



# **Fidelity Advantage Ether ETF<sup>®</sup>**

**Semi-Annual  
Management Report  
of Fund Performance**  
September 30, 2025

## **Caution Regarding Forward-looking Statements**

Certain portions of this report, including, but not limited to, "Results of Operations" and "Recent Developments", may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" and similar forward-looking expressions or negative versions thereof.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

It should be stressed that the above-mentioned list of important factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

# Semi-Annual Management Report of Fund Performance as at September 30, 2025

## Fidelity Advantage Ether ETF®

*This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-annual financial statements for the investment fund. You can get a copy of the semi-annual financial statements at your request, and at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our website at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca).*

*Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure relating to the investment fund.*

## Management Discussion of Fund Performance

### Results of Operations

Fidelity Advantage Ether ETF® (Fund) returned 119.1%, after fees and expenses, for the six-month period ended September 30, 2025.

Factors affecting performance:

Ethereum began April by dropping below \$1,600, following the developments of U.S. President Donald Trump's 'Liberation Day' tariffs, which triggered a sharp drawdown in risk assets including crypto. However, digital assets quickly recovered from the correction, and Ethereum experienced a strong rally, reaching over \$4,200 by the end of September. This growth was primarily driven by a combination of regulatory breakthroughs, institutional inflows into Ethereum-linked products, macroeconomic shifts favoring decentralized platforms, and technological advancements such as Layer 2 scaling and Web3 adoption. The approval of spot Ethereum ETFs by the U.S. Securities and Exchange Commission (SEC) significantly increased institutional access, further legitimizing Ethereum as an investment asset. Institutional accumulation accelerated, with ETFs and treasury companies acquiring 3.8% of all ETH in circulation since June 8. Regulatory clarity was a major catalyst as the U.S. Securities and Exchange Commission (SEC) issued updated guidance on crypto custody, reducing barriers for traditional financial institutions. This led to heightened optimism regarding the role of the crypto ecosystem in areas such as payments lending. Government institutions even showed an inclination to get further involved in the development of the crypto ecosystem, with the state of Wyoming issuing the first fiat-backed, fully reserved stable token issued by a public entity in the U.S. The token was deployed on seven blockchains, including Ethereum. Improved perception of the crypto ecosystem's future prospects helped to further legitimize crypto as an investable asset class. Macroeconomic uncertainty also played a significant role. Persistent inflation concerns and a weakening U.S. dollar increased Ethereum's appeal as a non-sovereign hedge. Narratives surrounding the unsustainability of sovereign debt and a growing distrust in the U.S. dollar as the global reserve currency led to increased buying of cryptocurrencies and gold as alternative stores of value. This environment pushed the total crypto market capitalization above \$4.3 trillion and daily trading volumes to over \$190 billion by the end of September. Ethereum's recent performance has also been supported through a surge in Decentralised Finance (DeFi) activity, with Total Value Locked (TVL) reaching a record of \$237 billion, underscoring its central role in the DeFi landscape. This growth has been driven by innovations in decentralized exchanges, lending protocols, and stablecoin issuers, enhancing liquidity and user engagement. Furthermore, the resurgence of the Non-Fungible Token (NFT) market and increased adoption of Web3 applications further bolstered Ethereum's ecosystem, attracting new users and developers. Staking participation has also continued to rise, locking away millions of Ethereum and creating deflationary pressure. Ethereum faced challenges in September, with a decline in network activity and significant outflows from Ethereum-focused funds, which were the largest since March, totaling \$389 million. Profit-taking and increased volatility amid global economic concerns temporarily dampened market optimism. Nevertheless, Ethereum's strong performance between April and September — driven by institutional adoption, Layer 2 growth, and expanding Web3 utility — underscored its resilience and long-term value proposition.

Portfolio changes:

During the review period, the Fund's position in Ether was increased in line with share creations and trimmed in line with share redemptions.

### Recent Developments

Portfolio managers Edward Lui and Reetu Kumra continue to invest in line with the strategy set out in the Fund's investment objective.

In the portfolio managers' view, the Ethereum network saw the successful launch of the Pectra upgrade in May 2025. Pectra introduced major improvements to both the execution and consensus layers, including account abstraction, increased validator limits, and expanded blob data throughput for Layer 2 scalability. These changes enhanced protocol efficiency, reduced fees, and improved user experience across the Ethereum ecosystem. The portfolio managers are of the opinion that, as the largest smart contract platform by market cap and application depth, Ethereum continues to lead in DeFi, NFTs, and Web3 infrastructure. Despite growing competition from faster Layer 1s like Solana and Avalanche, portfolio managers believe Ethereum retains key advantages in decentralization, developer mindshare, on-chain liquidity, and a 'first-mover advantage' in the DeFi applications space. Looking ahead, future upgrades such as Fusaka aim to further scale the network and optimize data storage and could potentially reinforce Ethereum's long-term position as the foundational layer of decentralized finance and digital identity.

