



## 2023 Interim Financial Reports (unaudited)

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First Trust Senior Loan ETF (CAD-Hedged) • FSL  
First Trust Canadian Capital Strength ETF • FST  
First Trust Global Risk Managed Income Index ETF • ETP  
First Trust Value Line® Dividend Index ETF (CAD-Hedged) • FUD  
First Trust NASDAQ® Clean Edge® Green Energy ETF • QCLN  
First Trust Indxx NextG ETF • NXTG  
First Trust Nasdaq Cybersecurity ETF • CIBR  
First Trust Dow Jones Internet ETF • FDN, FDN.F  
First Trust AlphaDEX™ U.S. Health Care Sector Index ETF • FHH, FHH.F  
First Trust NYSE Arca Biotechnology ETF • FBT  
First Trust AlphaDEX™ U.S. Industrials Sector Index ETF • FHG, FHG.F  
First Trust AlphaDEX™ U.S. Technology Sector Index ETF • FHQ, FHQ.F  
First Trust Cloud Computing ETF • SKYY  
First Trust Morningstar Dividend Leaders ETF (CAD-Hedged) • FDL  
First Trust Indxx Innovative Transaction and Process ETF • BLCK  
First Trust International Capital Strength ETF • FINT  
First Trust Cboe Vest U.S. Equity Buffer ETF – August • AUGB.F  
First Trust Cboe Vest U.S. Equity Buffer ETF – November • NOV.B.F  
First Trust Cboe Vest U.S. Equity Buffer ETF – February • FEBB.F  
First Trust Cboe Vest U.S. Equity Buffer ETF – May • MAYB.F  
First Trust JFL Fixed Income Core Plus ETF • FJFB  
First Trust JFL Global Equity ETF • FJFG

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As at June 30, 2023

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# MANAGEMENT REPORT

## Management's Responsibility for Financial Reporting

First Trust Senior Loan ETF (CAD-Hedged)  
First Trust Canadian Capital Strength ETF  
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First Trust JFL Fixed Income Core Plus ETF  
First Trust JFL Global Equity ETF

**(collectively referred to as the “First Trust ETFs”)**

The accompanying interim financial reports have been prepared by FT Portfolios Canada Co., the Manager of the First Trust ETFs, and approved by the Board of Directors of the Manager. The First Trust ETFs' Manager is responsible for the information and representations contained in these interim financial reports and other sections of the interim financial reports. The First Trust ETFs' Manager maintains appropriate procedures to ensure that relevant and reliable information is produced. These interim financial reports have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and International Accounting Standard 34 – Interim Financial Reporting as issued by the International Accounting Standards Board (“IASB”). The significant accounting policies which management believes are appropriate for the First Trust ETFs are described in Notes 2 and 3 to the interim financial reports.

### Notice to unitholders:

These interim financial reports have not been reviewed by the external auditors of the First Trust ETFs. The First Trust ETFs' Manager will appoint an independent auditor to audit the annual financial statements of the First Trust ETFs for the year ended December 31, 2023 in accordance with Canadian Generally Accepted Auditing Standards.



Andrew Roggensack  
Director



David G. McGarel  
Director

# First Trust Senior Loan ETF (CAD-Hedged)

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	35,920,109	36,924,057
Cash	484,511	237,315
Accrued dividend receivable	183,704	-
Receivable for portfolio securities sold	-	299,910
Derivative assets	-	189,371
	36,588,324	37,650,653
<b>Liabilities</b>		
Accrued liabilities	10,625	11,961
Distributions payable to holders of redeemable units	288,668	167,871
Derivative liabilities	187,837	330,834
	487,130	510,666
<b>Total net assets attributable to holders of redeemable units</b>	<b>36,101,194</b>	<b>37,139,987</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Common Class</b>	<b>36,101,194</b>	<b>37,139,987</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Common Class</b>	<b>2,138,282</b>	<b>2,238,282</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Common Class</b>	<b>16.88</b>	<b>16.59</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	1,381,581	858,655
Interest income for distribution purposes	-	5,355
Other income	305,790	-
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	97,251	(142,478)
Net realized gain (loss) on derivatives	698,706	(740,172)
Net realized gain (loss) on foreign exchange	2,363	(4,602)
Net change in unrealized appreciation (depreciation) of investments	(274,239)	(2,816,079)
Net change in unrealized appreciation (depreciation) of derivatives	(46,374)	(18,816)
	2,165,078	(2,858,137)
Foreign exchange gain (loss) on cash	(1,113)	(805)
	2,163,965	(2,858,942)
<b>Expenses [note 7]</b>		
Management fees	27,603	34,751
Independent Review Committee fees	3,357	3,921
HST expense	2,663	3,669
Transaction costs [note 3 and note 9]	682	742
Interest expense	9	-
Service fees	-	3,794
	34,314	46,877
Expenses waived by the manager	(3,357)	(3,921)
	30,957	42,956
<b>Increase (decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>2,133,008</b>	<b>(2,901,898)</b>
<b>Withholding taxes</b>	<b>21,835</b>	<b>128,560</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,111,173</b>	<b>(3,030,458)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Common Class</b>	<b>2,111,173</b>	<b>(2,995,429)</b>
<b>Advisor Class</b>	<b>-</b>	<b>(35,029)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Common Class</b>	<b>0.96</b>	<b>(1.15)</b>
<b>Advisor Class</b>	<b>-</b>	<b>(0.13)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Senior Loan ETF (CAD-Hedged)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$) Common Class	June 30 2022 (\$) Common Class	June 30 2023 (\$) Advisor Class	June 30 2022 (\$) Advisor Class
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	37,139,987	45,036,851	-	5,076,496
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,111,173	(2,995,429)	-	(35,029)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	2,539,163	7,651,596	-	-
Reinvested distributions	-	-	-	-
Redemption of units	(4,237,721)	(7,337,722)	-	(5,030,509)
	(1,698,558)	313,874	-	(5,030,509)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	(1,451,408)	(724,391)	-	(10,958)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	(1,451,408)	(724,391)	-	(10,958)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(1,038,793)	(3,405,946)	-	(5,076,496)
<b>Net assets attributable to holders of redeemable units, end of period</b>	36,101,194	41,630,905	-	-
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			37,139,987	50,113,347
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			2,111,173	(3,030,458)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			2,539,163	7,651,596
Reinvested distributions			-	-
Redemption of units			(4,237,721)	(12,368,231)
			(1,698,558)	(4,716,635)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			(1,451,408)	(735,349)
Capital gains			-	-
Return of capital			-	-
			(1,451,408)	(735,349)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			(1,038,793)	(8,482,442)
<b>Net assets attributable to holders of redeemable units, end of period</b>			36,101,194	41,630,905

See accompanying notes which are an integral part of these financial statements.

# First Trust Senior Loan ETF (CAD-Hedged)

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,111,173	(3,030,458)
Adjustments for:		
Net realized (gain) loss on sale of investments	(97,251)	142,478
Change in unrealized (appreciation) depreciation of investments and derivatives	320,613	2,834,895
Dividends receivable	(183,704)	-
Other assets	-	1,411
Other liabilities	(1,336)	(10,878)
Purchases of investments	(4,469,997)	(4,073,667)
Proceeds from the sale of investments	5,596,867	9,601,004
	<b>3,276,365</b>	<b>5,464,785</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	2,539,163	7,651,596
Amount paid on redemptions of units	(4,237,721)	(12,368,231)
Distributions paid to unitholders	(1,330,611)	(756,933)
	<b>(3,029,169)</b>	<b>(5,473,568)</b>
<b>Increase (Decrease) in cash for the period</b>	<b>247,196</b>	<b>(8,783)</b>
<b>Cash, beginning of period</b>	<b>237,315</b>	<b>180,957</b>
<b>Cash, end of period</b>	<b>484,511</b>	<b>172,174</b>
Interest received	-	5,355
Dividends received, net of withholding taxes	1,176,042	730,095

*See accompanying notes which are an integral part of these financial statements*

First Trust Senior Loan ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Senior Loan ETF (CAD-Hedged)** (the “First Trust ETF”) seeks to provide unitholders with a high level of current income by investing primarily in a diversified portfolio of senior floating rate loans and debt securities, with capital appreciation as a secondary objective. The First Trust ETF will primarily invest in a portfolio of senior floating rate loans which are generally rated at or below BB+ by Standard & Poor’s, or Ba1 or less by Moody’s Investor Services, Inc., or a similar rating by designated credit rating organization (as defined in NI 81- 102) and debt securities by holding securities of First Trust Senior Loan Fund, a U.S. listed exchange-traded fund (the “Underlying Fund”). The First Trust ETF will generally seek to hedge substantially all of its U.S. dollar currency exposure back to the Canadian dollar.

**B. FAIR VALUE MEASUREMENT (NOTE 5)** - The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	35,920,109	–	–	35,920,109
Derivative assets	–	–	–	–
Derivative liabilities	–	(187,837)	–	(187,837)
<b>Total</b>	<b>35,920,109</b>	<b>(187,837)</b>	<b>–</b>	<b>35,732,272</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	36,924,057	–	–	36,924,057
Derivative assets	–	189,371	–	189,371
Derivative liabilities	–	(330,834)	–	(330,834)
<b>Total</b>	<b>36,924,057</b>	<b>(141,463)</b>	<b>–</b>	<b>36,782,594</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6)** - As of February 8, 2022, the First Trust ETF previously offered Advisor Class units is no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Common Class	Advisor Class
Outstanding units – January 1, 2022	2,514,316	283,948
Redeemable units issued	713,966	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(990,000)	(283,948)
Outstanding units – December 31, 2022	2,238,282	–
Redeemable units issued	150,000	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(250,000)	–
Outstanding units – June 30, 2023	2,138,282	–



First Trust Senior Loan ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup>The First Trust ETF will bear the Underlying Fund's management fee of 0.85% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 1.00% per annum of NAV of the First Trust ETF plus applicable taxes.

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
8,609,464	7,774,045	-	-

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
682	742

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
27,603	34,751	4,456	5,372

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective January 21, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices, foreign currency movements, and interest rates. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
Morningstar® LSTA® US Leveraged Loan Index CAD Hedged	1,738,272	(1,738,272)	-	-
S&P/LSTA Leveraged Loan 100 CAD Hedged	-	-	1,526,453	(1,526,453)

First Trust Senior Loan ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	159,394	0.44	149,872	0.40

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$1,594 (December 31, 2022 - \$1,499). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** - The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.50	99.42
Total	99.50	99.42

First Trust Senior Loan ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.50%</b>				
First Trust Senior Loan Fund	598,557	35,977,999	35,920,109	99.50
		<b>35,977,999</b>	<b>35,920,109</b>	<b>99.50</b>
<b>Total investments</b>		<b>35,977,999</b>	<b>35,920,109</b>	<b>99.50</b>
Transaction costs		(3,464)		
Unrealized depreciation on derivatives - see Schedule 1			(187,837)	(0.52)
Other assets, less liabilities			368,922	1.02
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>35,974,535</b>	<b>36,101,194</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency	Amount Sell	Amount Sold	Currency	Amount Buy	Amount Bought	Forward Rate	Current Rate	Appreciation
											(Depreciation)
CIBC World Markets Inc, Toronto	A-1	2023-07-31	USD	27,286,833		CAD	35,945,000		0.759	0.755	(187,837)
											<b>(187,837)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Canadian Capital Strength ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	59,170,753	57,804,558
Cash	284,852	180,519
Accrued dividend receivable	84,324	117,192
Receivable for portfolio securities sold	-	119,158
Other assets	37,592	31,396
	59,577,521	58,252,823
<b>Liabilities</b>		
Accrued liabilities	32,289	33,847
Distributions payable to holders of redeemable units	275,842	285,842
	308,131	319,689
<b>Total net assets attributable to holders of redeemable units</b>	<b>59,269,390</b>	<b>57,933,134</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units per class</b>		
Advisor Class	-	-
Common Class	59,269,390	57,933,134
<b>Redeemable units outstanding [note 6]</b>		
Advisor Class	-	-
Common Class	1,379,209	1,429,209
<b>Net assets attributable to holders of redeemable units per unit</b>		
Advisor Class	-	-
Common Class	42.97	40.54

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	753,525	565,925
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on investments	387,779	1,739,698
Change in unrealized appreciation (depreciation) of foreign exchange	333	(393)
Change in unrealized appreciation (depreciation) of investments	3,098,716	(6,081,017)
	4,240,353	(3,775,787)
Foreign exchange gain (loss) on cash	(253)	247
	4,240,100	(3,775,540)
<b>Expenses [note 7]</b>		
Management fees	180,998	128,055
HST expense	17,334	17,581
Independent Review Committee fees	5,505	3,622
Transaction costs [note 3 and note 9]	3,867	2,538
Interest expense	6	2
Service fees	-	40,340
	207,710	192,138
Expenses waived by manager	(5,505)	(3,622)
	202,205	188,516
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>4,037,895</b>	<b>(3,964,056)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
Advisor Class	-	(97,448)
Common Class	4,037,895	(3,866,608)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
Advisor Class	-	(0.13)
Common Class	2.85	(4.46)

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Canadian Capital Strength ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$) Advisor Class	June 30 2022 (\$) Advisor Class	June 30 2023 (\$) Common Class	June 30 2022 (\$) Common Class
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	-	26,141,128	57,933,134	20,222,548
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	-	(97,448)	4,037,895	(3,866,608)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from redeemable units issued	-	-	-	26,043,680
Reinvested distributions	-	-	-	-
Redemption of redeemable units	-	(26,043,680)	(2,104,225)	(4,056,000)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	-	-	(597,414)	(334,493)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	-	-	(597,414)	(334,493)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	-	(26,141,128)	1,336,256	17,786,579
<b>Net assets attributable to holders of redeemable units, end of period</b>	-	-	59,269,390	38,009,127
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			57,933,134	46,363,676
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			4,037,895	(3,964,056)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from redeemable units issued			-	26,043,680
Reinvested distributions			-	-
Redemption of redeemable units			(2,104,225)	(30,099,680)
			(2,104,225)	(4,056,000)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			(597,414)	(334,493)
Capital gains			-	-
Return of capital			-	-
			(597,414)	(334,493)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			1,336,256	(8,354,549)
<b>Net assets attributable to holders of redeemable units, end of period</b>			59,269,390	38,009,127

See accompanying notes which are an integral part of these financial statements.

# First Trust Canadian Capital Strength ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	4,037,895	(3,964,056)
Adjustments for:		
Net realized (gain) loss on investments	(387,779)	(1,739,698)
Change in unrealized (appreciation) depreciation of investments	(3,098,716)	6,081,017
Dividends receivable	32,868	18,753
Other assets	(6,196)	(4,310)
Other liabilities	(1,558)	(78,876)
Purchases of investments	(10,799,244)	(8,548,451)
Proceeds from the sale of investments	13,038,702	12,531,449
	2,815,972	4,295,828
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	26,043,680
Amount paid on redemptions of units	(2,104,225)	(30,099,680)
Distributions paid to unitholders	(607,414)	(225,422)
	(2,711,639)	(4,281,422)
<b>Increase (Decrease) in cash for the period</b>	104,333	14,406
<b>Cash, beginning of period</b>	180,519	206,745
<b>Cash, end of period</b>	284,852	221,151
Dividends received, net of withholding taxes	786,393	584,678

See accompanying notes which are an integral part of these financial statements

**First Trust Canadian Capital Strength ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) - First Trust Canadian Capital Strength ETF** (the “First Trust ETF”) seeks to provide unitholders with long term capital appreciation by investing primarily in securities traded on a Canadian exchange or market.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	59,170,753	–	–	59,170,753
<b>Total</b>	<b>59,170,753</b>	<b>–</b>	<b>–</b>	<b>59,170,753</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	57,804,558	–	–	57,804,558
<b>Total</b>	<b>57,804,558</b>	<b>–</b>	<b>–</b>	<b>57,804,558</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** As of February 8, 2022, the First Trust ETF previously offered Advisor Class units is no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Common Class	Advisor Class
Outstanding units – January 1, 2022	492,993	760,726
Redeemable units issued	1,086,216	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(150,000)	(760,726)
Outstanding units – December 31, 2022	1,429,209	–
Redeemable units issued	–	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(50,000)	–
Outstanding units – June 30, 2023	1,379,209	–

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee
Units
0.60%

First Trust Canadian Capital Strength ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
20,623,322	21,457,424	-	-

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
3,867	2,538

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
180,998	128,055	28,658	19,543

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022 with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P/TSX Composite® Index	3,067,191	(3,067,191)	2,760,514	(2,760,514)

**Concentration Risk** - The table below summarizes the concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Financials	27.66	27.95
Industrials	24.39	15.98
Materials	11.77	15.83
Energy	11.69	12.03
Consumer Discretionary	8.28	12.07
Consumer Staples	8.17	7.90
Information Technology	7.87	8.02
Total	99.83	99.78



First Trust Canadian Capital Strength ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Consumer Discretionary—8.28%</b>				
Dollarama Inc.	27,034	1,788,347	2,425,491	4.09
Gildan Activewear Inc.	58,147	2,541,731	2,483,458	4.19
		<b>4,330,078</b>	<b>4,908,949</b>	<b>8.28</b>
<b>Consumer Staples—8.17%</b>				
Alimentation Couche-Tard Inc.	35,649	1,501,063	2,421,637	4.09
Loblaw Cos. Ltd.	19,948	2,236,456	2,419,293	4.08
		<b>3,737,519</b>	<b>4,840,930</b>	<b>8.17</b>
<b>Energy—11.69%</b>				
Canadian Natural Resources Ltd.	31,600	1,637,994	2,353,568	3.97
Cenovus Energy Inc.	103,238	2,267,616	2,322,855	3.92
Suncor Energy Inc.	57,901	2,390,654	2,250,033	3.80
		<b>6,296,264</b>	<b>6,926,456</b>	<b>11.69</b>
<b>Financials—27.66%</b>				
Bank of Montreal	19,656	2,690,377	2,351,644	3.97
iA Financial Corp. Inc.	25,743	1,782,508	2,323,306	3.92
Manulife Financial Corp.	90,987	2,035,413	2,278,314	3.84
National Bank of Canada	23,568	2,048,691	2,326,162	3.93
Royal Bank of Canada	18,524	1,948,016	2,343,656	3.95
Sun Life Financial Inc.	34,606	1,858,399	2,389,890	4.03
Toronto-Dominion Bank (The)	28,991	2,530,037	2,380,451	4.02
		<b>14,893,441</b>	<b>16,393,423</b>	<b>27.66</b>
<b>Industrials—24.39%</b>				
ATS Corp.	40,039	1,488,010	2,440,377	4.12
Canadian Pacific Kansas City Ltd.	22,462	1,557,300	2,403,434	4.05
Finning International Inc.	58,718	2,327,030	2,392,759	4.04
Stantec Inc.	27,795	2,339,438	2,403,990	4.06
TFI International Inc.	16,551	1,649,841	2,498,042	4.21
WSP Global Inc.	13,260	2,110,999	2,320,765	3.91
		<b>11,472,618</b>	<b>14,459,367</b>	<b>24.39</b>
<b>Information Technology—7.87%</b>				
CGI Inc.	16,719	1,446,348	2,335,644	3.94
Constellation Software Inc.	849	1,238,030	2,330,301	3.93
		<b>2,684,378</b>	<b>4,665,945</b>	<b>7.87</b>
<b>Materials—11.77%</b>				
CCL Industries Inc., Class 'B'	37,465	2,443,898	2,439,721	4.12
Franco-Nevada Corp.	12,163	2,249,823	2,296,496	3.87
Teck Resources Ltd., Class 'B'	40,177	1,721,572	2,239,466	3.78
		<b>6,415,293</b>	<b>6,975,683</b>	<b>11.77</b>
<b>Total investments</b>		<b>49,829,591</b>	<b>59,170,753</b>	<b>99.83</b>
Transaction costs		(9,004)		
Other assets, less liabilities			98,637	0.17
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>49,820,587</b>	<b>59,269,390</b>	<b>100.00</b>

