

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-800-563-5181, by writing to us at CI Investments Inc., 2 Queen Street East, Twentieth Floor, Toronto, ON, M5C 3G7 or by visiting our website at www.firstasset.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 proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

INVESTMENT OBJECTIVE AND STRATEGIES

The investment objective of the CI First Asset Active Credit ETF (the Fund) is to maximize long term risk-adjusted total returns, delivered through cash distributions and long term capital appreciation, in a manner consistent with preservation of capital and prudent risk management by actively investing primarily in Credit Securities of North American issuers, including high yield bonds (senior secured and senior unsecured), investment grade bonds, senior floating rate loans of varying maturities and other floating rate fixed income securities.

RISK

There were no changes to the Fund over the period of this report that materially affected the overall level of risk associated with an investment in the Fund. Unitholders should refer to the prospectus as it contains a detailed discussion of risk and other considerations relating to an investment in the Fund. The prospectus is available free of charge on our website at www.firstasset.com and on SEDAR at www.sedar.com.

RESULTS OF OPERATIONS

The Fund's net assets increased by \$0.7 million to \$26.1 million from December 31, 2018 to December 31, 2019. The Fund had net redemptions of \$0.5 million for the year. The Fund paid distributions totalling \$1.4 million while the portfolio's performance increased assets by \$2.6 million. Common Units returned 11.3% after fees and expenses for the year ended December 31, 2019. Over the same time period, the Fund's benchmark returned 8.2%. The benchmark is the Credit Suisse Leveraged Loan Total Return Index (USD) (the Index or Benchmark).

Please refer to the "Past Performance" section which outlines the performance of the Fund's other units.

The Fund is invested primarily in high-yield bonds and leveraged loans.

The past year was a strong one for the leveraged loan and high-yield bond asset classes, as returns greatly surpassed 2018 performance. This improved performance was driven by an improved macro-economic environment, which led to a shift in investors' risk appetite. Positive events over the year included an improvement in U.S.-China trade relations, solid corporate earnings and accommodative monetary policy from central banks.

Investment selection contributed to the Fund's performance over the year. The Fund's focus on senior secured and unsecured debt of high-quality, stable businesses also contributed to performance. Top individual contributors to performance included holdings in Valeant Pharmaceuticals International Inc. (Valeant), MGM Resorts International (MGM) and Frontier Communications Corp. (Frontier). The Fund's Valeant holding performed well as the company met earnings estimates and proactively refinanced near-

dated debt maturities with longer-term debt. MGM benefited from its positive operating results, margin improvements and unlocking of value in its real estate portfolio. Frontier term loans improved in price as the company issued first lien secured bonds to repay maturing loans. The Portfolio Manager participated in the secured notes offering as well, and the notes traded up given its relatively high coupon, low first lien leverage and significant free cash flow from operations.

Market volatility during the first half of 2019 detracted from the Fund's performance as outflows from the credit markets continued. The second half of the year was marked by a significant recovery and the Fund experienced strong performance. The largest individual detractors from performance included holdings in FTS International Inc. (FTS), Teva Pharmaceutical Industries Ltd. (Teva) and Intelsat S.A. (Intelsat). The Fund's FTS loan traded down because of declining demand for oil field services and concerns over liquidity. The company has debt maturities in 2021 and 2022. Teva's bond position was down 8 basis points for the year largely as a result of concerns over the company's exposure to opioid lawsuits. The company's operating performance was in line with expectations, but concerns about its exposure to opioid lawsuits intensified during the summer before the company announced a settlement framework in the fall. Intelsat was expecting a ruling from the Federal Communications Commission (FCC) by year-end that would allow it, and certain other satellite operators, to sell C-band spectrum in the U.S. Proceeds from the sale would significantly lower Intelsat's debt. Instead, in mid-November, legislation and an FCC decision was announced that would serve to limit the size, and extend the timing of, any spectrum sale proceeds available to Intelsat. The company's bonds traded down as the amount and certainty of a debt reduction spectrum sale were called into question.

Overall, the Fund outperformed its benchmark for the year.

RECENT DEVELOPMENTS

Given the Fund's partial focus on floating-rate leveraged loans, the Portfolio Manager believes that the portfolio may be better positioned to minimize duration (sensitivity to interest rate fluctuations) versus other fixed income portfolios, should interest rates increase in the near term.

The Portfolio Manager favours investment in strong, stable businesses that are expected to perform well over economic cycles and withstand changing market environments. There is little focus given to very specific market trends or events; rather, the Fund remains focused on individual credit selection.

Effective April 29, 2019, First Asset ETFs were rebranded as CI First Asset ETFs.