### Related Party Transactions

#### Manager and Portfolio Adviser

The Fund is managed by Fidelity Investments Canada ULC (Fidelity). Fidelity is part of a broader collection of companies collectively known as Fidelity Investments.

Fidelity provides or arranges for the provision of all general management and administrative services required by the Fund in its day-to-day operations, bookkeeping, record-keeping and other administrative services for the Fund.

Fidelity is the portfolio adviser to the Fund and it provides investment advisory services to the Fund. Fidelity provides investment advice with respect to the Fund's investment portfolio and arranges for the acquisition and disposition of portfolio investments, including all necessary brokerage arrangements. The Fund pays Fidelity a monthly management and advisory fee for their services, based on the net asset value of each Series, calculated daily and payable monthly. The Fund paid Fidelity management and advisory fees of \$119,000 for the period ended September 30, 2025.

#### Independent Review Committee, Cross-Trading and In specie Transactions

## **Fidelity Advantage Ether ETF® Management Discussion of Fund Performance – continued**

### **Independent Review Committee**

Fidelity has established an independent review committee (IRC) that acts as an impartial and independent committee to review and provide recommendations or, if appropriate, approvals respecting conflict of interest matters referred to it by Fidelity. The IRC prepares, at least annually, a report of its activities for securityholders of the Fund. The report is available at [www.fidelity.ca](http://www.fidelity.ca) or at the securityholder's request at no cost by contacting Fidelity, using the contact information available on the final page of this document.

### **Cross-Trading and In specie Transactions**

The Fund received the approval and standing instructions from the IRC in order to:

- (i) engage in cross-trading, which is a form of interfund trading. A cross-trade occurs when the Fund purchases or sells portfolio securities from or to another Fund, a U.S. fund or a separately managed account, through a broker;
- (ii) permit the Fund, in certain circumstances, to purchase and redeem Fund securities in consideration for securities rather than cash of another investment fund not governed by NI 81-102, or a separately managed account, managed by Fidelity.

For each of the transactions in (i) and (ii) above, the IRC's standing instructions require Fidelity to act in accordance with its associated policies and procedures and applicable law, and comply with the conditions in each of the exemptive relief orders received, which, in the case of cross-trading, requires additional periodic reporting to the Ontario Securities Commission. The standing instructions also require that investment decisions in respect of these transactions (a) are free from any influence by an entity related to Fidelity and without taking into account any consideration relevant to an entity related to Fidelity; (b) represent the business judgment of Fidelity uninfluenced by considerations other than the best interests of the Fund; (c) comply with the applicable policies and procedures of Fidelity; and (d) achieve a fair and reasonable result for the Fund.

# Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period end of the years shown. This information is derived from the Fund's audited annual and/or unaudited semi-annual financial statements. Please see the front page for information about how you can obtain the Fund's annual or semi-annual financial statements.

## Fidelity Advantage Ether ETF® Series L

	Six months ended September 30, 2025		Periods ended March 31, 2025		2024		2023 <sup>A</sup>	
<b>The Series' Net Assets per Security<sup>B</sup></b>								
Net assets, beginning of period <sup>C</sup>	\$	35.20	\$	65.75	\$	33.61	\$	25.00
<b>Increase (decrease) from operations:</b>								
Total revenue		—		—		—		—
Total expenses (excluding distributions)		(.13)		(.29)		(.40)		(.13)
Realized gains (losses)		—		—		.07		—
Unrealized gains (losses)		42.08		(43.89)		49.72		8.74
<b>Total increase (decrease) from operations<sup>C</sup></b>		41.95		(44.18)		49.39		8.61
<b>Distributions:</b>								
From net investment income (excluding dividends)		—		—		—		—
From dividends		—		—		—		—
From capital gains		—		—		(.04)		—
Return of capital		—		—		—		—
<b>Total distributions<sup>C,D</sup></b>		—		—		(.04)		—
<b>Net assets, end of period<sup>C</sup></b>	\$	77.14	\$	35.20	\$	65.75	\$	33.61
<b>Ratios and Supplemental Data</b>								
Net asset value (000s) <sup>E</sup>	\$	102,591	\$	28,866	\$	18,409	\$	3,361
Securities outstanding <sup>E</sup>		1,330,000		820,000		280,000		100,000
Management expense ratio <sup>F</sup>		.43%		.53%		.95%		.95%
Management expense ratio before waivers or absorptions <sup>F</sup>		.43%		.81%		5.91%		14.59%
Trading expense ratio <sup>G</sup>		—%		—%		—%		—%
Portfolio turnover rate <sup>H</sup>		0.00%		0.00%		0.91%		0.39%
Net asset value per security, end of period	\$	77.1358	\$	35.2019	\$	64.9793	\$	33.6086

<sup>A</sup> For the period August 25, 2022 (inception date) to March 31, 2023.