# First Trust Global Risk Managed Income Index ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	17,712,077	18,637,231
Cash	54,294	7,112
Accrued dividend receivable	36,822	73,661
Other assets	10,572	7,931
	17,813,765	18,725,935
<b>Liabilities</b>		
Accrued liabilities	5,985	6,838
Distributions payable to holders of redeemable units	68,801	48,909
	74,786	55,747
<b>Total net assets attributable to holders of redeemable units</b>	<b>17,738,979</b>	<b>18,670,188</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
Common Class	17,738,979	18,670,188
Advisor Class	-	-
<b>Redeemable units outstanding [note 6]</b>		
Common Class	1,100,811	1,150,811
Advisor Class	-	-
<b>Net assets attributable to holders of redeemable units per unit</b>		
Common Class	16.11	16.22
Advisor Class	-	-

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	423,360	408,459
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	(71,164)	215,894
Net change in unrealized appreciation (depreciation) of investments	(53,266)	(3,036,135)
	298,930	(2,411,782)
<b>Expenses [note 7]</b>		
Management fees	55,890	96,277
Transaction costs [note 3 and note 9]	7,415	10,636
HST expense	2,436	3,320
Independent Review Committee fees	1,700	2,039
Interest expense	7	-
Other expense	-	5,830
Service fees	-	932
	67,448	119,034
Expenses waived by manager	(19,388)	(24,878)
	48,060	94,156
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>250,870</b>	<b>(2,505,938)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
Common Class	250,870	(2,478,236)
Advisor Class	-	(27,702)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
Common Class	0.22	(1.88)
Advisor Class	-	(0.44)

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Global Risk Managed Income Index ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$) Common Class	June 30 2022 (\$) Common Class	June 30 2023 (\$) Advisor Class	June 30 2022 (\$) Advisor Class
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	18,670,188	25,458,227	-	1,227,885
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	250,870	(2,478,236)	-	(27,702)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	-	1,197,632	-	-
Reinvested distributions	-	-	-	-
Redemption of units	(808,311)	(2,699,233)	-	(1,197,631)
	(808,311)	(1,501,601)	-	(1,197,631)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	(373,768)	(342,981)	-	(2,552)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	(373,768)	(342,981)	-	(2,552)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(931,209)	(4,322,818)	-	(1,227,885)
<b>Net assets attributable to holders of redeemable units, end of period</b>	17,738,979	21,135,409	-	-
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			18,670,188	26,686,112
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			250,870	(2,505,938)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			-	1,197,632
Reinvested distributions			-	-
Redemption of units			(808,311)	(3,896,864)
			(808,311)	(2,699,232)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			(373,768)	(345,533)
Capital gains			-	-
Return of capital			-	-
			(373,768)	(345,533)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			(931,209)	(5,550,703)
<b>Net assets attributable to holders of redeemable units, end of period</b>			17,738,979	21,135,409

See accompanying notes which are an integral part of these financial statements.

# First Trust Global Risk Managed Income Index ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	250,870	(2,505,938)
Adjustments for:		
Net realized (gain) loss on sale of investments	71,164	(215,894)
Change in unrealized (appreciation) depreciation of investments	53,266	3,036,135
Dividends receivable	36,839	51,210
Other assets	(2,641)	26,227
Other liabilities	(853)	(3,377)
Purchases of investments	(6,515,889)	(7,952,687)
Proceeds from the sale of investments	7,316,613	10,637,881
	1,209,369	3,073,557
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	1,197,632
Amount paid on redemptions of units	(808,311)	(3,896,864)
Distributions paid to unitholders	(353,876)	(357,862)
	(1,162,187)	(3,057,094)
<b>Increase (Decrease) in cash for the period</b>	47,182	16,463
<b>Cash, beginning of period</b>	7,112	80,335
<b>Cash, end of period</b>	54,294	96,798
Dividends received, net of withholding taxes	460,199	459,669

See accompanying notes which are an integral part of these financial statements

**First Trust Global Risk Managed Income Index ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Global Risk Managed Income Index ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of the NASDAQ Global Risk Managed Income Index<sup>SM</sup>, net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of the Index.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	17,712,077	–	–	17,712,077
<b>Total</b>	<b>17,712,077</b>	<b>–</b>	<b>–</b>	<b>17,712,077</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	18,637,231	–	–	18,637,231
<b>Total</b>	<b>18,637,231</b>	<b>–</b>	<b>–</b>	<b>18,637,231</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** As of February 8, 2022, the First Trust ETF previously offered Advisor Class units is no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Common Class	Advisor Class
Outstanding units – January 1, 2022	1,336,214	63,800
Redeemable units issued	64,597	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(250,000)	(63,800)
Outstanding units – December 31, 2022	1,150,811	–
Redeemable units issued	–	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(50,000)	–
Outstanding units – June 30, 2023	1,100,811	–

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.41%

<sup>1</sup>Pays a management fee up to a maximum of 0.60%

First Trust Global Risk Managed Income Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
1,156,887	1,123,335	–	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
7,415	10,636

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
55,890	96,277	5,985	7,410

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and interest rates. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Reference Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
NASDAQ Global Risk Managed Income Index <sup>SM</sup>	843,488	(843,488)	834,557	(834,557)

**Concentration Risk** - The table below summarizes the concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Bonds	66.89	62.07
REITs and Preferred Shares	15.20	15.45
Equities	17.76	22.30
Total	99.85	99.82

**First Trust Global Risk Managed Income Index ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)**

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Funds—99.85%</b>				
BMO Emerging Markets Bond Hedged to CAD Index ETF	217,458	2,898,699	2,557,306	14.42
BMO Equal Weight REITs Index ETF	27,092	684,586	570,828	3.22
BMO Equal Weight Utilities Index ETF	23,077	614,841	505,617	2.85
BMO High Yield US Corporate Bond Hedged to CAD Index ETF	255,548	3,103,680	2,767,585	15.60
BMO Mid-Term US IG Corporate Bond Index ETF	33,459	604,548	557,594	3.14
Horizons Cdn Select Universe Bond ETF	12,770	597,785	581,163	3.28
iShares Canadian Corporate Bond Index ETF	44,559	899,913	850,186	4.79
iShares Canadian Government Bond Index ETF	26,827	570,591	509,981	2.88
iShares Convertible Bond Index ETF (CAD - Hedged)	150,116	2,681,068	2,494,928	14.07
iShares Core Canadian Long Term Bond Index ETF	23,198	534,012	456,537	2.57
iShares Core S&P / TSX Composite High Dividend Index ETF	30,924	821,575	759,803	4.28
iShares Global Monthly Dividend Index ETF (CAD-Hedged)	31,800	654,046	603,882	3.40
iShares Global Real Estate Index ETF	10,303	288,663	266,848	1.50
iShares S&P/TSX Canadian Preferred Share Index ETF	177,560	2,109,390	1,859,053	10.48
iShares S&P/TSX Capped Financials Index ETF	8,778	416,143	393,693	2.22
Vanguard Canadian Short-Term Bond Index ETF	49,119	1,137,250	1,089,951	6.15
Vanguard FTSE Canadian High Dividend Yield Index ETF	13,850	596,970	569,650	3.21
Vanguard U.S. Dividend Appreciation Index ETF	4,327	306,617	317,472	1.79
		<b>19,520,377</b>	<b>17,712,077</b>	<b>99.85</b>
<b>Total investments</b>		<b>19,520,377</b>	<b>17,712,077</b>	<b>99.85</b>
Transaction costs		<b>(11,701)</b>		
Other assets, less liabilities			<b>26,902</b>	<b>0.15</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>19,508,676</b>	<b>17,738,979</b>	<b>100.00</b>

# First Trust Value Line® Dividend Index ETF (CAD-Hedged)

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	6,592,984	8,171,680
Cash	31,217	22,356
Accrued dividend receivable	13,812	20,093
Receivable for portfolio securities sold	-	443,142
Derivative assets	-	42,943
Other assets	4,396	3,314
	6,642,409	8,703,528
<b>Liabilities</b>		
Accrued liabilities	3,942	5,307
Payable for portfolio securities purchased	-	367,434
Distributions payable to holders of redeemable units	11,982	12,485
Derivative liabilities	33,565	73,331
	49,489	458,557
<b>Total net assets attributable to holders of redeemable units</b>	<b>6,592,920</b>	<b>8,244,971</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Common Class</b>	<b>6,592,920</b>	<b>8,244,971</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Common Class</b>	<b>199,693</b>	<b>249,693</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Common Class</b>	<b>33.02</b>	<b>33.02</b>
<b>Advisor Class</b>	<b>-</b>	<b>-</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	111,845	189,014
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	347,767	354,385
Net realized gain (loss) on derivatives	86,322	(261,610)
Net realized gain (loss) on foreign exchange	798	(1,650)
Net change in unrealized appreciation (depreciation) of investments	(493,773)	(1,504,412)
Net change in unrealized appreciation (depreciation) of derivatives	(3,178)	(65)
	49,781	(1,224,338)
Foreign exchange gain (loss) on cash	196	661
	49,977	(1,223,677)
<b>Expenses [note 7]</b>		
Management fees	25,225	43,607
HST expense	2,197	4,615
Independent Review Committee fees	657	1,055
Transaction costs [note 3 and note 9]	583	1,292
Interest expense	4	22
Service fees	-	7,937
	28,666	58,528
Expenses waived by manager	(657)	(1,055)
	28,009	57,473
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>21,968</b>	<b>(1,281,150)</b>
<b>Withholding taxes</b>	<b>15,866</b>	<b>22,927</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>6,102</b>	<b>(1,304,077)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Common Class</b>	<b>6,102</b>	<b>(1,048,547)</b>
<b>Advisor Class</b>	<b>-</b>	<b>(255,530)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Common Class</b>	<b>0.03</b>	<b>(3.28)</b>
<b>Advisor Class</b>	<b>-</b>	<b>(1.74)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director



# First Trust Value Line® Dividend Index ETF (CAD-Hedged)

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$) Common Class	June 30 2022 (\$) Common Class	June 30 2023 (\$) Advisor Class	June 30 2022 (\$) Advisor Class
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	8,244,971	9,107,086	-	5,326,025
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	6,102	(1,048,547)	-	(255,530)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	-	5,067,538	-	-
Reinvested distributions	-	-	-	-
Redemption of units	(1,585,257)	(3,322,195)	-	(5,067,538)
	(1,585,257)	1,745,343	-	(5,067,538)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	(72,896)	(122,249)	-	(2,957)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	(72,896)	(122,249)	-	(2,957)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(1,652,051)	574,547	-	(5,326,025)
<b>Net assets attributable to holders of redeemable units, end of period</b>	6,592,920	9,681,633	-	-
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			8,244,971	14,433,111
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			6,102	(1,304,077)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			-	5,067,538
Reinvested distributions			-	-
Redemption of units			(1,585,257)	(8,389,733)
			(1,585,257)	(3,322,195)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			(72,896)	(125,206)
Capital gains			-	-
Return of capital			-	-
			(72,896)	(125,206)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			(1,652,051)	(4,751,478)
<b>Net assets attributable to holders of redeemable units, end of period</b>			6,592,920	9,681,633

See accompanying notes which are an integral part of these financial statements.

# First Trust Value Line® Dividend Index ETF (CAD-Hedged)

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	6,102	(1,304,077)
Adjustments for:		
Net realized (gain) loss on sale of investments	(347,767)	(354,385)
Change in unrealized (appreciation) depreciation of investments and derivatives	496,951	1,504,477
Dividends receivable	6,281	4,409
Other assets	(1,082)	(2,085)
Other liabilities	(1,365)	(17,886)
Purchases of investments	(2,527,351)	(3,795,069)
Proceeds from the sale of investments	4,035,748	7,391,682
	1,667,517	3,427,066
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	5,067,538
Amount paid on redemptions of units	(1,585,257)	(8,389,733)
Distributions paid to unitholders	(73,399)	(120,030)
	(1,658,656)	(3,442,225)
<b>Increase (Decrease) in cash for the period</b>	8,861	(15,159)
<b>Cash, beginning of period</b>	22,356	48,403
<b>Cash, end of period</b>	31,217	33,244
Dividends received, net of withholding taxes	102,260	170,496

See accompanying notes which are an integral part of these financial statements

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Value Line® Dividend Index ETF (CAD-Hedged)** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of the Value Line® Dividend Index on a currency hedged basis (the "Index"), net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the Constituent Securities (as defined in the Prospectus) of the Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of the Index.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	6,592,984	–	–	6,592,984
Derivative liabilities	–	(33,565)	–	(33,565)
<b>Total</b>	<b>6,592,984</b>	<b>(33,565)</b>	<b>–</b>	<b>6,559,419</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	8,171,680	–	–	8,171,680
Derivative assets	–	42,943	–	42,943
Derivative liabilities	–	(73,331)	–	(73,331)
<b>Total</b>	<b>8,171,680</b>	<b>(30,388)</b>	<b>–</b>	<b>8,141,292</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** As of February 8, 2022, the First Trust ETF previously offered Advisor Class units is no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Common Class	Advisor Class
Outstanding units – January 1, 2022	252,160	147,835
Redeemable units issued	147,533	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(150,000)	(147,835)
Outstanding units – December 31, 2022	249,693	–
Redeemable units issued	–	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(50,000)	–
Outstanding units – June 30, 2023	199,693	–

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee
Units
0.70%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
21,636	–	–	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
583	1,292

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
25,225	43,607	3,753	6,503

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index (CAD-Hedged)	258,442	(258,442)	317,019	(317,019)
Dow Jones U.S. Select Dividend™ Index USD	264,376	(264,376)	378,444	(378,444)

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	55,912	0.85	19,862	0.24

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$559 (December 31, 2022 - \$199). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** - The table below summarizes the concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
<i>Canada</i>		
Financials	2.93	3.42
Communication Services	1.76	1.72
Industrials	1.17	1.13
Information Technology	0.60	0.59
Utilities	0.58	0.57
<i>United States</i>		
Utilities	21.91	21.07
Consumer Staples	13.84	14.03
Industrials	13.61	11.99
Financials	8.24	10.83
Health Care	7.52	6.85
Information Technology	7.18	7.48
Materials	6.49	5.14
Consumer Discretionary	4.75	4.00
Communication Services	1.19	1.16
<i>International</i>		
Switzerland	2.36	2.30
United Kingdom	1.75	1.70
Japan	0.60	0.57
India	0.60	0.57
Germany	0.60	0.57
Ireland	0.58	1.15
Taiwan	0.58	0.57
France	0.58	0.57
Bermuda	0.58	1.13
Total	100.00	99.11

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)**

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>CANADIAN EQUITIES</b>				
<b>Communication Services—1.76%</b>				
BCE Inc.	641	38,927	38,713	0.59
Rogers Communications Inc., Class 'B'	641	37,998	38,756	0.59
TELUS Corp.	1,497	41,059	38,592	0.58
		<b>117,984</b>	<b>116,061</b>	<b>1.76</b>
<b>Financials—2.93%</b>				
Bank of Montreal	322	39,197	38,523	0.58
Canadian Imperial Bank of Commerce	671	40,011	37,939	0.58
Royal Bank of Canada	305	37,065	38,591	0.59
Sun Life Financial Inc.	561	35,026	38,735	0.59
Toronto-Dominion Bank (The)	476	39,902	39,102	0.59
		<b>191,201</b>	<b>192,890</b>	<b>2.93</b>
<b>Industrials—1.17%</b>				
Canadian National Railway Co.	242	35,508	38,814	0.59
Enbridge Inc.	779	39,044	38,338	0.58
		<b>74,552</b>	<b>77,152</b>	<b>1.17</b>
<b>Information Technology—0.60%</b>				
Open Text Corp.	716	37,851	39,411	0.60
		<b>37,851</b>	<b>39,411</b>	<b>0.60</b>
<b>Utilities—0.58%</b>				
Fortis Inc.	673	37,383	38,417	0.58
		<b>37,383</b>	<b>38,417</b>	<b>0.58</b>
		<b>458,971</b>	<b>463,931</b>	<b>7.04</b>
<b>UNITED STATES EQUITIES</b>				
<b>Communication Services—1.18%</b>				
Comcast Corp., Class 'A'	708	42,298	38,971	0.59
Verizon Communications Inc.	795	53,557	39,167	0.59
		<b>95,855</b>	<b>78,138</b>	<b>1.18</b>
<b>Consumer Discretionary—4.75%</b>				
Domino's Pizza Inc.	90	38,828	40,179	0.61
Gentex Corp.	1,032	41,656	40,003	0.61
Home Depot Inc. (The)	93	37,305	38,271	0.58
Lowe's Cos. Inc.	132	33,485	39,467	0.60
McDonald's Corp.	99	30,504	39,137	0.59
Starbucks Corp.	292	37,777	38,319	0.58
Tractor Supply Co.	131	40,719	38,370	0.58
Yum! Brands Inc.	214	32,863	39,278	0.60
		<b>293,137</b>	<b>313,024</b>	<b>4.75</b>
<b>Consumer Staples—13.84%</b>				
Altria Group Inc.	649	37,416	38,947	0.59
Archer-Daniels-Midland Co.	390	36,347	39,038	0.59
Campbell Soup Co.	627	39,687	37,968	0.58
Clorox Co. (The)	183	40,559	38,556	0.58
Coca-Cola Co. (The)	469	34,712	37,415	0.57
Colgate-Palmolive Co.	375	37,277	38,272	0.58
Conagra Brands Inc.	838	37,426	37,434	0.57
Flowers Foods Inc.	1,174	41,034	38,695	0.59
General Mills Inc.	351	30,992	35,664	0.54
Hershey Co. (The)	111	36,718	36,718	0.56
Hormel Foods Corp.	704	43,297	37,510	0.57
Ingredion Inc.	277	30,997	38,879	0.59
J&J Snack Foods Corp.	184	36,511	38,601	0.59
J.M. Smucker Co. (The)	189	32,701	36,973	0.56
Kellogg Co.	438	38,480	39,108	0.59