On July 1, 2019, First Asset Investment Management Inc. amalgamated with CI Investments Inc. (CI). After the amalgamation, members of the Independent Review

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

Committee (IRC) of the CI family of funds also became members of the First Asset Funds' IRC (together, the CI Funds IRC). Previous members of the First Asset Funds' IRC resigned on June 30, 2019.

Effective September 19, 2019, James McPhedran became a member of the IRC of CI Funds and effective August 15, 2019, John Reucassel resigned as a member of the IRC of CI Funds.

RELATED PARTY TRANSACTIONS

Manager and Trustee

CI is the Manager and Trustee of the Fund. CI is a subsidiary of CI Financial Corp. The Manager, in consideration of management fees, provided management services required in the day-to-day operations of the Fund.

Management fee rates as at December 31, 2019, for each of the classes are shown below:

	Annual management fee rate (%)
Common Units	0.850
US\$ Common Units	0.850

The Manager received \$0.2 million in management fees for the year.

During the year ended December 31, 2019, the Manager of the Fund absorbed \$48,167 in management fees.

Management Fees

100% of management fees were used to pay for investment management and other general administration.

Independent Review Committee

The Fund received standing instructions from the Fund's IRC with respect to the following related party transactions:

- trades in securities of CI Financial Corp.; and
- purchases or sales of securities of an issuer from or to another investment fund managed by the Manager.

The applicable standing instructions require, amongst others, that related party transactions be conducted in accordance with the Manager's policies and procedures and applicable law and that the Manager advise the IRC of any material breach of such policies. The standing instructions also require that investment decisions in respect of related party transactions (a) are free from any influence by an entity related to the Manager and without taking into account any consideration relevant to an entity related to the Manager; (b) represent the business judgment of the Manager uninfluenced by considerations other than the best interests of the Fund; (c) are made in compliance with the Manager's policies and procedures; and (d) achieve a fair and reasonable result for the Fund. Transactions made by the Manager under the standing instructions are subsequently reviewed by the IRC on a quarterly basis to monitor compliance.

The Fund relied on the IRC's standing instructions regarding related party transactions during this reporting year.

Except as otherwise noted above, the Fund was not a party to any related party transactions during the year ended December 31, 2019.

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

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 past five years.

Net Assets per Unit (\$) ⁽¹⁾⁽²⁾⁽⁴⁾	Increase (decrease) from operations:					Distributions:					Net assets at the end of the year shown ⁽⁵⁾	
	Net assets at the beginning of year ⁽²⁾	Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the year	Unrealized gains (losses) for the year	Total increase (decrease) from operations ⁽²⁾	From net investment income (excluding dividends)	From dividends	From capital gains	Return of capital		Total distributions ⁽²⁾⁽³⁾
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Common Units												
Commencement of operations January 12, 2015												
Listed TSX: FAO												
Dec. 31, 2019	9.12	0.58	(0.11)	0.14	0.41	1.02	(0.48)	-	-	(0.06)	(0.54)	9.58
Dec. 31, 2018	9.85	0.59	(0.11)	(0.75)	0.13	(0.14)	(0.48)	-	-	(0.06)	(0.54)	9.12
Dec. 31, 2017	9.88	0.59	(0.12)	0.54	(0.53)	0.48	(0.48)	-	-	(0.06)	(0.54)	9.85
Dec. 31, 2016	9.16	0.64	(0.12)	(0.09)	0.81	1.24	(0.53)	-	-	(0.02)	(0.55)	9.88
Dec. 31, 2015	10.00	0.56	(0.11)	0.44	(1.26)	(0.37)	(0.43)	-	-	(0.10)	(0.53)	9.16
US\$ Common Units ⁽⁵⁾												
Commencement of operations January 12, 2015												
Listed TSX: FAO.U												
Dec. 31, 2019	9.11	0.60	(0.11)	0.09	0.04	0.62	(0.47)	-	-	(0.07)	(0.54)	9.65
Dec. 31, 2018	9.82	0.56	(0.11)	(0.09)	0.26	0.62	(0.54)	-	-	-	(0.54)	9.11
Dec. 31, 2017	9.74	0.61	(0.12)	(0.07)	(0.57)	(0.15)	(0.49)	-	-	(0.07)	(0.56)	9.82
Dec. 31, 2016	9.16	0.63	(0.11)	(0.06)	(0.18)	0.28	(0.55)	-	-	-	(0.55)	9.74
Dec. 31, 2015	10.00	0.57	(0.11)	0.32	0.07	0.85	(0.42)	-	-	(0.10)	(0.52)	9.16

(1) This information is derived from the Fund's audited annual financial statements.