<sup>B</sup> This information is derived from the Fund's audited annual and/or unaudited interim financial statements. The net assets attributable to securityholders per security presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements.

<sup>C</sup> Net assets and distributions are based on the actual number of securities outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of securities outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per security.

<sup>D</sup> Distributions were paid in cash or reinvested in additional securities of the Fund, or both, and excludes any applicable distributions of management fee reduction to securityholders. Distributions are presented based on management's best estimate of the tax character.

<sup>E</sup> This information is provided as at period end of the year shown.

<sup>F</sup> 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 net asset values during the period, including the Fund's pro-rata share of estimated expenses incurred in any underlying investment fund, if applicable.

<sup>G</sup> The trading expense ratio represents total commissions, other portfolio transaction costs and short selling fees and cash borrowing costs on securities sold short expressed as an annualized percentage of daily average net asset value during the period, including the Fund's pro-rata share of estimated trading costs incurred in any underlying investment fund, if applicable. Prior year ratios may have been adjusted to comply with current period presentation.

<sup>H</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser 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 year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of portfolio securities owned by the Fund, excluding short-term securities. The portfolio turnover rate includes any proceeds from a short sale in the value of sales of securities and the cost of covering a short sale in the value of purchases of securities. For periods greater than six months, but less than a full fiscal year, the portfolio turnover rate is annualized. The portfolio turnover rate excludes any adjustment for in-kind transactions.

## Management and Advisory Fees

Fidelity serves as manager and investment advisor of the Fund. The Fund pays Fidelity a monthly management and advisory fee for its services, based on the net asset value of each Series, calculated daily and payable monthly. Fidelity uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund securities, as well as for the general investment management expenses. Dealer compensation represents cash commissions paid by Fidelity to registered dealers during the period and includes upfront deferred sales charge and trailing commissions. This amount may, in certain circumstances, exceed 100% of the fees earned by Fidelity during the period. For new Funds or Series the amounts presented may not be indicative of longer term operating periods.

	<b>Management Fees (%)</b>	<b>Dealer Compensation (%)</b>	<b>Investment management, administration and other (%)</b>
Series L	0.390	-	100.00

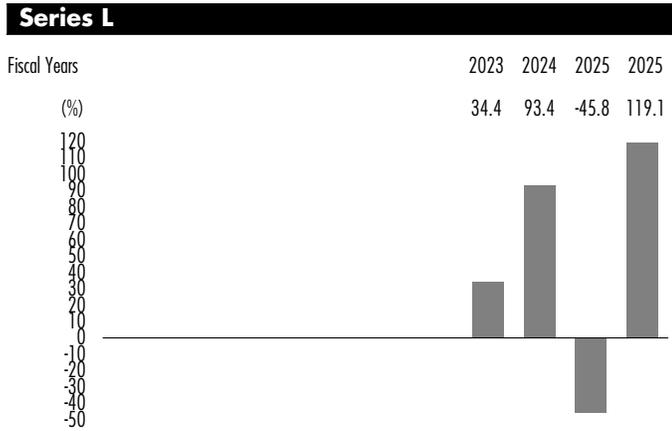
# Fidelity Advantage Ether ETF®

## Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

### Year-by-Year Returns

The following bar chart shows the Fund’s annual performance for each of the years shown, and illustrates how the Fund’s performance was changed from year to year. In percentage terms, the bar chart shows 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. For each Series in the Year-by-Year Returns table below, the most recent returns stated are for the current six month period.



Commencement of Operations is September 26, 2022

# Summary of Investment Portfolio as at September 30, 2025

## Asset Mix

	% of Fund's Net Assets as at September 30, 2025	% of Fund's Net Assets as at March 31, 2025
Digital Assets	99.8	99.8
Net Other Assets (Liabilities)	0.2	0.2

## Top Issuers

	% of Fund's Net Assets
1. Ether	99.8
	<u>99.8</u>

Total Fund Net Assets \$102,590,615

Where applicable, the information in the above tables includes the Fund's pro-rata share of the investment in any Fidelity managed underlying fund.

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. The most recent annual report, semi-annual report, quarterly report, fund facts document or simplified prospectus for the investment fund and/or underlying fund is available at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments Canada ULC, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our web site at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca).









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Fidelity's ETFs are sold by registered brokers and dealers. Each ETF has a prospectus, which contains important information on the ETF, including its investment objective and applicable fees. Please obtain a copy of the prospectus, read it carefully, and consult your registered broker or dealer before investing. As with any investment, there are risks to investing in ETFs. There is no assurance that any ETF will achieve its investment objective, and its net asset value, yield, and investment return will fluctuate from time to time with market conditions. Investors may experience a gain or loss when they sell their securities in any Fidelity ETF. Past performance is no assurance or indicator of future returns. The breakdown of ETF investments is presented to illustrate the way in which an ETF may invest, and may not be representative of an ETF's current or future investments. An ETF's investments may change at any time.

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