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
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Keurig Dr Pepper Inc.	923	43,794	38,235	0.58
Kimberly-Clark Corp.	211	36,490	38,591	0.58
Kroger Co. (The)	615	38,091	38,292	0.58
Lancaster Colony Corp.	146	40,708	38,894	0.59
McCormick & Co. Inc.	308	35,155	35,592	0.54
Mondelez International Inc., Class 'A'	392	30,856	37,878	0.57
PepsiCo Inc.	155	31,664	38,032	0.58
Procter & Gamble Co. (The)	193	35,134	38,796	0.59
Reynolds Consumer Products Inc.	1,022	38,143	38,248	0.58
		<b>884,189</b>	<b>912,336</b>	<b>13.84</b>
<b>Financials—8.24%</b>				
Aflac Inc.	425	30,578	39,299	0.60
Allstate Corp. (The)	264	41,760	38,135	0.58
American Tower Corp.	153	47,290	39,309	0.60
Assurant Inc.	227	46,752	37,806	0.57
CME Group Inc.	161	40,078	39,520	0.60
Crown Castle International Corp.	259	53,446	39,094	0.59
Erie Indemnity Co., Class 'A'	137	44,698	38,115	0.58
Goldman Sachs Group Inc. (The)	92	39,398	39,310	0.60
Hanover Insurance Group Inc. (The)	258	45,103	38,632	0.58
JPMorgan Chase & Co.	206	36,700	39,690	0.60
Nasdaq Inc.	579	38,053	38,237	0.58
Public Storage	99	38,258	38,280	0.58
T. Rowe Price Group Inc.	268	49,287	39,771	0.60
Travelers Cos. Inc. (The)	167	34,779	38,419	0.58
		<b>586,180</b>	<b>543,617</b>	<b>8.24</b>
<b>Health Care—7.52%</b>				
Abbott Laboratories	265	38,295	38,272	0.58
AbbVie Inc.	213	45,639	38,017	0.58
Amgen Inc.	128	39,436	37,648	0.57
Baxter International Inc.	642	58,560	38,748	0.59
Bristol-Myers Squibb Co.	443	38,543	37,530	0.57
CVS Health Corp.	411	44,510	37,639	0.57
Gilead Sciences Inc.	375	35,789	38,287	0.58
Johnson & Johnson	175	37,746	38,373	0.58
Merck & Co. Inc.	254	27,235	38,827	0.59
Pfizer Inc.	778	46,024	37,804	0.57
Premier Inc., Class 'A'	1,056	45,021	38,695	0.59
Quest Diagnostics Inc.	203	36,061	37,800	0.57
UnitedHealth Group Inc.	60	37,728	38,204	0.58
		<b>530,587</b>	<b>495,844</b>	<b>7.52</b>
<b>Industrials—13.61%</b>				
3M Co.	286	59,118	37,922	0.57
A. O. Smith Corp.	405	32,051	39,048	0.59
C.H. Robinson Worldwide Inc.	310	38,351	38,747	0.59
Caterpillar Inc.	121	32,004	39,440	0.60
Cummins Inc.	123	36,597	39,947	0.61
Donaldson Co. Inc.	467	38,255	38,672	0.59
Emerson Electric Co.	325	36,416	38,917	0.59
Fastenal Co.	499	32,578	38,995	0.59
General Dynamics Corp.	135	35,844	38,478	0.58
Honeywell International Inc.	142	37,011	39,034	0.59
Illinois Tool Works Inc.	117	31,886	38,774	0.59
Johnson Controls International PLC	435	35,941	39,267	0.60
L3Harris Technologies Inc.	150	41,417	38,902	0.59
Lockheed Martin Corp.	63	33,399	38,423	0.58
Norfolk Southern Corp.	129	40,337	38,752	0.59
Northrop Grumman Corp.	64	38,420	38,645	0.59
Raytheon Technologies Corp.	297	34,362	38,542	0.58
Robert Half International Inc.	400	42,991	39,859	0.60

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
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Snap-On Inc.	103	27,738	39,323	0.60
Union Pacific Corp.	143	39,233	38,763	0.59
United Parcel Service Inc., Class 'B'	166	39,030	39,419	0.60
Waste Management Inc.	172	35,271	39,515	0.60
Watsco Inc., Class 'A'	79	27,226	39,923	0.60
		<b>845,476</b>	<b>897,307</b>	<b>13.61</b>
<b>Information Technology—7.19%</b>				
Amdocs Ltd.	301	30,477	39,416	0.60
Analog Devices Inc.	154	39,467	39,744	0.60
Automatic Data Processing Inc.	133	35,839	38,725	0.59
Avnet Inc.	609	31,175	40,702	0.62
Booz Allen Hamilton Holding Corp.	264	34,257	39,030	0.59
Broadridge Financial Solutions Inc., ADR	180	35,227	39,495	0.60
Cisco Systems Inc.	572	36,615	39,206	0.60
Cognizant Technology Solutions Corp., Class 'A'	460	40,552	39,781	0.60
CSG Systems International Inc.	559	41,661	39,056	0.59
Juniper Networks Inc.	958	34,730	39,761	0.60
Paychex Inc.	259	37,334	38,384	0.58
Texas Instruments Inc.	170	37,684	40,542	0.62
		<b>435,018</b>	<b>473,842</b>	<b>7.19</b>
<b>Materials—6.49%</b>				
Air Products and Chemicals Inc.	100	34,794	39,680	0.60
Avery Dennison Corp.	170	41,623	38,691	0.59
International Flavors & Fragrances Inc.	374	55,744	39,433	0.60
NewMarket Corp.	72	32,636	38,355	0.58
Packaging Corp. of America	219	39,150	38,342	0.58
PPG Industries Inc.	204	39,535	40,078	0.61
Sensient Technologies Corp.	407	41,249	38,351	0.58
Silgan Holdings Inc.	617	38,326	38,327	0.58
Sonoco Products Co.	497	39,217	38,859	0.59
Stepan Co.	310	40,751	39,244	0.59
WD-40 Co.	155	40,177	38,737	0.59
		<b>443,202</b>	<b>428,097</b>	<b>6.49</b>
<b>Utilities—21.91%</b>				
Allete Inc.	486	41,914	37,323	0.57
Alliant Energy Corp.	542	39,063	37,681	0.57
Ameren Corp.	350	38,307	37,867	0.57
American Electric Power Co. Inc.	343	40,046	38,260	0.58
American States Water Co.	338	36,909	38,956	0.59
Atmos Energy Corp.	247	34,740	38,068	0.58
Avangrid Inc.	761	47,164	37,987	0.58
Avista Corp.	739	41,036	38,445	0.58
Black Hills Corp.	477	41,783	38,079	0.58
Chesapeake Utilities Corp.	236	35,652	37,204	0.56
CMS Energy Corp.	482	38,767	37,514	0.57
Consolidated Edison Inc.	313	34,383	37,484	0.57
Dominion Energy Inc.	544	51,074	37,323	0.57
DTE Energy Co.	260	37,906	37,895	0.57
Duke Energy Corp.	316	40,461	37,567	0.57
Entergy Corp.	290	41,744	37,407	0.57
Evergy Inc.	490	39,923	37,922	0.58
Eversource Energy	405	43,529	38,050	0.58
Exelon Corp.	708	34,635	38,211	0.58
Hawaiian Electric Industries Inc.	787	41,897	37,741	0.57
IDACORP Inc.	276	37,020	37,514	0.57
MGE Energy Inc.	373	38,598	39,091	0.59
Middlesex Water Co.	362	38,451	38,681	0.59
New Jersey Resources Corp.	621	34,157	38,830	0.59
NextEra Energy Inc.	386	38,122	37,942	0.58
NorthWestern Corp.	504	39,783	37,897	0.57



First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

OGE Energy Corp.	796	38,342	37,867	0.57
ONE Gas Inc.	373	38,749	37,954	0.58
Otter Tail Corp.	386	29,219	40,377	0.61
Pinnacle West Capital Corp.	350	36,060	37,770	0.57
PNM Resources Inc.	639	39,658	38,178	0.58
Portland General Electric Co.	611	36,864	37,905	0.58
Public Service Enterprise Group Inc.	462	36,588	38,320	0.58
Sempra Energy	197	36,309	37,996	0.58
Southern Co. (The)	400	34,168	37,226	0.56
Spire Inc.	456	42,399	38,323	0.58
WEC Energy Group Inc.	323	39,435	37,757	0.57
Xcel Energy Inc.	457	39,883	37,638	0.57
		<b>1,474,738</b>	<b>1,444,250</b>	<b>21.91</b>
		<b>5,588,382</b>	<b>5,586,455</b>	<b>84.73</b>
<b>INTERNATIONAL EQUITIES</b>				
<b>Bermuda—0.58%</b>				
Everest Re Group Ltd.	84	29,837	38,042	0.58
		<b>29,837</b>	<b>38,042</b>	<b>0.58</b>
<b>France—0.58%</b>				
Sanofi SA, ADR	537	34,469	38,344	0.58
		<b>34,469</b>	<b>38,344</b>	<b>0.58</b>
<b>Germany—0.60%</b>				
SAP SE, ADR	217	33,732	39,329	0.60
		<b>33,732</b>	<b>39,329</b>	<b>0.60</b>
<b>India—0.60%</b>				
Infosys Ltd., ADR	1,852	44,692	39,427	0.60
		<b>44,692</b>	<b>39,427</b>	<b>0.60</b>
<b>Ireland—0.58%</b>				
Medtronic PLC	330	44,821	38,514	0.58
		<b>44,821</b>	<b>38,514</b>	<b>0.58</b>
<b>Japan—0.60%</b>				
Toyota Motor Corp., ADR	186	37,447	39,609	0.60
		<b>37,447</b>	<b>39,609</b>	<b>0.60</b>
<b>Switzerland—2.36%</b>				
Chubb Ltd.	151	39,495	38,519	0.58
Garmin Ltd.	280	42,114	38,684	0.59
Novartis AG, ADR	289	32,863	38,634	0.59
TE Connectivity Ltd.	214	42,088	39,735	0.60
		<b>156,560</b>	<b>155,572</b>	<b>2.36</b>
<b>Taiwan—0.58%</b>				
Taiwan Semiconductor Manufacturing Co. Ltd., ADR	287	34,925	38,370	0.58
		<b>34,925</b>	<b>38,370</b>	<b>0.58</b>
<b>United Kingdom—1.75%</b>				
AstraZeneca PLC, ADR	400	29,599	37,925	0.58
Diageo PLC, ADR	170	39,620	39,069	0.59
Unilever PLC, ADR	556	39,854	38,397	0.58
		<b>109,073</b>	<b>115,391</b>	<b>1.75</b>
<b>Total investments</b>		<b>6,572,909</b>	<b>6,592,984</b>	<b>100.00</b>
Transaction costs		(797)		
Unrealized depreciation on derivatives - see Schedule 1			(33,565)	(0.51)
Other assets, less liabilities			33,501	0.51
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>6,572,112</b>	<b>6,592,920</b>	<b>100.00</b>

First Trust Value Line® Dividend Index ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency Sell	Amount Sold	Currency Buy	Amount Bought	Forward Rate	Current Rate	Appreciation
									(Depreciation)
									\$
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	4,955,925	CAD	6,529,000	0.759	0.755	(33,565)
									<b>(33,565)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Nasdaq<sup>®</sup> Clean Edge<sup>®</sup> Green Energy ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	12,679,064	11,510,603
Cash	19,700	24,318
Other assets	1,229	902
	12,699,993	11,535,823
<b>Liabilities</b>		
Accrued liabilities	1,760	1,897
Distributions payable to holders of redeemable units	14,250	-
	16,010	1,897
<b>Total net assets attributable to holders of redeemable units</b>	<b>12,683,983</b>	<b>11,533,926</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>12,683,983</b>	<b>11,533,926</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>570,000</b>	<b>550,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>22.25</b>	<b>20.97</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	53,288	2,837
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	(42,062)	(222,668)
Net realized gain (loss) on foreign exchange	2	(4)
Net change in unrealized appreciation (depreciation) of investments	766,735	(3,484,931)
	777,963	(3,704,766)
Foreign exchange gain (loss) on cash	(246)	6
	777,717	(3,704,760)
<b>Expenses [note 7]</b>		
Management fees	9,465	10,697
Independent Review Committee fees	1,152	1,206
HST expense	904	919
Transaction costs [note 3 and note 9]	5	1
Interest expense	1	-
	11,527	12,823
Expenses waived by manager	(1,152)	(1,206)
	10,375	11,617
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>767,342</b>	<b>(3,716,377)</b>
<b>Withholding taxes</b>	<b>7,994</b>	<b>426</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>759,348</b>	<b>(3,716,803)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>759,348</b>	<b>(3,716,803)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>1.32</b>	<b>(6.17)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Nasdaq<sup>®</sup> Clean Edge<sup>®</sup> Green Energy ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	11,533,926	17,194,761
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	759,348	(3,716,803)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	1,068,988	1,645,795
Reinvested distributions	-	-
Redemption of units	(649,779)	(2,134,235)
	419,209	(488,440)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(28,500)	-
Capital gains	-	-
Return of capital	-	-
	(28,500)	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	1,150,057	(4,205,243)
<b>Net assets attributable to holders of redeemable units, end of period</b>	12,683,983	12,989,518

See accompanying notes which are an integral part of these financial statements.

# First Trust Nasdaq<sup>®</sup> Clean Edge<sup>®</sup> Green Energy ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	759,348	(3,716,803)
Adjustments for:		
Net realized (gain) loss on sale of investments	42,062	222,668
Change in unrealized (appreciation) depreciation of investments	(766,735)	3,484,931
Other assets	(327)	(471)
Other liabilities	(137)	(660)
Purchases of investments	(1,092,078)	(1,645,726)
Proceeds from the sale of investments	648,290	2,141,263
	(409,577)	485,202
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	1,068,988	1,645,795
Amount paid on redemptions of units	(649,779)	(2,134,235)
Distributions paid to unitholders	(14,250)	(14,457)
	404,959	(502,897)
<b>Increase (Decrease) in cash for the period</b>	(4,618)	(17,695)
<b>Cash, beginning of period</b>	24,318	20,361
<b>Cash, end of period</b>	19,700	2,666
Dividends received, net of withholding taxes	45,294	2,411

See accompanying notes which are an integral part of these financial statements

First Trust Nasdaq® Clean Edge® Green Energy ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust NASDAQ® Clean Edge® Green Energy ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. listed companies designed to track the performance of clean energy companies engaged in manufacturing, development, distribution and installation of clean-energy technologies including, but not limited to, solar photovoltaics, wind power, advanced batteries, fuel cells, and electric vehicles, initially the NASDAQ® Clean Edge® Green Energy Index<sup>SM</sup>.

The NASDAQ® Clean Edge® Green Energy Index<sup>SM</sup> is a modified market capitalization weighted index designed to track the performance of clean energy companies that are publicly traded in the United States and includes companies engaged in manufacturing, development, distribution and installation of emerging clean-energy technologies including, but not limited to, solar photovoltaics, wind power, advanced batteries, fuel cells, and electric vehicles.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	12,679,064	–	–	12,679,064
Total	12,679,064	–	–	12,679,064
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	11,510,603	–	–	11,510,603
Total	11,510,603	–	–	11,510,603

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	610,000
Redeemable units issued	250,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(310,000)
Outstanding units – December 31, 2022	550,000
Redeemable units issued	50,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(30,000)
Outstanding units – June 30, 2023	570,000

First Trust Nasdaq® Clean Edge® Green Energy ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.40% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.55% per annum of NAV of the First Trust ETF plus applicable taxes.

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
84,863	–	9,085	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
5	1

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
9,465	10,697	1,556	1,692

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index	833,338	(833,338)	732,404	(732,404)

First Trust Nasdaq® Clean Edge® Green Energy ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	12,681,539	99.98	11,533,988	100.00

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$126,815 (December 31, 2022 – \$115,340). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.96	99.80
Total	99.96	99.80



First Trust Nasdaq® Clean Edge® Green Energy ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.96%</b>				
First Trust NASDAQ® Clean Edge® Green Energy Index Fund	187,078	16,316,550	12,679,064	99.96
		<b>16,316,550</b>	<b>12,679,064</b>	<b>99.96</b>
<b>Total investments</b>		<b>16,316,550</b>	<b>12,679,064</b>	<b>99.96</b>
Transaction costs		(75)		
Other assets, less liabilities			4,919	0.04
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>16,316,475</b>	<b>12,683,983</b>	<b>100.00</b>

# First Trust Indxx NextG ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	1,358,749	1,409,335
Cash	1,776	6,007
	1,360,525	1,415,342
<b>Liabilities</b>		
Accrued liabilities	218	257
Payable for portfolio securities purchased	-	4,997
	218	5,254
<b>Total net assets attributable to holders of redeemable units</b>	<b>1,360,307</b>	<b>1,410,088</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>1,360,307</b>	<b>1,410,088</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>150,000</b>	<b>180,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>9.07</b>	<b>7.83</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	8,965	16,743
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	(1,135)	(21,289)
Net realized gain (loss) on foreign exchange	(45)	(223)
Net change in unrealized appreciation (depreciation) of investments	200,645	(478,010)
	208,430	(482,779)
Foreign exchange gain (loss) on cash	40	164
	208,470	(482,615)
<b>Expenses [note 7]</b>		
Management fees	1,035	1,603
Independent Review Committee fees	126	181
HST expense	124	198
Transaction costs [note 3 and note 9]	1	5
	1,286	1,987
Expenses waived by manager	(126)	(181)
	1,160	1,806
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>207,310</b>	<b>(484,421)</b>
<b>Withholding taxes</b>	<b>770</b>	<b>1,398</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>206,540</b>	<b>(485,819)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>206,540</b>	<b>(485,819)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>1.28</b>	<b>(1.97)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Indxx NextG ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	1,410,088	2,438,320
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	206,540	(485,819)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	-	175,883
Reinvested distributions	-	-
Redemption of units	(256,321)	(412,321)
	(256,321)	(236,438)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(49,781)	(722,257)
<b>Net assets attributable to holders of redeemable units, end of period</b>	1,360,307	1,716,063

See accompanying notes which are an integral part of these financial statements.