(2) Net assets per unit and distributions per unit are based on the actual number of units outstanding for the relevant class at the relevant time. The increase (decrease) in net assets from operations per unit is based on the weighted average number of units outstanding for the relevant class over the fiscal year.

(3) Distributions are automatically reinvested in additional units of the Fund.

(4) This information is provided for the years ended December 31.

(5) Per units amounts are presented in U.S. dollars.

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

FINANCIAL HIGHLIGHTS (cont'd)

Ratios and Supplemental Data ⁽¹⁾⁽⁶⁾

	Total net assets ⁽¹⁾ \$000's	Number of units outstanding ⁽¹⁾ 000's	Management expense ratio before waivers or absorptions ⁽²⁾ %	Management expense ratio after taxes ⁽²⁾ %	Trading expense ratio ⁽³⁾ %	Portfolio turnover rate ⁽⁴⁾ %	Closing market price (\$) ⁽⁶⁾ %
Common Units							
Commencement of operations January 12, 2015							
Listed TSX: FAO							
Dec. 31, 2019	22,871	2,388	1.33	1.13	0.03	119.00	9.56
Dec. 31, 2018	22,219	2,438	1.39	1.12	0.03	157.60	9.19
Dec. 31, 2017	33,375	3,388	1.56	1.15	0.01	77.27	9.88
Dec. 31, 2016	17,411	1,762	1.83	1.30	0.01	36.48	9.87
Dec. 31, 2015	16,146	1,762	1.27	1.16	0.02	58.15	9.22

US\$ Common Units ⁽⁷⁾

Commencement of operations January 12, 2015							
Listed TSX: FA0.U							
Dec. 31, 2019	3,236	258	1.32	1.13	0.03	119.00	9.62
Dec. 31, 2018	3,213	258	1.40	1.13	0.03	157.60	9.06
Dec. 31, 2017	3,791	308	1.56	1.15	0.01	77.27	9.78
Dec. 31, 2016	2,396	183	1.79	1.26	0.01	36.48	9.74
Dec. 31, 2015	5,457	433	1.28	1.16	0.02	58.15	9.10

(1) This information is derived from the Fund's audited annual financial statements.

(2) Management expense ratio is calculated based on expenses charged to the Fund (excluding commissions and other portfolio transaction costs) and is expressed as an annualized percentage of daily average net assets for the year, including the Fund's proportionate share of any underlying fund(s) expenses, if applicable. The Effective HST tax rate is calculated using the attribution percentage for each province based on unitholder residency and can be different from 13%.

(3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the year, including the Fund's proportionate share of such expenses of any underlying fund(s), if applicable.

(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio 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 fiscal year. The higher a Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a higher turnover rate and the performance of a Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the year, and excluding cash and short-term investments maturing in less than one year, and before assets acquired from a merger, if applicable, by the average of the monthly fair value of investments during the year.

(5) This information is provided for the years ended December 31.

(6) Closing market price.

(7) Per units amounts are presented in U.S. dollars.

CI First Asset Active Credit ETF

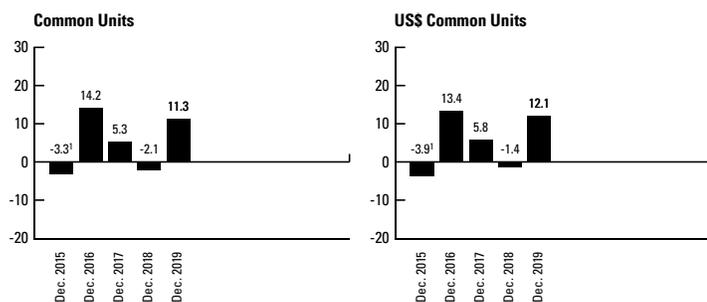
Management Report of Fund Performance for the year ended December 31, 2019

PAST PERFORMANCE

This section describes how the Fund has performed in the past. Remember, past returns do not indicate how the Fund will perform in the future. The information shown assumes that distributions made by the Fund in the years shown were reinvested in additional units of the relevant classes of the Fund. In addition, the information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance.

Year-by-Year Returns

The following charts show the Fund's annual performance for each of the years shown and illustrate how the Fund's performance has changed from year to year. In percentage terms, the charts show 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 where noted.



¹ 2015 return is for the period from January 12, 2015 to December 31, 2015.

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

Annual Compound Returns

The following table shows the Fund's annual compound returns for each year indicated, compared to the Credit Suisse High Yield Total Return Index (USD) and the Credit Suisse Leveraged Loan Total Return Index (USD).

