respectively, and are intended to help you understand the Fund's financial performance for the period from January 14, 2022, (commencement of operations) to June 30, 2022.

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit

	June 30, 2022		
	Series F	Series N	Series UN
Net assets, beginning of period ⁽¹⁾⁽²⁾	\$10.00	\$10.00	\$10.00
Increase (decrease) in net assets attributable to holders of redeemable units:			
Total revenue	0.24	0.04	-
Total expenses	(0.07)	(0.02)	-
Realized gain (loss) for the period	(0.04)	(0.02)	0.02
Unrealized gain (loss) for the period	(0.09)	0.23	0.02
Total increase (decrease) in net assets attributable to holders of redeemable units ⁽³⁾	0.04	0.23	0.04
Redemptions			
Net assets, end of period ⁽³⁾	9.87	9.93	9.93

Ratios and Supplemental Data

Total Net Asset Value ⁽⁴⁾	\$ 346,667	\$ 2,293,868	\$ 687,619
Number of units outstanding ⁽⁴⁾	25,643	110,394	17,312
Management expense ratio ⁽⁵⁾	1.34%	0.20%	0.04%
Trading expense ratio ⁽⁶⁾	0.33%	0.33%	0.33%
Portfolio turnover rate ⁽⁷⁾	147.38%	147.38%	147.38%
Net Asset Value per Unit	\$9.87	\$9.93	\$9.93

Notes:

- (1) This information is derived from the Fund's unaudited interim financial statements for June 30, 2022, and is not a reconciliation of beginning and ending net assets per unit.
- (2) 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 financial period.
- (3) Distributions were paid in cash or automatically reinvested in additional units of the Fund, or both.
- (4) This information is provided as at June 30, 2022.
- (5) Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average NAV during the period. During the period ended June 30, 2022, the Manager absorbed \$99,848 in expenses that would have otherwise been charged to the Fund; the MER of each series had these expenses not been absorbed by the Manager would have been as follows:
Prospectus Series: F – 32.980%, N – 0.800%, UN – 0.210%
The Manager will continue this practice until such time as the Fund is of a size to absorb such expenses while maintaining its MER at a competitive level.
- (6) The trading expense ratio represents total commissions and other portfolio transaction costs, including any applicable taxes expressed as an annualized percentage of daily average NAV during the period. Included in the trading expense ratio are the forward fees.
- (7) The Fund's portfolio turnover rate indicates how actively the Fund's advisor manages its portfolio investments. A portfolio turnover rate 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 in the period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

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Past Performance

Year-by-year returns:

This information is not available because units of the Fund have not been distributed under a prospectus for a full calendar year.

Annual compound returns:

This information is not available because units of the Fund have not been distributed under a prospectus for a full calendar year.

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Summary of Investment Portfolio as at June 30, 2022

The following table shows selected key financial information about the Fund and is intended to assist in the understanding of the Fund's financial performance for the period ended June 30, 2022:

By Asset Type	Percentage of Total Net Asset Value
Funds/ETFs (net)	74.97%
Cash	30.11%
Net derivatives	0.17%
Other Net Assets (Liabilities)	-5.25%

All Long Position Holdings	Percentage of Total Net Asset Value
SPDR S&P500 ETF Trust	34.56%
Consumer Staples Select Sector SPDR Fund	30.09%
Cash & Cash Equivalents	30.11%
iShares 1-3 Year Treasury Bond ETF	19.99%
CI Gold Bullion Fund	9.93%
Invesco QQQ Trust Series 1	9.84%

All Short Position Holdings	Industry Classification	Percentage of Total Net Asset Value
Consumer Discretionary Select Sector SPDR Fund	Funds	-29.44%
USD/CAD Currency Forward Contracts 2022 07 21	Currency Forward	0.17%

By Country/Region	Percentage of Total Net Asset Value
Long Positions	
Canadian Securities	0.00%
U.S. Securities	100.00%

Long and Short Positions (excluding cash and other)	Industry Classification	Percentage of Total Net Asset Value
Long	Funds	104.41%
Short		-29.61%

The "Top 25 Holdings" of the Fund, as a percentage of Net Asset Value of the Fund, have been presented in accordance with National Instrument 81-106. The Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates of the Investment Portfolio are available within 60 days of each quarter end.