# First Trust Indxx NextG ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	206,540	(485,819)
Adjustments for:		
Net realized (gain) loss on sale of investments	1,135	21,289
Change in unrealized (appreciation) depreciation of investments	(200,645)	478,010
Other assets	-	(9)
Other liabilities	(39)	(90)
Purchases of investments	(11,011)	(216,730)
Proceeds from the sale of investments	256,110	411,222
	252,090	207,873
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	175,883
Amount paid on redemptions of units	(256,321)	(412,321)
Distributions paid to unitholders	-	-
	(256,321)	(236,438)
<b>Increase (Decrease) in cash for the period</b>	(4,231)	(28,565)
<b>Cash, beginning of period</b>	6,007	31,796
<b>Cash, end of period</b>	1,776	3,231
Dividends received, net of withholding taxes	8,195	15,345

See accompanying notes which are an integral part of these financial statements

First Trust Indxx NextG ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Indxx NextG ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. companies that have devoted or have committed to devote, material resources to the research, development and application of fifth generation and next generation digital cellular technologies as they emerge, initially the Indxx 5G & NextG Thematic Index<sup>SM</sup>.

The Indxx 5G & NextG Thematic Index<sup>SM</sup> is designed to track the performance of companies that have devoted, or have committed to devote, material resources to the research, development and application of fifth generation and next generation digital cellular technologies as they emerge. Eligible securities must have a minimum market capitalization of US\$500 million, six-month average daily trading volume of at least US\$2 million (US\$1 million for emerging market companies), traded for at least 90% of the total trading days in the last six months or for a security recently issued in an initial public offering over the prior three months, a minimum free float of 10% of shares outstanding and a share price of less than US\$10,000 for new index constituents.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	1,358,749	–	–	1,358,749
<b>Total</b>	<b>1,358,749</b>	<b>–</b>	<b>–</b>	<b>1,358,749</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	1,409,335	–	–	1,409,335
<b>Total</b>	<b>1,409,335</b>	<b>–</b>	<b>–</b>	<b>1,409,335</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	250,000
Redeemable units issued	40,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(110,000)
Outstanding units – December 31, 2022	180,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(30,000)
Outstanding units – June 30, 2023	150,000

First Trust Indxx NextG ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.70% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.85% per annum of NAV of the First Trust ETF plus applicable taxes.

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
15,383	–	1,160,846	960,094

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022:

Transaction Cost (\$)	
2023	2022
1	5

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
1,035	1,603	169	227

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
MSCI ACWI Index CAD	65,431	(65,431)	71,491	(71,491)

First Trust Indxx NextG ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	1,360,231	99.99	1,409,342	99.95

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$13,602 (December 31, 2022 - \$14,093). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.89	99.95
Total	99.89	99.95

First Trust Indxx NextG ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.89%</b>				
First Trust Indxx NextG ETF	14,289	1,354,513	1,358,749	99.89
		<b>1,354,513</b>	<b>1,358,749</b>	<b>99.89</b>
<b>Total investments</b>		<b>1,354,513</b>	<b>1,358,749</b>	<b>99.89</b>
Transaction costs		(191)		
Other assets, less liabilities			1,558	0.11
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>1,354,322</b>	<b>1,360,307</b>	<b>100.00</b>



# First Trust Nasdaq Cybersecurity ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	31,482,932	26,221,870
Cash	32,344	55,673
Other assets	2,761	2,068
	31,518,037	26,279,611
<b>Liabilities</b>		
Accrued liabilities	4,318	3,847
Distributions payable to holders of redeemable units	18,000	-
	22,318	3,847
<b>Total net assets attributable to holders of redeemable units</b>	<b>31,495,719</b>	<b>26,275,764</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>31,495,719</b>	<b>26,275,764</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>900,000</b>	<b>860,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>35.00</b>	<b>30.55</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	36,717	17,332
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	36,966	789,485
Net realized gain (loss) on foreign exchange	(579)	(53)
Net change in unrealized appreciation (depreciation) of investments	3,918,106	(7,886,193)
	3,991,210	(7,079,429)
Foreign exchange gain (loss) on cash	575	210
	3,991,785	(7,079,219)
<b>Expenses [note 7]</b>		
Management fees	21,184	23,054
Independent Review Committee fees	2,579	2,599
HST expense	2,061	1,870
Transaction costs [note 3 and note 9]	3	30
Interest expense	-	2
	25,827	27,555
Expenses waived by manager	(2,579)	(2,599)
	23,248	24,956
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>3,968,537</b>	<b>(7,104,175)</b>
<b>Withholding taxes</b>	<b>5,483</b>	<b>2,595</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>3,963,054</b>	<b>(7,106,770)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>3,963,054</b>	<b>(7,106,770)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>4.53</b>	<b>(7.98)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Nasdaq Cybersecurity ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	26,275,764	32,756,587
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	3,963,054	(7,106,770)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	2,334,110	9,627,712
Reinvested distributions	-	-
Redemption of units	(1,016,209)	(8,937,119)
	1,317,901	690,593
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(61,000)	(105,132)
Capital gains	-	-
Return of capital	-	-
	(61,000)	(105,132)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	5,219,955	(6,521,309)
<b>Net assets attributable to holders of redeemable units, end of period</b>	31,495,719	26,235,278

See accompanying notes which are an integral part of these financial statements.

# First Trust Nasdaq Cybersecurity ETF

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	3,963,054	(7,106,770)
Adjustments for:		
Net realized (gain) loss on sale of investments	(36,966)	(789,485)
Change in unrealized (appreciation) depreciation of investments	(3,918,106)	7,886,193
Other assets	(693)	(1,126)
Other liabilities	471	418
Purchases of investments	(2,333,531)	(9,627,040)
Proceeds from the sale of investments	1,027,541	9,084,942
	(1,298,230)	(552,868)
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	2,334,110	9,627,712
Amount paid on redemptions of units	(1,016,209)	(8,937,119)
Distributions paid to unitholders	(43,000)	(370,716)
	1,274,901	319,877
<b>Increase (decrease) in cash for the period</b>	(23,329)	(232,991)
<b>Cash, beginning of period</b>	55,673	243,592
<b>Cash, end of period</b>	32,344	10,601
Dividends received, net of withholding taxes	31,234	14,737

See accompanying notes which are an integral part of these financial statements.

# First Trust Nasdaq Cybersecurity ETF

## Notes to Financial Statements - Specific Information

### For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Nasdaq Cybersecurity ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. companies in the cybersecurity industry, initially the Nasdaq CTA Cybersecurity Index™.

The Nasdaq CTA Cybersecurity Index™ is designed to track the performance of companies engaged in the cybersecurity segment of the technology and industrials sectors. It includes companies primarily involved in the building, implementation, and management of security protocols applied to private and public networks, computers, and mobile devices in order to provide protection of the integrity of data and network operations.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	31,482,932	–	–	31,482,932
<b>Total</b>	<b>31,482,932</b>	<b>–</b>	<b>–</b>	<b>31,482,932</b>

  

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	26,221,870	–	–	26,221,870
<b>Total</b>	<b>26,221,870</b>	<b>–</b>	<b>–</b>	<b>26,221,870</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	840,000
Redeemable units issued	370,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(350,000)
Outstanding units – December 31, 2022	860,000
Redeemable units issued	70,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(30,000)
Outstanding units – June 30, 2023	900,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

# First Trust Nasdaq Cybersecurity ETF

## Notes to Financial Statements - Specific Information

### For the period ended June 30, 2023 (unaudited)

<sup>1</sup>The First Trust ETF will bear the Underlying Fund's management fee of 0.60% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.75% per annum of NAV of the First Trust ETF plus applicable taxes.

#### E. TAXATION (NOTE 8)

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
-	436,557	-	-

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
3	30

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
21,184	23,054	3,821	3,319

#### H. FINANCIAL RISK MANAGEMENT (NOTE 11)

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying ETF (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index	1,521,243	(1,521,243)	1,316,422	(1,316,422)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	31,492,375	99.99	26,277,000	100.00

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$314,924 (December 31, 2022 - \$262,770). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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First Trust Nasdaq Cybersecurity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

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**Concentration Risk** – The table below summarizes the First Trust ETF’s concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.96	99.79
Total	99.96	99.79

First Trust Nasdaq Cybersecurity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.96%</b>				
First Trust Nasdaq Cybersecurity ETF	523,347	33,900,297	31,482,932	99.96
		<b>33,900,297</b>	<b>31,482,932</b>	<b>99.96</b>
<b>Total investments</b>		<b>33,900,297</b>	<b>31,482,932</b>	<b>99.96</b>
Other assets, less liabilities			12,787	0.04
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>33,900,297</b>	<b>31,495,719</b>	<b>100.00</b>

# First Trust Dow Jones Internet ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	6,342,032	4,400,570
Cash	12,860	977
Receivable for portfolio securities sold	-	1,830
Derivative assets	-	959
Other assets	79	68
	6,354,971	4,404,404
<b>Liabilities</b>		
Accrued liabilities	2,819	2,697
Redemptions payable	-	-
Derivative liabilities	1,876	1,704
	4,695	4,401
<b>Total net assets attributable to holders of redeemable units</b>	<b>6,350,276</b>	<b>4,400,003</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>5,974,485</b>	<b>4,209,868</b>
<b>Hedged Units</b>	<b>375,791</b>	<b>190,135</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>340,000</b>	<b>310,000</b>
<b>Hedged Units</b>	<b>30,000</b>	<b>20,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>17.57</b>	<b>13.58</b>
<b>Hedged Units</b>	<b>12.53</b>	<b>9.51</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	(603,682)	(247,977)
Net realized gain (loss) on derivatives	7,619	(12,292)
Net realized gain (loss) on foreign exchange	11	(43)
Net change in unrealized appreciation (depreciation) of investments	2,041,774	(2,534,671)
Net change in unrealized appreciation (depreciation) of derivatives	(1,132)	3,033
	1,444,590	(2,791,950)
Foreign exchange gain (loss) on cash	77	88
	1,444,667	(2,791,862)
<b>Expenses [note 7]</b>		
Management fees	3,963	3,904
Independent Review Committee fees	483	442
HST expense	436	352
Interest expense	1	1
Transaction costs [note 3 and note 9]	-	1
	4,883	4,700
Expenses waived by manager	(483)	(442)
	4,400	4,258
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>1,440,267</b>	<b>(2,796,120)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>1,359,019</b>	<b>(2,551,356)</b>
<b>Hedged Units</b>	<b>81,248</b>	<b>(244,764)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>4.23</b>	<b>(9.04)</b>
<b>Hedged Units</b>	<b>3.54</b>	<b>(8.47)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director



# First Trust Dow Jones Internet ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)	June 30 2023 (\$) Hedged Units	June 30 2022 (\$) Hedged Units
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	4,209,868	3,499,654	190,135	536,039
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	1,359,019	(2,551,356)	81,248	(244,764)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	3,128,378	4,353,065	214,914	406,246
Reinvested distributions	-	-	-	-
Redemption of units	(2,722,780)	(902,947)	(110,506)	(400,355)
	405,598	3,450,118	104,408	5,891
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	-	-	-	-
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	-	-	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	1,764,617	898,762	185,656	(238,873)
<b>Net assets attributable to holders of redeemable units, end of period</b>	5,974,485	4,398,416	375,791	297,166
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			4,400,003	4,035,693
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			1,440,267	(2,796,120)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			3,343,292	4,759,311
Reinvested distributions			-	-
Redemption of units			(2,833,286)	(1,303,302)
			510,006	3,456,009
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			-	-
Capital gains			-	-
Return of capital			-	-
			-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			1,950,273	659,889
<b>Net assets attributable to holders of redeemable units, end of period</b>			6,350,276	4,695,582

See accompanying notes which are an integral part of these financial statements.

# First Trust Dow Jones Internet ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	1,440,267	(2,796,120)
Adjustments for:		
Net realized (gain) loss on sale of investments	603,682	247,977
Change in unrealized (appreciation) depreciation of investments and derivatives	(2,040,642)	2,531,638
Other assets	(11)	(16)
Other liabilities	122	(69)
Purchases of investments	(3,342,596)	(4,761,153)
Proceeds from the sale of investments	2,841,055	1,321,789
	(498,123)	(3,455,954)
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	3,343,292	4,759,311
Amount paid on redemptions of units	(2,833,286)	(1,303,548)
Distributions paid to unitholders	-	-
	510,006	3,455,763
<b>Increase (decrease) in cash for the period</b>	<b>11,883</b>	<b>(191)</b>
<b>Cash, beginning of period</b>	<b>977</b>	<b>844</b>
<b>Cash, end of period</b>	<b>12,860</b>	<b>653</b>

See accompanying notes which are an integral part of these financial statements

**First Trust Dow Jones Internet ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Dow Jones Internet ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. companies involved in the internet industry, initially the Dow Jones Internet Composite Index<sup>SM</sup>.

The Dow Jones Internet Composite Index<sup>SM</sup>, is a float-adjusted market capitalization weighted index designed to represent the largest and most actively traded stocks of U.S. companies in the internet industry.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	6,342,032	–	–	6,342,032
Derivative liabilities*	–	(1,876)	–	(1,876)
<b>Total</b>	<b>6,342,032</b>	<b>(1,876)</b>	<b>–</b>	<b>6,340,156</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	4,400,570	–	–	4,400,570
Derivative assets*	–	959	–	959
Derivative liabilities*	–	(1,704)	–	(1,704)
<b>Total</b>	<b>4,400,570</b>	<b>(745)</b>	<b>–</b>	<b>4,399,825</b>

\* The derivative assets and derivative liabilities relate to the Hedged Units only.

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units	Hedged Units
Outstanding units – January 1, 2022	150,000	30,000
Redeemable units issued	280,000	40,000
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(120,000)	(50,000)
Outstanding units – December 31, 2022	310,000	20,000
Redeemable units issued	200,000	20,000
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(170,000)	(10,000)
Outstanding units – June 30, 2023	340,000	30,000

First Trust Dow Jones Internet ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>	
Units	Hedged Units
0.15%	0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.40% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.55% per annum of NAV of the First Trust ETF plus applicable taxes.

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
198,119	129,875	10,437	2,158

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
-	1

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
3,963	3,904	758	604

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
Units				
S&P 500® Index	398,162	(398,162)	275,440	(275,440)
Hedged Units				
S&P 500® CAD Hedged Index	414,991	(414,991)	297,000	(297,000)

First Trust Dow Jones Internet ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	5,987,057	94.28	4,218,090	95.87

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$59,871 (December 31, 2022 - \$42,181). A portion of this currency risk exposure has been hedged. Please refer to the Schedule of Portfolio Investments for more information. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.87	100.01
Total	99.87	100.01

First Trust Dow Jones Internet ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.87%</b>				
First Trust Dow Jones Internet Index Fund	29,372	6,735,954	6,342,032	99.87
		<b>6,735,954</b>	<b>6,342,032</b>	<b>99.87</b>
<b>Total investments</b>		<b>6,735,954</b>	<b>6,342,032</b>	<b>99.87</b>
Unrealized depreciation on derivatives - see Schedule 1			(1,876)	(0.03)
Other assets, less liabilities			10,120	0.16
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>6,735,954</b>	<b>6,350,276</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency Amount		Currency Amount		Forward Rate	Current Rate	Appreciation (Depreciation) \$
			Sell	Sold	Buy	Bought			
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	277,058	CAD	365,000	0.759	0.755	(1,876)
									(1,876)

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust AlphaDEX™ U.S. Health Care Sector Index ETF

## STATEMENTS OF FINANCIAL POSITION

As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	14,524,413	17,318,051
Cash	18,662	48,709
Accrued dividend receivable	5,990	7,429
Receivable for portfolio securities sold	-	49,510
Derivative assets	-	38,365
Other assets	7,371	5,362
	14,556,436	17,467,426
<b>Liabilities</b>		
Accrued liabilities	9,307	11,721
Distributions payable to holders of redeemable units	-	18,750
Derivative liabilities	14,899	63,949
	24,206	94,420
<b>Total net assets attributable to holders of redeemable units</b>	<b>14,532,230</b>	<b>17,373,006</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>11,593,272</b>	<b>9,934,918</b>
<b>Hedged Units</b>	<b>2,938,958</b>	<b>7,438,088</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>300,000</b>	<b>250,000</b>
<b>Hedged Units</b>	<b>100,000</b>	<b>250,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>38.64</b>	<b>39.74</b>
<b>Hedged Units</b>	<b>29.39</b>	<b>29.75</b>

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	62,244	101,828
Other income	42	-
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	419,124	191,273
Net realized gain (loss) on derivatives	26,305	(95,604)
Net realized gain (loss) on foreign exchange	1,454	163
Net change in unrealized appreciation (depreciation) of investments	(764,771)	(3,609,457)
Net change in unrealized appreciation (depreciation) of derivatives	10,686	(3,086)
	(244,916)	(3,414,883)
Foreign exchange gain (loss) on cash	(1,154)	145
	(246,070)	(3,414,738)
<b>Expenses [note 7]</b>		
Management fees	58,205	66,722
HST expense	5,557	6,086
Transaction costs [note 3 and note 9]	3,139	1,780
Independent Review Committee fees	1,516	1,622
Interest expense	2	1
	68,419	76,211
Expenses waived by manager	(1,516)	(1,622)
	66,903	74,589
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>(312,973)</b>	<b>(3,489,327)</b>
<b>Withholding taxes</b>	<b>7,063</b>	<b>13,310</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>(320,036)</b>	<b>(3,502,637)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>(348,463)</b>	<b>(3,130,302)</b>
<b>Hedged Units</b>	<b>28,427</b>	<b>(372,335)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>(1.18)</b>	<b>(6.87)</b>
<b>Hedged Units</b>	<b>0.16</b>	<b>(5.57)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust AlphaDEX™ U.S. Health Care Sector Index ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)	June 30 2023 (\$) Hedged Units	June 30 2022 (\$) Hedged Units
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	9,934,918	17,040,299	7,438,088	1,721,971
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	(348,463)	(3,130,302)	28,427	(372,335)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	2,006,817	5,983,413	-	5,779,737
Reinvested distributions	-	-	-	-
Redemption of units	-	(3,708,314)	(4,527,557)	(1,442,400)
	2,006,817	2,275,099	(4,527,557)	4,337,337
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	-	(5,625)	-	(2,000)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	-	(5,625)	-	(2,000)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	1,658,354	(860,828)	(4,499,130)	3,963,002
<b>Net assets attributable to holders of redeemable units, end of period</b>	11,593,272	16,179,471	2,938,958	5,684,973
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			17,373,006	18,762,270
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			(320,036)	(3,502,637)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			2,006,817	11,763,150
Reinvested distributions			-	-
Redemption of units			(4,527,557)	(5,150,714)
			(2,520,740)	6,612,436
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			-	(7,625)
Capital gains			-	-
Return of capital			-	-
			-	(7,625)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			(2,840,776)	3,102,174
<b>Net assets attributable to holders of redeemable units, end of period</b>			14,532,230	21,864,444

See accompanying notes which are an integral part of these financial statements.