The Credit Suisse High Yield Index is designed to mirror the investable universe of the U.S. dollar denominated high yield debt market.

The Credit Suisse Leveraged Loan Index tracks the investable market of the U.S. dollar denominated leveraged loan market. It consists of issues rated 5B or lower, meaning that the highest rated issues included in the Index are Moody's/S&P ratings of Baa1/BB+ or Ba1/BBB+. All loans are funded term loans with a tenor of at least one year and are made by issuers domiciled in developed countries.

A discussion of the performance of the Fund as compared to the benchmark is found in the Results of Operations section of this report.

	One Year (%)	Three Years (%)	Five Years (%)	Ten Years (%)	Since Inception (%)
Common Units	11.3	4.7	n/a	n/a	4.9
Credit Suisse High Yield Total Return Index (USD)	14.0	6.0	n/a	n/a	6.1
Credit Suisse Leveraged Loan Total Return Index (USD)	8.2	4.5	n/a	n/a	4.6
US\$ Common Units	12.1	5.4	n/a	n/a	5.0
Credit Suisse High Yield Total Return Index (USD)	14.0	6.0	n/a	n/a	6.1
Credit Suisse Leveraged Loan Total Return Index (USD)	8.2	4.5	n/a	n/a	4.6

CI First Asset Active Credit ETF

Management Report of Fund Performance for the year ended December 31, 2019

SUMMARY OF INVESTMENT PORTFOLIO as at December 31, 2019

Category	% of Net Assets	Category	% of Net Assets	Top 25 Holdings	% of Net Assets
Country allocation		Sector allocation			
U.S.A.	78.6	Communication Services	19.4	Cash & Cash Equivalents	5.2
Canada	5.4	Information Technology	12.8	Refinitiv US Holdings Inc., 5.45%, October 1, 2025	1.7
Cash & Cash Equivalents	5.2	Consumer Staples	12.5	Idera Inc., 6.21%, June 28, 2024	1.7
Netherlands	2.5	Industrials	12.2	Sequa Mezzanine Holdings LLC, 6.90%, November 28, 2021	1.7
Ireland	2.5	Financials	11.8	Sterling Midco Holdings Inc., 5.20%, June 19, 2024	1.7
Luxembourg	2.4	Consumer Discretionary	9.3	Citigo Holding Inc., 9.25%, August 1, 2024	1.5
France	1.3	Cash & Cash Equivalents	5.2	USI Inc., 5.10%, May 16, 2024	1.5
Cayman Islands	1.3	Energy	4.4	KUEHG Corp., 5.85%, February 21, 2025	1.5
Other Net Assets (Liabilities)	0.8	Materials	4.2	Frontier Communications Corp., 5.46%, June 17, 2024	1.5
		Health Care	3.0	PSC Industrial Outsourcing L.P., 5.49%, October 11, 2024	1.5
		Utilities	2.6	Stena International SA, 5.11%, March 3, 2021	1.5
		Investment Fund(s)	1.8	AmWINS Group Inc., 7.75%, July 1, 2026	1.4
		Other Net Assets (Liabilities)	0.8	Prime Security Services Borrower LLC / Prime Finance Inc, Series "SEPT", 5.75%, April 15, 2026	1.4
				Alliant Holdings Intermediate LLC / Alliant Holdings Co-Issuer, 6.75%, October 15, 2027	1.3
				CSC Holdings LLC, 5.75%, January 15, 2030	1.3
				Energizer Holdings Inc., 6.38%, July 15, 2026	1.3
				Connect Finco SARL / Connect US Finco LLC, 6.75%, October 1, 2026	1.3
				Albertsons Cos. LLC / Safeway Inc. / New Albertson's Inc / Albertson's LLC, 5.88%, February 15, 2028	1.3
				Panther BF Aggregator 2 L.P. / Panther Finance Co Inc, 8.50%, May 15, 2027	1.3
				LCPR Senior Secured Financing DAC, 6.75%, October 15, 2027	1.3
				IQVIA Inc., 5.00%, May 15, 2027	1.3
				Berry Global Escrow Corp., 4.88%, July 15, 2026	1.3
				Vistra Operations Co. LLC, 5.63%, February 15, 2027	1.3
				GFL Environmental Inc., 5.13%, December 15, 2026	1.3
				Catalent Pharma Solutions Inc., 5.00%, July 15, 2027	1.3
				Total Net Assets (in \$000's)	\$26,107

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund and updates will be available on a quarterly basis.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective," and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any

forward-looking statement made by the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchanges rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. 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.