# First Trust AlphaDEX™ U.S. Health Care Sector Index ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	(320,036)	(3,502,637)
Adjustments for:		
Net realized (gain) loss on sale of investments	(419,124)	(191,273)
Change in unrealized (appreciation) depreciation of investments and derivatives	754,085	3,612,543
Dividends receivable	1,439	(11,331)
Other assets	(2,009)	(2,588)
Other liabilities	(2,414)	1,913
Purchases of investments	(10,007,246)	(19,088,542)
Proceeds from the sale of investments	12,504,748	12,584,224
	2,509,443	(6,597,691)
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	2,006,817	11,763,150
Amount paid on redemptions of units	(4,527,557)	(5,150,714)
Distributions paid to unitholders	(18,750)	-
	(2,539,490)	6,612,436
<b>Increase (Decrease) in cash for the period</b>	<b>(30,047)</b>	<b>14,745</b>
<b>Cash, beginning of period</b>	<b>48,709</b>	<b>14,881</b>
<b>Cash, end of period</b>	<b>18,662</b>	<b>29,626</b>
Dividends received, net of withholding taxes	56,620	77,187

See accompanying notes which are an integral part of these financial statements

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust AlphaDEX™ U.S. Health Care Sector Index ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of the StrataQuant® Health Care Index (“Index”), net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the constituent securities of the applicable Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of such Index. The Index results from applying the AlphaDEX™ methodology to the Russell 1000® Index, a market index representing the large capitalization segment of the U.S. equity universe, and then selecting the constituent securities for the Index from those qualifying stocks included in the Health Care Sector.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	14,524,413	–	–	14,524,413
Derivative liabilities*	–	(14,899)	–	(14,899)
<b>Total</b>	<b>14,524,413</b>	<b>(14,899)</b>	<b>–</b>	<b>14,509,514</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	17,318,051	–	–	17,318,051
Derivative assets*	–	38,365	–	38,365
Derivative liabilities*	–	(63,949)	–	(63,949)
<b>Total</b>	<b>17,318,051</b>	<b>(25,584)</b>	<b>–</b>	<b>17,292,467</b>

\* The derivative assets and derivative liabilities relate to the Hedged Units only.

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units	Hedged Units
Outstanding units – January 1, 2022	400,000	50,000
Redeemable units issued	150,000	250,000
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(300,000)	(50,000)
Outstanding units – December 31, 2022	250,000	250,000
Redeemable units issued	50,000	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	–	(150,000)
Outstanding units – June 30, 2023	300,000	100,000

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee	
Units	Hedged Units
0.70%	0.70%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
35,000	–	–	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
3,139	1,780

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
58,205	66,722	8,236	12,608

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
<b>Units</b>				
Russell 1000® Health Care Index	651,044	(651,044)	826,955	(826,955)
Russell 1000® Index	555,858	(555,858)	636,721	(636,721)
S&P 500® Health Care Index	629,246	(629,246)	823,480	(823,480)
<b>Hedged Units</b>				
Russell 1000® Health Care Index USD	739,691	(739,691)	910,346	(910,346)
Russell 1000® Index USD	613,987	(613,987)	734,878	(734,878)
S&P 500® Health Care Index USD	724,432	(724,432)	912,083	(912,083)

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	11,625,748	80.00	10,037,794	57.78

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$116,257 (December 31, 2022 - \$100,378). A portion of this currency risk exposure has been hedged. Please refer to the Schedule of Portfolio Investments for more information. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Health Care	97.78	97.67
Industrials	1.34	1.62
Information Technology	0.83	0.39
Total	99.95	99.68

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)**

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Health Care—97.78%</b>				
10X Genomics Inc., Class 'A'	1,634	112,989	120,874	0.83
Abbott Laboratories	900	139,512	129,982	0.89
AbbVie Inc.	269	56,343	48,012	0.33
Acadia Healthcare Co. Inc.	1,781	165,537	187,901	1.29
agilon Health Inc.	7,675	266,865	176,304	1.21
Align Technology Inc.	273	95,538	127,896	0.88
Alnylam Pharmaceuticals Inc.	214	48,791	53,847	0.37
Amedisys Inc.	1,749	218,737	211,865	1.46
Amgen Inc.	177	56,608	52,059	0.36
Avantor Inc.	6,086	213,947	165,602	1.14
Biogen Inc.	819	287,211	309,054	2.13
Bristol-Myers Squibb Co.	2,630	250,231	222,808	1.53
Bruker Corp.	2,312	231,889	226,404	1.56
Catalent Inc.	1,958	162,513	112,470	0.77
Centene Corp.	2,036	207,678	181,926	1.25
Certara Inc.	9,450	267,422	227,969	1.57
Charles River Laboratories International Inc.	638	189,952	177,701	1.22
Chemed Corp.	169	105,361	121,271	0.83
Cigna Corp.	892	295,461	331,579	2.28
Cooper Cos. Inc. (The)	115	54,232	58,414	0.40
Danaher Corp.	362	129,000	115,094	0.79
DaVita Inc.	529	59,127	70,409	0.48
Dexcom Inc.	784	118,565	133,471	0.92
Elanco Animal Health Inc.	19,391	291,811	258,424	1.78
Elevance Health Inc.	280	169,615	164,800	1.13
Encompass Health Corp.	1,685	138,868	151,143	1.04
Envista Holdings Corp.	3,147	158,319	141,079	0.97
Exact Sciences Corp.	3,360	231,660	417,964	2.88
Exelixis Inc.	9,391	235,993	237,742	1.64
Gilead Sciences Inc.	1,098	110,085	112,104	0.77
Globus Medical Inc., Class 'A'	2,272	217,954	179,205	1.23
HCA Healthcare Inc.	864	246,833	347,358	2.39
Henry Schein Inc.	1,578	158,944	169,536	1.17
Hologic Inc.	2,259	215,465	242,312	1.67
Horizon Therapeutics PLC	1,179	139,084	160,639	1.11
Humana Inc.	265	154,957	156,969	1.08
ICU Medical Inc.	1,105	260,879	260,843	1.80
IDEXX Laboratories Inc.	257	158,174	170,990	1.18
Incyte Corp.	593	59,326	48,902	0.34
Insulet Corp.	571	210,675	218,110	1.50
Integra LifeSciences Holdings	1,587	116,246	86,471	0.60
Johnson & Johnson	588	135,250	128,932	0.89
Laboratory Corp. of America Holdings	795	255,909	254,163	1.75
Masimo Corp.	1,235	290,979	269,215	1.85
Medtronic PLC	1,596	201,227	186,270	1.28

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

Merck & Co. Inc.	1,713	203,930	261,854	1.80
Moderna Inc.	1,484	311,748	238,860	1.64
Molina Healthcare Inc.	160	58,643	63,851	0.44
Natera Inc.	4,104	284,371	264,553	1.82
Neurocrine Biosciences Inc.	424	54,353	52,968	0.36
Organon & Co.	5,470	219,340	150,797	1.04
Penumbra Inc.	818	245,046	372,839	2.57
Perrigo Co. PLC	1,196	57,589	53,790	0.37
Pfizer Inc.	5,584	338,450	271,337	1.87
Premier Inc., Class 'A'	5,631	257,780	206,334	1.42
QIAGEN NV	2,801	175,830	167,089	1.15
Quest Diagnostics Inc.	1,288	226,315	239,834	1.65
QuidelOrtho Corp.	2,557	358,147	280,679	1.93
Regeneron Pharmaceuticals Inc.	222	182,240	211,319	1.45
Repligen Corp.	255	70,768	47,787	0.33
Revvity Inc.	684	129,945	107,639	0.74
Sarepta Therapeutics Inc.	1,322	146,876	200,561	1.38
Seagen Inc.	1,125	310,361	286,832	1.97
Sotera Health Co.	10,177	180,947	254,001	1.75
Stryker Corp.	639	212,535	258,263	1.78
Syneos Health Inc.	6,397	415,762	357,112	2.46
Teladoc Health Inc.	1,656	57,573	55,547	0.38
Teleflex Inc.	360	122,880	115,427	0.79
Tenet Healthcare Corp.	1,534	103,680	165,378	1.14
Thermo Fisher Scientific Inc.	158	116,706	109,208	0.75
United Therapeutics Corp.	1,017	286,145	297,410	2.05
UnitedHealth Group Inc.	91	57,052	57,942	0.40
Universal Health Services Inc., Class 'B'	1,793	291,207	374,747	2.58
Vertex Pharmaceuticals Inc.	408	135,230	190,207	1.31
Viatis Inc.	23,685	364,326	313,139	2.15
West Pharmaceutical Services Inc.	263	122,824	133,256	0.92
Zimmer Biomet Holdings Inc.	332	54,927	64,037	0.44
Zoetis Inc.	258	58,229	58,859	0.41
		<b>14,103,517</b>	<b>14,209,539</b>	<b>97.78</b>
<b>Industrials—1.34%</b>				
Agilent Technologies Inc.	310	59,337	49,383	0.34
Enovis Corp.	1,704	123,770	144,743	1.00
		<b>183,107</b>	<b>194,126</b>	<b>1.34</b>
<b>Information Technology—0.83%</b>				
Doximity Inc., Class 'A'	1,325	65,067	59,715	0.41
Veeva Systems Inc., Class 'A'	233	56,504	61,033	0.42
		<b>121,571</b>	<b>120,748</b>	<b>0.83</b>
<b>Total investments</b>		<b>14,408,195</b>	<b>14,524,413</b>	<b>99.95</b>
Transaction costs		(2,199)		
Unrealized depreciation on derivatives - see Schedule 1			(14,899)	(0.10)
Other assets, less liabilities			22,716	0.15
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>14,405,996</b>	<b>14,532,230</b>	<b>100.00</b>

First Trust AlphaDEX™ U.S. Health Care Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

Schedule 1

Counterparty	Credit				Appreciation				
	Rating of Counterparty*	Settlement Date	Currency	Amount	Currency	Amount	Forward Rate	Current Rate	(Depreciation) \$
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	2,199,766	CAD	2,898,000	0.759	0.755	(14,899)
									<b>(14,899)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust NYSE Arca Biotechnology ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	2,549,901	2,360,724
Cash	418	2,407
Other assets	212	190
	2,550,531	2,363,321
<b>Liabilities</b>		
Accrued liabilities	365	344
	365	344
<b>Total net assets attributable to holders of redeemable units</b>	<b>2,550,166</b>	<b>2,362,977</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>2,550,166</b>	<b>2,362,977</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>100,000</b>	<b>90,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>25.50</b>	<b>26.26</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	-	(18,209)
Net realized gain (loss) on foreign exchange	1	-
Net change in unrealized appreciation (depreciation) of investments	(82,245)	(152,912)
	(82,244)	(171,121)
Foreign exchange gain (loss) on cash	(6)	15
	(82,250)	(171,106)
<b>Expenses [note 7]</b>		
Management fees	1,929	1,019
HST expense	230	121
Independent Review Committee fees	235	116
	2,394	1,256
Expenses waived by manager	(235)	(116)
	2,159	1,140
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>(84,409)</b>	<b>(172,246)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>(84,409)</b>	<b>(172,246)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>(0.86)</b>	<b>(2.85)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director



# First Trust NYSE Arca Biotechnology ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	2,362,977	774,385
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	(84,409)	(172,246)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	271,598	1,355,812
Reinvested distributions	-	-
Redemption of units	-	(419,618)
	271,598	936,194
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	187,189	763,948
<b>Net assets attributable to holders of redeemable units, end of period</b>	2,550,166	1,538,333

See accompanying notes which are an integral part of these financial statements.

# First Trust NYSE Arca Biotechnology ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	(84,409)	(172,246)
Adjustments for:		
Net realized (gain) loss on sale of investments	-	18,209
Change in unrealized (appreciation) depreciation of investments	82,245	152,912
Other assets	(22)	(11)
Other liabilities	21	105
Purchases of investments	(271,422)	(1,352,687)
Proceeds from the sale of investments	-	418,743
	<b>(273,587)</b>	<b>(934,975)</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	271,598	1,355,812
Amount paid on redemptions of units	-	(419,618)
Distributions paid to unitholders	-	(66,408)
	<b>271,598</b>	<b>869,786</b>
<b>Increase (Decrease) in cash for the period</b>	<b>(1,989)</b>	<b>(65,189)</b>
<b>Cash, beginning of period</b>	<b>2,407</b>	<b>68,236</b>
<b>Cash, end of period</b>	<b>418</b>	<b>3,047</b>

See accompanying notes which are an integral part of these financial statements

# First Trust NYSE Arca Biotechnology ETF

## Notes to Financial Statements - Specific Information

### For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust NYSE Arca Biotechnology ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. companies in the biotechnology industry, initially the NYSE® Arca Biotechnology Index.

The NYSE® Arca Biotechnology Index is an equal dollar weighted index designed to measure the performance of a cross section of companies in the biotechnology industry that are primarily involved in the use of biological processes to develop products or provide services.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	2,549,901	–	–	2,549,901
<b>Total</b>	<b>2,549,901</b>	<b>–</b>	<b>–</b>	<b>2,549,901</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	2,360,724	–	–	2,360,724
<b>Total</b>	<b>2,360,724</b>	<b>–</b>	<b>–</b>	<b>2,360,724</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	30,000
Redeemable units issued	100,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(40,000)
Outstanding units – December 31, 2022	90,000
Redeemable units issued	10,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units – June 30, 2023	100,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.40% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.55% per annum of NAV of the First Trust ETF plus applicable taxes.

First Trust NYSE Arca Biotechnology ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
-	-	99,019	-

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
-	-

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at periods ended June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
1,929	1,019	324	200

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index	98,054	(98,054)	100,663	(100,663)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	2,549,939	99.99	2,361,667	99.94

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$25,499 (December 31, 2022 - \$23,617). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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First Trust NYSE Arca Biotechnology ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

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**Concentration Risk** – The table below summarizes the First Trust ETF’s concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.99	99.90
Total	99.99	99.90

First Trust NYSE Arca Biotechnology ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.99%</b>				
First Trust NYSE® Arca® Biotechnology Index Fund	12,569	2,461,404	2,549,901	99.99
		<b>2,461,404</b>	<b>2,549,901</b>	<b>99.99</b>
<b>Total investments</b>		<b>2,461,404</b>	<b>2,549,901</b>	<b>99.99</b>
Other assets, less liabilities			265	0.01
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>2,461,404</b>	<b>2,550,166</b>	<b>100</b>

# First Trust AlphaDEX™ U.S. Industrials Sector Index ETF

## STATEMENTS OF FINANCIAL POSITION

As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	20,368,012	23,890,378
Cash	39,762	43,514
Accrued dividend receivable	11,613	23,492
Receivable for portfolio securities sold	-	244,001
Derivative assets	-	18,693
Other assets	6,707	5,366
	20,426,094	24,225,444
<b>Liabilities</b>		
Accrued liabilities	12,567	20,104
Payable for portfolio securities purchased	-	5,365
Distributions payable to holders of redeemable units	24,250	204,045
Derivative liabilities	6,966	33,203
	43,783	262,717
<b>Total net assets attributable to holders of redeemable units</b>	<b>20,382,311</b>	<b>23,962,727</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>18,998,460</b>	<b>20,385,539</b>
<b>Hedged Units</b>	<b>1,383,851</b>	<b>3,577,188</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>450,000</b>	<b>550,000</b>
<b>Hedged Units</b>	<b>50,000</b>	<b>150,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>42.22</b>	<b>37.06</b>
<b>Hedged Units</b>	<b>27.68</b>	<b>23.85</b>

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	259,213	371,070
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	637,803	(757,653)
Net realized gain (loss) on derivatives	33,090	(121,184)
Net realized gain (loss) on foreign exchange	(73)	121
Net change in unrealized appreciation (depreciation) of investments	1,917,971	(9,899,766)
Net change in unrealized appreciation (depreciation) of derivatives	7,544	14,774
	2,855,548	(10,392,638)
Foreign exchange gain (loss) on cash	(390)	784
	2,855,158	(10,391,854)
<b>Expenses [note 7]</b>		
Management fees	69,849	158,852
HST expense	7,739	17,912
Transaction costs [note 3 and note 9]	2,622	5,286
Independent Review Committee fees	1,819	3,827
Interest expense	54	1
	82,083	185,878
Expenses waived by manager	(1,819)	(3,827)
	80,264	182,051
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>2,774,894</b>	<b>(10,573,905)</b>
<b>Withholding taxes</b>	<b>20,471</b>	<b>45,447</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,754,423</b>	<b>(10,619,352)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>2,443,634</b>	<b>(9,443,354)</b>
<b>Hedged Units</b>	<b>310,789</b>	<b>(1,175,998)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>5.18</b>	<b>(8.58)</b>
<b>Hedged Units</b>	<b>5.57</b>	<b>(7.46)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.

..... Director

..... Director

# First Trust AlphaDEX™ U.S. Industrials Sector Index ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)	June 30 2023 (\$) Hedged Units	June 30 2022 (\$) Hedged Units
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	20,385,539	46,519,992	3,577,188	4,413,672
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,443,634	(9,443,354)	310,789	(1,175,998)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	9,863,372	8,066,128	-	1,280,873
Reinvested distributions	-	-	-	-
Redemption of units	(13,649,085)	(18,522,075)	(2,500,626)	-
	(3,785,713)	(10,455,947)	(2,500,626)	1,280,873
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	(45,000)	(125,280)	(3,500)	(17,000)
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	(45,000)	(125,280)	(3,500)	(17,000)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(1,387,079)	(20,024,581)	(2,193,337)	87,875
<b>Net assets attributable to holders of redeemable units, end of period</b>	18,998,460	26,495,411	1,383,851	4,501,547
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			23,962,727	50,933,664
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			2,754,423	(10,619,352)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			9,863,372	9,347,001
Reinvested distributions			-	-
Redemption of units			(16,149,711)	(18,522,075)
			(6,286,339)	(9,175,074)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			(48,500)	(142,280)
Capital gains			-	-
Return of capital			-	-
			(48,500)	(142,280)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			(3,580,416)	(19,936,706)
<b>Net assets attributable to holders of redeemable units, end of period</b>			20,382,311	30,996,958

See accompanying notes which are an integral part of these financial statements.



# First Trust AlphaDEX™ U.S. Industrials Sector Index ETF

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,754,423	(10,619,352)
Adjustments for:		
Net realized (gain) loss on sale of investments	(637,803)	757,653
Change in unrealized (appreciation) depreciation of investments and derivatives	(1,925,515)	9,884,992
Dividends receivable	11,879	5,422
Other assets	(1,341)	(2,740)
Other liabilities	(7,537)	(12,772)
Purchases of investments	(18,439,246)	(30,475,588)
Proceeds from the sale of investments	24,756,022	39,762,548
	<b>6,510,882</b>	<b>9,300,163</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	9,863,372	9,347,001
Amount paid on redemptions of units	(16,149,711)	(18,522,075)
Distributions paid to unitholders	(228,295)	(120,825)
	<b>(6,514,634)</b>	<b>(9,295,899)</b>
<b>Increase (Decrease) in cash for the period</b>	<b>(3,752)</b>	<b>4,264</b>
<b>Cash, beginning of period</b>	<b>43,514</b>	<b>98,464</b>
<b>Cash, end of period</b>	<b>39,762</b>	<b>102,728</b>
Dividends received, net of withholding taxes	250,621	331,045

See accompanying notes which are an integral part of these financial statements.

First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust AlphaDEX™ U.S. Industrials Sector Index ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of the StrataQuant® Industrials Index (“Index”), net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the constituent securities of the applicable Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of such Index. The Index results from applying the AlphaDEX™ methodology to the Russell 1000® Index, a market index representing the large capitalization segment of the U.S. equity universe, and then selecting the constituent securities for the Index from those qualifying stocks included in the Industrials/Producer Durables Sector.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	20,368,012	–	–	20,368,012
Derivative liabilities*	–	(6,966)	–	(6,966)
<b>Total</b>	<b>20,368,012</b>	<b>(6,966)</b>	<b>–</b>	<b>20,361,046</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	23,890,378	–	–	23,890,378
Derivative assets*	–	18,693	–	18,693
Derivative liabilities*	–	(33,203)	–	(33,203)
<b>Total</b>	<b>23,890,378</b>	<b>(14,510)</b>	<b>–</b>	<b>23,875,868</b>

\* The derivative assets and derivative liabilities relate to the Hedged Units only.

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units	Hedged Units
Outstanding units – January 1, 2022	1,100,000	150,000
Redeemable units issued	300,000	50,000
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(850,000)	(50,000)
Outstanding units – December 31, 2022	550,000	150,000
Redeemable units issued	250,000	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(350,000)	(100,000)
Outstanding units – June 30, 2023	450,000	50,000

First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee	
Units	Hedged Units
0.70%	0.70%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
821,397	–	–	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
2,622	5,286

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
69,849	158,852	11,068	18,722

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
<b>Units</b>				
Russell 1000® Industrials Index	1,100,645	(1,100,645)	1,131,041	(1,131,041)
Russell 1000® Index	993,638	(993,638)	1,030,397	(1,030,397)
S&P 500® Industrials Index	1,080,262	(1,080,262)	1,200,536	(1,200,536)
<b>Hedged Units</b>				
Russell 1000® Industrials Index USD	1,117,970	(1,117,970)	1,218,505	(1,218,505)
Russell 1000® Index USD	1,098,607	(1,098,607)	1,176,570	(1,176,570)
S&P 500® Industrials Index USD	1,109,817	(1,109,817)	1,298,780	(1,298,780)

First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	19,019,356	93.31	20,591,320	85.93

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$190,194 (December 31, 2022 – \$205,913). A portion of this currency risk exposure has been hedged. Please refer to the Schedule of Portfolio Investments for more information. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Industrials	72.73	67.52
Materials	12.12	14.21
Information Technology	7.56	8.97
Financials	4.75	3.50
Consumer Discretionary	2.06	4.74
Utilities	0.71	0.76
Total	99.93	99.70

First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)**

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Consumer Discretionary—2.06%</b>				
Brunswick Corp.	2,306	246,028	264,674	1.30
Masco Corp.	731	50,067	55,567	0.27
Mohawk Industries Inc.	726	120,278	99,216	0.49
		<b>416,373</b>	<b>419,457</b>	<b>2.06</b>
<b>Financials—4.75%</b>				
American Express Co.	661	141,452	152,540	0.75
Capital One Financial Corp.	1,513	241,441	219,215	1.07
Fiserv Inc.	643	95,333	107,456	0.53
Global Payments Inc.	346	47,272	45,158	0.22
Synchrony Financial	6,502	303,698	292,171	1.43
Western Union Co. (The)	9,783	177,975	152,021	0.75
		<b>1,007,171</b>	<b>968,561</b>	<b>4.75</b>
<b>Industrials—72.73%</b>				
3M Co.	1,384	223,575	183,510	0.90
A. O. Smith Corp.	2,103	182,406	202,761	0.99
Acuity Brands Inc.	597	124,358	128,976	0.63
ADT Inc.	15,088	134,590	120,527	0.59
AECOM	862	87,383	96,710	0.47
AGCO Corp.	1,122	175,014	195,339	0.96
Air Lease Corp.	3,694	199,193	204,798	1.00
Allegion PLC	681	98,660	108,277	0.53
Allison Transmission Holdings Inc.	4,179	243,956	312,570	1.53
Armstrong World Industries Inc.	1,021	107,745	99,360	0.49
Axon Enterprise Inc.	841	195,157	217,386	1.07
Boeing Co. (The)	685	191,321	191,618	0.94
Builders FirstSource Inc.	2,130	226,915	383,754	1.88
BWX Technologies Inc.	1,730	139,807	164,025	0.80
C.H. Robinson Worldwide Inc.	732	94,783	91,493	0.45
Carlisle Cos. Inc.	483	134,923	164,142	0.81
Carrier Global Corp.	2,384	129,895	156,994	0.77
Caterpillar Inc.	477	145,988	155,480	0.76
Cintas Corp.	79	46,511	52,022	0.26
Core & Main Inc., Class 'A'	6,296	210,002	261,395	1.28
Crane Holdings Co.	1,869	145,641	139,743	0.69
CSX Corp.	2,429	100,279	109,728	0.54
Cummins Inc.	304	90,015	98,732	0.48
Curtiss-Wright Corp.	206	47,152	50,121	0.25
Deere & Co.	176	88,773	94,473	0.46
Donaldson Co. Inc.	2,226	161,779	184,335	0.90
Dover Corp.	239	40,876	46,748	0.23
ESAB Corp.	1,231	96,232	108,511	0.53
Expeditors International of Washington Inc.	991	145,683	159,023	0.78
FedEx Corp.	477	135,916	156,649	0.77
Flowserve Corp.	1,069	48,062	52,610	0.26
Fortive Corp.	533	47,071	52,795	0.26
FTI Consulting Inc.	737	191,874	185,700	0.91

**First Trust AlphaDEX™ U.S. Industrials Sector Index ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

General Dynamics Corp.	160	47,458	45,603	0.22
General Electric Co.	1,521	174,710	221,342	1.09
Graco Inc.	498	47,682	56,967	0.28
GXO Logistics Inc.	2,882	192,419	239,842	1.18
Hayward Holdings Inc.	9,307	148,703	158,433	0.78
HEICO Corp.	425	90,497	99,621	0.49
Howmet Aerospace Inc.	3,433	181,573	225,392	1.11
Huntington Ingalls Industries Inc.	527	140,079	158,897	0.78
IDEX Corp.	157	43,103	44,771	0.22
Illinois Tool Works Inc.	448	132,201	148,467	0.73
ITT Inc.	843	84,717	104,094	0.51
J.B. Hunt Transport Services Inc.	622	142,541	149,168	0.73
Jacobs Solutions Inc.	309	49,799	48,667	0.24
Kirby Corp.	1,043	94,452	106,323	0.52
Knight-Swift Transportation Holdings Inc.	3,342	226,579	245,982	1.21
L3Harris Technologies Inc.	185	47,497	47,979	0.24
Landstar System Inc.	1,055	232,612	269,096	1.32
Lincoln Electric Holdings Inc.	1,118	225,983	294,185	1.44
Lockheed Martin Corp.	77	46,862	46,961	0.23
ManpowerGroup Inc.	1,322	147,929	139,055	0.68
Mettler-Toledo International Inc.	48	91,990	83,404	0.41
Middleby Corp. (The)	744	142,885	145,703	0.72
MSC Industrial Direct Co. Inc., Class 'A'	1,731	197,678	218,491	1.07
Nordson Corp.	164	49,486	53,919	0.26
Norfolk Southern Corp.	343	99,935	103,037	0.51
Northrop Grumman Corp.	158	86,120	95,404	0.47
nVent Electric PLC	2,540	136,776	173,863	0.85
Old Dominion Freight Line Inc.	427	179,905	209,156	1.03
Otis Worldwide Corp.	862	90,875	101,644	0.50
Owens Corning	1,974	260,570	341,265	1.67
PACCAR Inc.	1,987	174,780	220,190	1.08
Parker Hannifin Corp.	433	178,527	223,733	1.10
Pentair PLC	1,316	93,792	112,622	0.55
Quanta Services Inc.	1,135	224,340	295,381	1.45
Raytheon Technologies Corp.	372	48,778	48,275	0.24
Regal Rexnord Corp.	775	137,207	158,006	0.78
Robert Half International Inc.	1,354	138,018	134,923	0.66
Rockwell Automation Inc.	372	138,844	162,355	0.80
Ryder System Inc.	2,119	215,023	238,018	1.17
Schneider National Inc.	7,068	230,386	268,915	1.32
Sensata Technologies Holding PLC	727	43,606	43,330	0.21
Snap-On Inc.	589	177,993	224,868	1.10
Spirit Aerosystems Holdings Inc., Class 'A'	5,476	227,903	211,754	1.04
Stanley Black & Decker Inc.	451	71,624	55,988	0.27
Teledyne Technologies Inc.	81	41,348	44,114	0.22
Textron Inc.	1,544	132,829	138,331	0.68
TopBuild Corp.	908	252,240	319,988	1.57
Toro Co. (The)	1,308	175,257	176,136	0.86
Trane Technologies PLC	791	174,179	200,417	0.98
TransDigm Group Inc.	197	191,668	233,357	1.15
United Parcel Service Inc., Class 'B'	375	92,805	89,048	0.44
United Rentals Inc.	478	203,189	282,022	1.38

First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
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For the period ended June 30, 2023 (unaudited)

Valmont Industries Inc.	456	149,974	175,819	0.86
Vontier Corp.	6,916	252,732	295,107	1.45
W.W. Grainger Inc.	274	209,575	286,244	1.40
Wabtec Corp.	360	41,836	52,303	0.26
Watsco Inc., Class 'A'	594	250,948	300,179	1.47
WESCO International Inc.	1,223	198,503	290,108	1.42
Willscot Mobile Mini Holdings Corp.	2,327	121,925	147,322	0.72
XPO Logistics Inc.	1,140	73,262	89,103	0.44
		<b>12,928,242</b>	<b>14,824,992</b>	<b>72.73</b>
<b>Information Technology—7.56%</b>				
Euronet Worldwide Inc.	1,300	184,635	202,132	0.99
Fair Isaac Corp.	155	132,526	166,160	0.82
FleetCor Technologies Inc.	345	101,346	114,753	0.56
Genpact Ltd.	787	43,274	39,170	0.19
Litellfuse Inc.	407	136,131	157,067	0.77
Mastercard Inc., Class 'A'	100	48,772	52,102	0.26
MKS Instruments Inc.	1,641	243,513	235,000	1.15
Shift4 Payments Inc., Class 'A'	2,494	191,254	224,370	1.10
Visa Inc., Class 'A'	323	96,967	101,616	0.50
WEX Inc.	1,028	234,346	247,951	1.22
		<b>1,412,764</b>	<b>1,540,321</b>	<b>7.56</b>
<b>Materials—12.12%</b>				
Amcor PLC	6,390	92,368	84,482	0.42
Axalta Coating Systems Ltd.	6,242	245,425	271,309	1.33
Ball Corp.	660	47,457	50,895	0.25
Berry Global Group Inc.	2,469	191,393	210,444	1.03
Crown Holdings Inc.	440	47,352	50,636	0.25
DuPont de Nemours Inc.	1,013	92,590	95,870	0.47
Eagle Materials Inc.	991	188,643	244,737	1.20
Graphic Packaging Holding Co.	7,418	212,213	236,143	1.16
Louisiana Pacific Corp.	3,488	271,871	346,462	1.70
Martin Marietta Materials Inc.	102	50,593	62,386	0.31
Packaging Corp. of America	1,048	180,253	183,483	0.90
PPG Industries Inc.	544	97,305	106,874	0.52
Silgan Holdings Inc.	1,355	76,781	84,169	0.41
Sonoco Products Co.	1,788	146,655	139,798	0.69
Vulcan Materials Co.	212	51,355	63,314	0.31
WestRock Co.	6,205	290,437	238,958	1.17
		<b>2,282,691</b>	<b>2,469,960</b>	<b>12.12</b>
<b>Utilities—0.71%</b>				
MDU Resources Group Inc.	5,217	180,271	144,721	0.71
		<b>180,271</b>	<b>144,721</b>	<b>0.71</b>
<b>Total investments</b>				
		<b>18,227,512</b>	<b>20,368,012</b>	<b>99.93</b>
Transaction costs		(1,290)		
Unrealized depreciation on derivatives - see Schedule 1			(6,966)	(0.03)
Other assets, less liabilities			21,265	0.10
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>18,226,222</b>	<b>20,382,311</b>	<b>100.00</b>

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First Trust AlphaDEX™ U.S. Industrials Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

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Schedule 1

Counterparty	Credit		Settlement Date	Currency	Amount		Currency	Amount Bought	Forward Rate	Current Rate	Appreciation (Depreciation)
	Rating of Counterparty*	Sell			Sold	Buy					
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	1,028,531	CAD	1,355,000	0.759	0.755	(6,966)		
									<b>(6,966)</b>		

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide



# First Trust AlphaDEX™ U.S. Technology Sector Index ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	33,157,496	32,842,152
Cash	35,188	47,112
Accrued dividend receivable	8,341	13,234
Receivable for portfolio securities sold	-	17,040
Derivative assets	-	22,909
Other assets	12,683	10,493
	33,213,708	32,952,940
<b>Liabilities</b>		
Accrued liabilities	20,892	25,290
Payable for portfolio securities purchased	-	1,463
Distributions payable to holders of redeemable units	-	-
Derivative liabilities	20,569	44,383
	41,461	71,136
<b>Total net assets attributable to holders of redeemable units</b>	<b>33,172,247</b>	<b>32,881,804</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>29,035,762</b>	<b>29,565,685</b>
<b>Hedged Units</b>	<b>4,136,485</b>	<b>3,316,119</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>400,000</b>	<b>500,000</b>
<b>Hedged Units</b>	<b>100,000</b>	<b>100,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>72.59</b>	<b>59.13</b>
<b>Hedged Units</b>	<b>41.36</b>	<b>33.16</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	133,845	234,009
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	(1,068,763)	(2,770,352)
Net realized gain (loss) on derivatives	57,143	(137,460)
Net realized gain (loss) on foreign exchange	(142)	4,229
Net change in unrealized appreciation (depreciation) of investments	7,556,778	(16,457,345)
Net change in unrealized appreciation (depreciation) of derivatives	905	5,087
	6,679,766	(19,121,832)
Foreign exchange gain (loss) on cash	170	616
	6,679,936	(19,121,216)
<b>Expenses [note 7]</b>		
Management fees	119,901	203,721
HST expense	13,397	20,810
Transaction costs [note 3 and note 9]	6,039	10,931
Independent Review Committee fees	3,126	4,919
Interest expense	44	21
	142,507	240,402
Expenses waived by manager	(3,126)	(4,919)
	139,381	235,483
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>6,540,555</b>	<b>(19,356,699)</b>
<b>Withholding taxes</b>	<b>19,586</b>	<b>33,668</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>6,520,969</b>	<b>(19,390,367)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>5,700,603</b>	<b>(16,731,641)</b>
<b>Hedged Units</b>	<b>820,366</b>	<b>(2,658,726)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>12.15</b>	<b>(21.96)</b>
<b>Hedged Units</b>	<b>8.20</b>	<b>(13.75)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust AlphaDEX™ U.S. Technology Sector Index ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)	June 30 2023 (\$) Hedged Units	June 30 2022 (\$) Hedged Units
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	29,565,685	59,747,512	3,316,119	9,723,047
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	5,700,603	(16,731,641)	820,366	(2,658,726)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units	-	3,486,610	-	-
Reinvested distributions	-	-	-	-
Redemption of units	(6,230,526)	(3,142,818)	-	(1,917,779)
	(6,230,526)	343,792	-	(1,917,779)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income	-	-	-	-
Capital gains	-	-	-	-
Return of capital	-	-	-	-
	-	-	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(529,923)	(16,387,849)	820,366	(4,576,505)
<b>Net assets attributable to holders of redeemable units, end of period</b>	29,035,762	43,359,663	4,136,485	5,146,542
			<b>June 30 2023 (\$) Total</b>	<b>June 30 2022 (\$) Total</b>
<b>Net assets attributable to holders of redeemable units, beginning of period</b>			32,881,804	69,470,559
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>			6,520,969	(19,390,367)
<b>Redeemable unit transactions [note 6]</b>				
Proceeds from issuance of units			-	3,486,610
Reinvested distributions			-	-
Redemption of units			(6,230,526)	(5,060,597)
			(6,230,526)	(1,573,987)
<b>Distributions to holders of redeemable units from:</b>				
Net investment income			-	-
Capital gains			-	-
Return of capital			-	-
			-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>			290,443	(20,964,354)
<b>Net assets attributable to holders of redeemable units, end of period</b>			33,172,247	48,506,205

See accompanying notes which are an integral part of these financial statements.

# First Trust AlphaDEX™ U.S. Technology Sector Index ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	6,520,969	(19,390,367)
Adjustments for:		
Net realized (gain) loss on sale of investments	1,068,763	2,770,352
Change in unrealized (appreciation) depreciation of investments and derivatives	(7,557,683)	16,452,258
Dividends receivable	4,893	(38,758)
Other assets	(2,190)	(5,674)
Other liabilities	(4,398)	(16,037)
Purchases of investments	(16,607,479)	(34,364,507)
Proceeds from the sale of investments	22,795,727	36,151,155
	6,218,602	1,558,422
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	3,486,610
Amount paid on redemptions of units	(6,230,526)	(5,060,597)
Distributions paid to unitholders	-	(731,460)
	(6,230,526)	(2,305,447)
<b>Increase (Decrease) in cash for the period</b>	(11,924)	(747,025)
<b>Cash, beginning of period</b>	47,112	789,561
<b>Cash, end of period</b>	35,188	42,536
Dividends received, net of withholding taxes	119,152	161,583

See accompanying notes which are an integral part of these financial statements

**First Trust AlphaDEX™ U.S. Technology Sector Index ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust AlphaDEX™ U.S. Technology Sector Index ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of the StrataQuant® Technology Index (“Index”), net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the constituent securities of the applicable Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of such Index. The Index results from applying the AlphaDEX™ methodology to the Russell 1000® Index, a market index representing the large capitalization segment of the U.S. equity universe, and then selecting the constituent securities for the Index from those qualifying stocks included in the Technology Sector.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	33,157,496	–	–	33,157,496
Derivative liabilities*	–	(20,569)	–	(20,569)
<b>Total</b>	<b>33,157,496</b>	<b>(20,569)</b>	<b>–</b>	<b>33,136,927</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	32,842,152	–	–	32,842,152
Derivative assets*	–	22,909	–	22,909
Derivative liabilities*	–	(44,383)	–	(44,383)
<b>Total</b>	<b>32,842,152</b>	<b>(21,474)</b>	<b>–</b>	<b>32,820,678</b>

\* The derivative assets and derivative liabilities relate to the Hedged Units only.

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units	Hedged Units
Outstanding units – January 1, 2022	750,000	200,000
Redeemable units issued	50,000	100,000
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(300,000)	(200,000)
Outstanding units – December 31, 2022	500,000	100,000
Redeemable units issued	–	–
Redeemable units issued on reinvestments	–	–
Redeemable units redeemed	(100,000)	–
Outstanding units – June 30, 2023	400,000	100,000

First Trust AlphaDEX™ U.S. Technology Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below are the current annual management fees charged to the First Trust ETF:

Annual Management Fee	
Units	Hedged Units
0.70%	0.70%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
2,239,383	–	61,741	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
6,039	10,931

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
119,901	203,721	18,488	29,374

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
<b>Units</b>				
Russell 1000® Technology Index	1,408,162	(1,408,162)	1,423,782	(1,423,782)
Russell 1000® Index	1,783,008	(1,783,008)	1,765,753	(1,765,753)
S&P 500® Information Technology Index	1,502,703	(1,502,703)	1,487,902	(1,487,902)
<b>Hedged Units</b>				
Russell 1000® Technology Index USD	1,452,944	(1,452,944)	1,519,139	(1,519,139)
Russell 1000® Index USD	1,932,283	(1,932,283)	1,938,382	(1,938,382)
S&P 500® Information Technology Index USD	1,544,168	(1,544,168)	1,586,547	(1,586,547)

First Trust AlphaDEX™ U.S. Technology Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	29,157,557	87.90	29,655,476	90.19

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$291,576 (December 31, 2022 - \$296,555). A portion of this currency risk exposure has been hedged. Please refer to the Schedule of Portfolio Investments for more information. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Information Technology	92.51	94.42
Communication Services	3.95	3.77
Financials	2.78	–
Industrials	0.72	1.26
Health Care	–	0.43
Total	99.96	99.88

First Trust AlphaDEX™ U.S. Technology Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)**

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Communication Services—3.95%</b>				
Alphabet Inc., Class 'A'	1,473	211,043	233,578	0.70
DoorDash Inc., Class 'A'	3,607	295,833	365,163	1.10
GoDaddy Inc., Class 'A'	983	102,804	97,837	0.30
Meta Platforms Inc., Class 'A'	1,082	232,332	411,351	1.24
Pinterest Inc., Class 'A'	5,604	157,693	202,969	0.61
		<b>999,705</b>	<b>1,310,898</b>	<b>3.95</b>
<b>Financials—2.78%</b>				
Vertiv Holdings Co.	28,105	447,647	922,239	2.78
		<b>447,647</b>	<b>922,239</b>	<b>2.78</b>
<b>Industrials—0.72%</b>				
KBR Inc.	2,776	175,719	239,258	0.72
		<b>175,719</b>	<b>239,258</b>	<b>0.72</b>
<b>Information Technology—92.51%</b>				
Adobe Inc.	397	192,303	257,172	0.77
Advanced Micro Devices Inc.	4,104	506,983	619,303	1.87
Akamai Technologies Inc.	2,928	375,566	348,594	1.05
Allegro Microsystems Inc.	8,381	328,131	501,177	1.51
Alteryx Inc., Class 'A'	2,597	215,979	156,193	0.47
Amdocs Ltd.	2,387	244,829	312,581	0.94
Amphenol Corp., Class 'A'	2,805	266,075	315,668	0.95
Analog Devices Inc.	2,039	437,911	526,214	1.59
ANSYS Inc.	689	257,959	301,455	0.91
Apple Inc.	463	102,141	118,973	0.36
Applied Materials Inc.	2,488	362,294	476,401	1.44
Arrow Electronics Inc.	3,221	452,559	611,165	1.84
Autodesk Inc.	367	104,288	99,478	0.30
Avnet Inc.	8,898	477,766	594,686	1.79
Bentley Systems Inc., Class 'B'	5,333	252,286	383,129	1.15
Black Knight Inc.	3,983	360,189	315,164	0.95
Broadcom Inc.	476	365,404	546,985	1.65
CACI International Inc., Class 'A'	774	265,240	349,482	1.05
Cadence Design Systems Inc.	1,455	350,542	452,040	1.36
CDW Corp.	2,064	474,326	501,741	1.51
Ceridian HCM Holding Inc.	4,175	366,015	370,400	1.12
Cirrus Logic Inc.	2,096	216,182	224,939	0.68
CloudFlare Inc., Class 'A'	1,239	96,202	107,296	0.32
Cognizant Technology Solutions Corp., Class 'A'	6,601	613,443	570,852	1.72
Coherent Corp.	4,013	236,680	271,021	0.82
Concentrix Corp.	2,515	476,774	269,038	0.81
Corning Inc.	6,498	323,404	301,632	0.91
Dell Technologies Inc., Class 'C'	3,801	273,960	272,464	0.82
Dolby Laboratories Inc., Class 'A'	895	107,831	99,215	0.30
DoubleVerify Holdings Inc.	10,138	403,294	522,708	1.58
Dropbox Inc.	7,069	205,297	249,755	0.75
Dun & Bradstreet Holdings Inc.	13,018	310,522	199,532	0.60

**First Trust AlphaDEX™ U.S. Technology Sector Index ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

DXC Technology Co.	15,735	673,866	556,977	1.68
Dynatrace Inc.	3,613	191,769	246,352	0.74
Entergris Inc.	932	95,258	136,826	0.41
F5 Inc.	525	107,232	101,723	0.31
Fortinet Inc.	4,599	403,605	460,534	1.39
Gartner Inc.	235	81,169	109,057	0.33
Gen Digital Inc.	4,453	150,260	109,429	0.33
GlobalFoundries Inc.	5,572	400,869	476,698	1.44
Hewlett Packard Enterprise Co.	19,188	369,393	427,044	1.29
HP Inc.	2,604	116,857	105,939	0.32
HubSpot Inc.	713	358,602	502,584	1.51
Intel Corp.	12,311	742,643	545,373	1.64
International Business Machines Corp.	583	106,838	103,345	0.31
Intuit Inc.	343	213,804	208,197	0.63
Jabil Inc.	4,562	329,355	652,276	1.97
KLA Corp.	766	329,749	492,178	1.48
Lam Research Corp.	759	478,508	646,386	1.95
Lattice Semiconductor Corp.	4,211	318,468	535,929	1.62
Leidos Holdings Inc.	1,660	210,216	194,575	0.59
Manhattan Associates Inc.	1,480	294,198	391,891	1.18
Microchip Technology Inc.	4,801	470,985	569,804	1.72
Micron Technology Inc.	5,066	440,873	423,543	1.28
Microsoft Corp.	530	203,012	239,099	0.72
MongoDB Inc.	328	94,339	178,583	0.54
Monolithic Power Systems Inc.	804	508,142	575,398	1.73
National Instruments Corp.	7,674	460,453	583,536	1.76
NCR Corp.	6,479	255,579	216,293	0.65
New Relic Inc.	5,342	498,794	463,107	1.40
Nutanix Inc., Class 'A'	5,880	195,228	218,496	0.66
NVIDIA Corp.	825	229,401	462,326	1.39
Okta Inc.	2,658	252,849	244,194	0.74
ON Semiconductor Corp.	4,886	348,073	612,191	1.85
Oracle Corp.	3,290	377,672	519,045	1.56
Palantir Technologies Inc.	9,043	97,576	183,649	0.55
Palo Alto Networks Inc.	1,530	400,357	517,885	1.56
Pegasystems Inc.	4,729	298,612	308,852	0.93
Procure Technologies Inc.	4,880	366,909	420,663	1.27
PTC Inc.	1,192	174,814	224,706	0.68
Qorvo Inc.	2,257	410,232	305,066	0.92
QUALCOMM Inc.	1,198	198,567	188,922	0.57
Salesforce Inc.	1,530	371,480	428,196	1.29
Science Applications International Corp.	711	84,205	105,945	0.32
ServiceNow Inc.	329	207,090	244,931	0.74
Skyworks Solutions Inc.	2,591	471,820	379,935	1.15
Smartsheet Inc., Class 'A'	6,395	335,797	324,130	0.98
Splunk Inc.	1,594	184,808	224,025	0.67
SS&C Technologies Holdings Inc.	4,060	360,642	325,936	0.98
Synopsys Inc.	791	361,019	456,256	1.38
TD SYNNEX Corp.	3,158	416,267	393,255	1.19
Teradata Corp.	1,897	87,480	134,222	0.40



First Trust AlphaDEX™ U.S. Technology Sector Index ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

Teradyne Inc.	711	108,741	104,861	0.32
Texas Instruments Inc.	822	188,311	196,032	0.59
Toast Inc., Class 'A'	4,305	107,291	128,718	0.39
Twilio Inc.	1,147	78,542	96,670	0.29
UiPath Inc., Class 'A'	13,055	290,192	286,572	0.86
Universal Display Corp.	1,478	231,054	282,204	0.85
VMware Inc., Class 'A'	612	101,228	116,496	0.35
Western Digital Corp.	2,029	138,064	101,953	0.31
Wix.com Ltd.	3,063	376,494	317,475	0.96
Workday Inc., Class 'A'	1,110	259,365	332,165	1.00
		<b>27,037,391</b>	<b>30,685,101</b>	<b>92.51</b>

<b>Total investments</b>		<b>28,660,462</b>	<b>33,157,496</b>	<b>99.96</b>
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Transaction costs		(4,482)		
Unrealized depreciation on derivatives - see Schedule 1			(20,569)	(0.06)
Other assets, less liabilities			35,320	0.10
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>28,655,980</b>	<b>33,172,247</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency	Amount		Currency	Amount	Forward Rate	Current Rate	Appreciation (Depreciation) \$
				Sell	Sold					
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	3,037,013		CAD	4,001,000	0.759	0.755	(20,569)
										(20,569)

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Cloud Computing ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	2,659,502	2,062,736
Cash	531	1,661
Other assets	96	79
	2,660,129	2,064,476
<b>Liabilities</b>		
Accrued liabilities	374	315
	374	315
<b>Total net assets attributable to holders of redeemable units</b>	<b>2,659,755</b>	<b>2,064,161</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>2,659,755</b>	<b>2,064,161</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>150,000</b>	<b>150,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>17.73</b>	<b>13.76</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	-	3,828
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on sale of investments	(236)	(307,575)
Net realized gain (loss) on foreign exchange	-	(30)
Net change in unrealized appreciation (depreciation) of investments	597,785	(1,126,165)
	597,549	(1,429,942)
Foreign exchange gain (loss) on cash	(5)	14
	597,544	(1,429,928)
<b>Expenses [note 7]</b>		
Management fees	1,741	2,211
Independent Review Committee fees	212	248
HST expense	209	210
Transaction costs [note 3 and note 9]	-	4
Interest expense	-	2
	2,162	2,675
Expenses waived by manager	(212)	(248)
	1,950	2,427
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>595,594</b>	<b>(1,432,929)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>595,594</b>	<b>(1,432,929)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>3.97</b>	<b>(9.04)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Cloud Computing ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	2,064,161	4,475,026
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	595,594	(1,432,929)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	-	1,242,209
Reinvested distributions	-	-
Redemption of units	-	(2,155,674)
	-	(913,465)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	(32,300)
Capital gains	-	-
Return of capital	-	-
	-	(32,300)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	595,594	(2,378,694)
<b>Net assets attributable to holders of redeemable units, end of period</b>	2,659,755	2,096,332

See accompanying notes which are an integral part of these financial statements.

# First Trust Cloud Computing ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	595,594	(1,432,929)
Adjustments for:		
Net realized (gain) loss on sale of investments	236	307,575
Change in unrealized (appreciation) depreciation of investments	(597,785)	1,126,165
Other assets	(17)	(78)
Other liabilities	59	(335)
Purchases of investments	-	(1,241,470)
Proceeds from the sale of investments	783	2,187,129
	(1,130)	946,057
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	1,242,209
Amount paid on redemptions of units	-	(2,155,674)
Distributions paid to unitholders	-	(64,281)
	-	(977,746)
<b>Increase (Decrease) in cash for the period</b>	(1,130)	(31,689)
<b>Cash, beginning of period</b>	1,661	44,286
<b>Cash, end of period</b>	531	12,597
Dividends received, net of withholding taxes	-	3,254

See accompanying notes which are an integral part of these financial statements

# First Trust Cloud Computing ETF

## Notes to Financial Statements - Specific Information

### For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Cloud Computing ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an index of U.S. companies involved in the cloud computing industry, initially the ISE CTA Cloud Computing Index™.

The ISE CTA Cloud Computing Index™ is a modified equal weighted index designed to track the performance of companies involved in the cloud computing industry. To be included in the index, a security must be classified as a Cloud Computing company by the Consumer Technology Association.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	2,659,502	–	–	2,659,502
<b>Total</b>	<b>2,659,502</b>	<b>–</b>	<b>–</b>	<b>2,659,502</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	2,062,736	–	–	2,062,736
<b>Total</b>	<b>2,062,736</b>	<b>–</b>	<b>–</b>	<b>2,062,736</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	190,000
Redeemable units issued	70,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(110,000)
Outstanding units – December 31, 2022	150,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units – June 30, 2023	150,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.60% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.75% per annum of NAV of the First Trust ETF plus applicable taxes.

First Trust Cloud Computing ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
79,850	7,961	12,118	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
-	4

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
1,741	2,211	325	284

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 17, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index	169,825	(169,825)	130,249	(130,249)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	2,659,599	99.99	2,063,406	99.96

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$26,596 (December 31, 2022 - \$20,634). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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First Trust Cloud Computing ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

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**Concentration Risk** – The table below summarizes the First Trust ETF’s concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.99	99.93
Total	99.99	99.93

First Trust Cloud Computing ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.99%</b>				
First Trust Cloud Computing ETF	26,436	3,368,115	2,659,502	99.99
		<b>3,368,115</b>	<b>2,659,502</b>	<b>99.99</b>
<b>Total investments</b>		<b>3,368,115</b>	<b>2,659,502</b>	<b>99.99</b>
Other assets, less liabilities			253	0.01
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>3,368,115</b>	<b>2,659,755</b>	<b>100.00</b>



# First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	13,225,145	11,676,935
Cash	154,146	109,480
Receivable for portfolio securities sold	-	134,895
Derivative assets	-	73,274
Other assets	959	444
	13,380,250	11,995,028
<b>Liabilities</b>		
Accrued liabilities	1,831	1,636
Distributions payable to holders of redeemable units	115,000	148,846
Derivative liabilities	66,787	94,388
	183,618	244,870
<b>Total net assets attributable to holders of redeemable units</b>	<b>13,196,632</b>	<b>11,750,158</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Units</b>	<b>13,196,632</b>	<b>11,750,158</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>460,000</b>	<b>380,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>28.69</b>	<b>30.92</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	294,431	84,692
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on sale of investments	76,431	80,533
Net realized gain (loss) on derivatives	257,392	(113,060)
Net realized gain (loss) on foreign exchange	170	(469)
Net change in unrealized appreciation (depreciation) of investments	(1,391,161)	(118,455)
Net change in unrealized appreciation (depreciation) of derivatives	(45,672)	(1,995)
	(808,409)	(68,754)
Foreign exchange gain (loss) on cash	722	62
	(807,687)	(68,692)
<b>Expenses [note 7]</b>		
Management fees	10,148	4,190
Independent Review Committee fees	1,235	475
HST expense	804	326
Transaction costs [note 3 and note 9]	307	115
Interest expense	35	4
	12,529	5,110
Expenses waived by manager	(1,235)	(475)
	11,294	4,635
<b>Increase (decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>(818,981)</b>	<b>(73,327)</b>
<b>Withholding taxes</b>	<b>44,306</b>	<b>12,420</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>(863,287)</b>	<b>(85,747)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>(863,287)</b>	<b>(85,747)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>(1.90)</b>	<b>(0.49)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

## First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)

### STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	11,750,158	4,892,198
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	(863,287)	(85,747)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	4,056,313	2,210,763
Reinvested distributions	-	-
Redemption of units	(1,511,552)	(612,216)
	2,544,761	1,598,547
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(235,000)	(89,600)
Capital gains	-	-
Return of capital	-	-
	(235,000)	(89,600)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	1,446,474	1,423,200
<b>Net assets attributable to holders of redeemable units, end of period</b>	13,196,632	6,315,398

See accompanying notes which are an integral part of these financial statements.

# First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	(863,287)	(85,747)
Adjustments for:		
Net realized (gain) loss on sale of investments	(76,431)	(80,533)
Change in unrealized (appreciation) depreciation of investments and derivatives	1,436,833	120,450
Other assets	(515)	(218)
Other liabilities	195	199
Purchases of investments	(4,744,049)	(2,357,427)
Proceeds from the sale of investments	2,016,005	902,049
	(2,231,249)	(1,501,227)
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	4,056,313	2,210,763
Amount paid on redemptions of units	(1,511,552)	(612,216)
Distributions paid to unitholders	(268,846)	(102,864)
	2,275,915	1,495,683
<b>Increase (Decrease) in cash for the period</b>	44,666	(5,544)
<b>Cash, beginning of period</b>	109,480	56,346
<b>Cash, end of period</b>	154,146	50,802
Dividends received, net of withholding taxes	250,125	72,272

See accompanying notes which are an integral part of these financial statements

**First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)** (the “First Trust ETF”) to replicate, to the extent possible, the performance of an index of U.S. companies that have shown dividend consistency and dividend sustainability, initially the Morningstar® Dividend Leaders Index<sup>SM</sup>.

The Morningstar® Dividend Leaders Index<sup>SM</sup> consist of stocks listed on one of the three major exchanges, NYSE, NYSE Amex or Nasdaq, that have shown dividend consistency and dividend sustainability. Real Estate Investment Trusts (REITs) are not included.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	13,225,145	–	–	13,225,145
Derivative liabilities	–	(66,787)	–	(66,787)
<b>Total</b>	<b>13,225,145</b>	<b>(66,787)</b>	<b>–</b>	<b>13,158,358</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	11,676,935	–	–	11,676,935
Derivative assets	–	73,274	–	73,274
Derivative liabilities	–	(94,388)	–	(94,388)
<b>Total</b>	<b>11,676,935</b>	<b>(21,114)</b>	<b>–</b>	<b>11,655,821</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of either reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	160,000
Redeemable units issued	250,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(30,000)
<b>Outstanding units – December 31, 2022</b>	<b>380,000</b>
Redeemable units issued	130,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(50,000)
<b>Outstanding units – June 30, 2023</b>	<b>460,000</b>

First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.30% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.45% per annum of NAV of the First Trust ETF plus applicable taxes.

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
189,749	–	–	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
307	115

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
10,148	4,190	1,621	784

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

Effective February 12, 2021, the First Trust ETF is fully invested in the Underlying Fund (see Note A: Investment Objective (Note 1)).

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index (CAD Hedged)	562,836	(562,836)	434,168	(434,168)

First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	203,372	1.54	103,212	0.88

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$2,034 (December 31, 2022 - \$1,032). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the June 30, 2023 and December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	100.22	99.38
Total	100.22	99.38

First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—100.22%</b>				
First Trust Morningstar Dividend Leaders Index Fund	293,535	13,716,886	13,225,145	100.22
		<b>13,716,886</b>	<b>13,225,145</b>	<b>100.22</b>
<b>Total investments</b>				
		<b>13,716,886</b>	<b>13,225,145</b>	<b>100.22</b>
Transaction costs		(585)		
Unrealized depreciation on derivatives - see Schedule 1			(66,787)	(0.51)
Other assets, less liabilities			38,274	0.29
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>13,716,301</b>	<b>13,196,632</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit		Settlement Date	Currency	Amount Sell	Amount Sold	Currency	Amount Buy	Amount Bought	Forward Rate	Current Rate	Appreciation (Depreciation) \$
	Rating of Counterparty*											
Bank of New York Mellon (The), New York	A-1+		2023-07-31	USD	9,860,993		CAD	12,991,000		0.759	0.755	(66,787)
												(66,787)

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Indxx Innovative Transaction and Process ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	1,924,446	1,973,606
Cash	8,928	8,379
Receivable for portfolio securities sold	-	16,990
Other assets	269	194
	1,933,643	1,999,169
<b>Liabilities</b>		
Accrued liabilities	291	293
Distributions payable to holders of redeemable units	3,750	23,910
	4,041	24,203
<b>Total net assets attributable to holders of redeemable units</b>	<b>1,929,602</b>	<b>1,974,966</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units per class</b>		
<b>Units</b>	<b>1,929,602</b>	<b>1,974,966</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>75,000</b>	<b>85,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>25.73</b>	<b>23.23</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	30,188	35,677
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on investments	51,469	26,863
Change in unrealized appreciation (depreciation) of foreign exchange	(63)	(3)
Change in unrealized appreciation (depreciation) of investments	144,982	(615,648)
	226,576	(553,111)
Foreign exchange gain (loss) on cash	51	34
	226,627	(553,077)
<b>Expenses [note 7]</b>		
Management fees	1,577	1,932
Independent Review Committee fees	192	218
HST expense	130	157
Transaction costs [note 3 and note 9]	3	6
	1,902	2,313
Expenses waived by manager	(192)	(218)
	1,710	2,095
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>224,917</b>	<b>(555,172)</b>
<b>Withholding taxes</b>	<b>4,526</b>	<b>3,848</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>220,391</b>	<b>(559,020)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>220,391</b>	<b>(559,020)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>2.61</b>	<b>(5.46)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director



# First Trust Indxx Innovative Transaction and Process ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	1,974,966	2,924,176
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	220,391	(559,020)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from redeemable units issued	-	-
Reinvested distributions	-	-
Redemption of redeemable units	(257,755)	(231,693)
	(257,755)	(231,693)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(8,000)	(34,000)
Capital gains	-	-
Return of capital	-	-
	(8,000)	(34,000)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(45,364)	(824,713)
<b>Net assets attributable to holders of redeemable units, end of period</b>	1,929,602	2,099,463

See accompanying notes which are an integral part of these financial statements.

# First Trust Indxx Innovative Transaction and Process ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	220,391	(559,020)
Adjustments for:		
Net realized (gain) loss on investments	(51,469)	(26,863)
Change in unrealized (appreciation) depreciation of investments	(144,982)	615,648
Other assets	(75)	(93)
Other liabilities	(2)	(117)
Purchases of investments	(12,053)	(7,487)
Proceeds from the sale of investments	274,654	247,573
	286,464	269,641
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	-
Amount paid on redemptions of units	(257,755)	(231,693)
Distributions paid to unitholders	(28,160)	(39,826)
	(285,915)	(271,519)
<b>Increase (Decrease) in cash for the period</b>	549	(1,878)
<b>Cash, beginning of period</b>	8,379	26,730
<b>Cash, end of period</b>	8,928	24,852
Dividends received, net of withholding taxes	25,662	31,829

See accompanying notes which are an integral part of these financial statements

**First Trust Indxx Innovative Transaction and Process ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Indxx Innovative Transaction and Process ETF** (the “First Trust ETF”) seeks to replicate, to the extent possible, the performance of an innovative transaction and process index. The First Trust ETF will obtain exposure to the Indxx Blockchain Index (the “Index”) by investing in the First Trust Indxx Innovative Transaction & Process ETF (the “Underlying Fund”), a U.S.-listed index exchange traded fund which itself seeks to replicate or substantially replicate the performance of the Index.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	1,924,446	–	–	1,924,446
<b>Total</b>	<b>1,924,446</b>	<b>–</b>	<b>–</b>	<b>1,924,446</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	1,973,606	–	–	1,973,606
<b>Total</b>	<b>1,973,606</b>	<b>–</b>	<b>–</b>	<b>1,973,606</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	105,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(20,000)
Outstanding units – December 31, 2022	85,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(10,000)
Outstanding units – June 30, 2023	75,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.15%

<sup>1</sup> The First Trust ETF will bear the Underlying Fund's management fee of 0.65% per annum on average daily net assets on the First Trust ETF's portfolio assets invested in the Underlying Fund. Accordingly, the management fee cost to unitholders of their investment will be 0.80% per annum of NAV of the First Trust ETF plus applicable taxes.

First Trust Indxx Innovative Transaction and Process ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – There are no net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021.

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
3	6

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
1,577	1,932	258	269

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Index	72,167	(72,167)	76,135	(76,135)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	1,928,445	99.94	1,997,912	101.16

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$19,284 (December 31, 2022 - \$19,979). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Exchange-Traded Fund	99.73	99.93
Total	99.73	99.93

First Trust Indxx Innovative Transaction and Process ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Exchange Traded Fund—99.73%</b>				
First Trust Indxx Innovative Transaction & Process ETF	37,791	1,559,198	1,924,446	99.73
		<b>1,559,198</b>	<b>1,924,446</b>	<b>99.73</b>
<b>Total investments</b>		<b>1,559,198</b>	<b>1,924,446</b>	<b>99.73</b>
Transaction costs		(411)		
Other assets, less liabilities			5,156	0.27
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>1,558,787</b>	<b>1,929,602</b>	<b>100.00</b>

# First Trust International Capital Strength ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	7,151,175	6,824,776
Cash	15,877	24,428
Accrued dividend receivable	30,396	15,327
Receivable for portfolio securities sold	146,064	-
Other assets	5,825	4,232
	<b>7,349,337</b>	<b>6,868,763</b>
<b>Liabilities</b>		
Accrued liabilities	4,714	4,696
Payable for portfolio securities purchased	71,132	-
Distributions payable to holders of redeemable units	75,000	35,640
	<b>150,846</b>	<b>40,336</b>
<b>Total net assets attributable to holders of redeemable units</b>	<b>7,198,491</b>	<b>6,828,427</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units per class</b>		
<b>Units</b>	<b>7,198,491</b>	<b>6,828,427</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>300,000</b>	<b>300,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>23.99</b>	<b>22.76</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	177,226	190,288
Interest income for distribution purposes	1	-
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on investments	53,287	(152,516)
Change in unrealized appreciation (depreciation) of foreign exchange	(1,129)	(423)
Change in unrealized appreciation (depreciation) of investments	297,384	(1,956,998)
	<b>526,769</b>	<b>(1,919,649)</b>
Foreign exchange gain (loss) on cash	(255)	(328)
	<b>526,514</b>	<b>(1,919,977)</b>
<b>Expenses [note 7]</b>		
Management fees	25,140	29,372
Transaction costs [note 3 and note 9]	3,393	4,796
HST expense	1,675	1,731
Independent Review Committee fees	655	710
Interest expense	-	1
	<b>30,863</b>	<b>36,610</b>
Expenses waived by manager	(655)	(710)
	<b>30,208</b>	<b>35,900</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>496,306</b>	<b>(1,955,877)</b>
<b>Withholding taxes</b>	<b>21,242</b>	<b>18,730</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>475,064</b>	<b>(1,974,607)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>475,064</b>	<b>(1,974,607)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>1.58</b>	<b>(5.65)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust International Capital Strength ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	6,828,427	9,477,497
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	475,064	(1,974,607)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from redeemable units issued	-	-
Reinvested distributions	-	-
Redemption of redeemable units	-	-
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(105,000)	(7,000)
Capital gains	-	-
Return of capital	-	-
	(105,000)	(7,000)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	370,064	(1,981,607)
<b>Net assets attributable to holders of redeemable units, end of period</b>	7,198,491	7,495,890

See accompanying notes which are an integral part of these financial statements.

# First Trust International Capital Strength ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	475,064	(1,974,607)
Adjustments for:		
Net realized (gain) loss on investments	(53,287)	152,516
Change in unrealized (appreciation) depreciation of investments	(297,384)	1,956,998
Dividends receivable	(15,069)	(22,001)
Other assets	(1,593)	(2,087)
Other liabilities	18	(1,221)
Purchases of investments	(1,913,009)	(1,542,274)
Proceeds from the sale of investments	1,862,349	1,459,506
	57,089	26,830
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	-
Amount paid on redemptions of units	-	-
Distributions paid to unitholders	(65,640)	-
	(65,640)	-
<b>Increase (Decrease) in cash for the period</b>	(8,551)	26,830
<b>Cash, beginning of period</b>	24,428	37,412
<b>Cash, end of period</b>	15,877	64,242
Interest received	1	-
Dividends received, net of withholding taxes	140,915	149,557

See accompanying notes which are an integral part of these financial statements



**First Trust International Capital Strength ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust International Capital Strength ETF** (the “First Trust ETF”) seeks to provide Unitholders with long term capital appreciation by investing primarily in equity securities of developed market companies, excluding the U.S. and Canada, that are traded on global exchanges, with a focus on fundamental strength and growth.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Equities	7,151,175	–	–	7,151,175
<b>Total</b>	<b>7,151,175</b>	<b>–</b>	<b>–</b>	<b>7,151,175</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Equities	6,824,776	–	–	6,824,776
<b>Total</b>	<b>6,824,776</b>	<b>–</b>	<b>–</b>	<b>6,824,776</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	350,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(50,000)
Outstanding units – December 31, 2022	300,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units – June 30, 2023	300,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Units
0.70%

First Trust International Capital Strength ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
372,055	–	–	135,323

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022:

Transaction Cost (\$)	
2023	2022
3,393	4,796

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing at June 30, 2023 and 2022, are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
25,140	29,372	4,172	4,468

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		At December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
MSCI EAFE Index	295,498	(295,498)	278,600	(278,600)

First Trust International Capital Strength ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		At December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
Euro	2,329,159	32.36	2,227,783	32.62
Japanese Yen	1,265,352	17.58	840,328	12.31
British Pound Sterling	1,041,023	14.46	1,371,572	20.08
Swiss Francs	926,694	12.87	870,470	12.75
Danish Krone	535,959	7.45	515,381	7.55
Swedish Krona	373,338	5.19	343,763	5.03
South Korean Won	368,386	5.12	162,373	2.38
Norwegian Krone	174,178	2.42	165,654	2.43
Australian Dollar	171,593	2.38	342,782	5.02
United States Dollar	(40)	0.00	591	0.01
<b>Total</b>	<b>7,185,642</b>	<b>99.83</b>	<b>6,840,697</b>	<b>100.18</b>

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$71,856 (December 31, 2022 - \$68,407). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Country	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	At December 31, 2022
Switzerland	17.62	15.08
Japan	17.54	12.31
Germany	12.42	10.01
United Kingdom	12.03	17.60
France	9.92	15.05
Denmark	7.44	7.55
Sweden	5.15	5.03
South Korea	5.05	2.36
Netherlands	2.50	–
Luxembourg	2.48	5.04
Norway	2.41	2.43
Finland	2.40	2.47
Australia	2.38	5.02
<b>Total</b>	<b>99.34</b>	<b>99.95</b>

First Trust International Capital Strength ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Australia—2.38%</b>				
CSL Ltd.	701	185,286	171,593	2.38
		<b>185,286</b>	<b>171,593</b>	<b>2.38</b>
<b>Denmark—7.44%</b>				
Carlsberg AS, Series 'B'	846	138,933	179,111	2.49
Genmab AS	352	162,061	176,315	2.45
Novo Nordisk AS, Class 'B'	843	117,858	179,933	2.50
		<b>418,852</b>	<b>535,359</b>	<b>7.44</b>
<b>Finland—2.40%</b>				
Neste OYJ	3,385	202,716	172,536	2.40
		<b>202,716</b>	<b>172,536</b>	<b>2.40</b>
<b>France—9.92%</b>				
Capgemini SE	699	181,736	175,364	2.44
LVMH Moët Hennessy Louis Vuitton SE	146	107,521	182,138	2.53
Thales SA	909	114,922	180,284	2.50
TotalEnergies SE	2,323	196,196	176,466	2.45
		<b>600,375</b>	<b>714,252</b>	<b>9.92</b>
<b>Germany—12.42%</b>				
Brenntag SE	1,729	174,831	178,456	2.48
Deutsche Boerse AG	736	169,244	179,912	2.50
Infineon Technologies AG	3,307	137,459	180,631	2.51
Mercedes-Benz Group AG	1,645	146,026	175,184	2.44
SAP SE	992	160,140	179,451	2.49
		<b>787,700</b>	<b>893,634</b>	<b>12.42</b>
<b>Japan—17.54%</b>				
Capcom Co. Ltd.	3,500	121,656	182,997	2.54
KDDI Corp.	4,300	167,554	175,675	2.44
Keyence Corp.	300	194,731	186,876	2.60
Sony Group Corp.	1,450	154,166	172,593	2.40
Sumitomo Metal Mining Co. Ltd.	4,100	206,389	174,318	2.42
Tokyo Electron Ltd.	1,000	138,511	188,758	2.62
Yamaha Motor Co. Ltd.	4,800	159,279	181,649	2.52
		<b>1,142,286</b>	<b>1,262,866</b>	<b>17.54</b>
<b>Luxembourg—2.48%</b>				
ArcelorMittal SA	4,959	195,681	178,712	2.48
		<b>195,681</b>	<b>178,712</b>	<b>2.48</b>
<b>Netherlands—2.50%</b>				
ASML Holding NV	188	175,769	180,181	2.50
		<b>175,769</b>	<b>180,181</b>	<b>2.50</b>
<b>Norway—2.41%</b>				
Equinor ASA	4,497	197,760	173,223	2.41
		<b>197,760</b>	<b>173,223</b>	<b>2.41</b>
<b>South Korea—5.05%</b>				
Kia Corp.	2,113	180,802	188,008	2.61
Samsung Electronics Co. Ltd.	2,418	166,887	175,521	2.44
		<b>347,689</b>	<b>363,529</b>	<b>5.05</b>
<b>Sweden—5.15%</b>				
Sandvik AB	7,121	181,448	183,854	2.55
Volvo AB, Series 'B'	6,830	174,486	187,079	2.60
		<b>355,934</b>	<b>370,933</b>	<b>5.15</b>
<b>Switzerland—17.62%</b>				
ABB Ltd., Registered	3,484	126,616	181,410	2.52
Glencore PLC	23,435	205,413	175,256	2.43
Nestlé SA, Registered	1,127	168,142	179,483	2.49

**First Trust International Capital Strength ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

Roche Holding AG Genussscheine	439	187,416	177,709	2.47
STMicroelectronics NV	2,772	186,840	182,584	2.54
Straumann Holding AG	898	203,068	192,921	2.68
Zurich Insurance Group AG	285	185,086	179,233	2.49
		<b>1,262,581</b>	<b>1,268,596</b>	<b>17.62</b>
<b>United Kingdom—12.03%</b>				
AstraZeneca PLC	907	125,517	172,068	2.39
BAE Systems PLC	11,029	138,843	172,010	2.39
JD Sports Fashion PLC	71,719	198,782	176,167	2.45
Reckitt Benckiser Group PLC	1,745	162,336	173,567	2.41
Rio Tinto PLC	2,050	170,455	171,949	2.39
		<b>795,933</b>	<b>865,761</b>	<b>12.03</b>
<b>Total investments</b>		<b>6,668,562</b>	<b>7,151,175</b>	<b>99.34</b>
Transaction costs		<b>(7,818)</b>		
Other assets, less liabilities			<b>47,316</b>	<b>0.66</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>6,660,744</b>	<b>7,198,491</b>	<b>100.00</b>

# First Trust Cboe Vest U.S. Equity Buffer ETF - August

<b>STATEMENTS OF FINANCIAL POSITION</b> As at June 30, 2023 (unaudited) and December 31, 2022		
	<b>June 30 2023 (\$)</b>	<b>December 31 2022 (\$)</b>
<b>Assets</b>		
Cash	122,190	415,904
Derivative assets:		
Options purchased, at fair value	31,192,886	23,901,187
Unrealized appreciation on forward currency contracts	-	119,397
Other assets	12,694	6,882
	<b>31,327,770</b>	<b>24,443,370</b>
<b>Liabilities</b>		
Derivative liabilities		
Options written, at fair value	33,571	1,335,604
Unrealized depreciation on forward currency contracts	156,697	204,629
Accrued liabilities	23,951	18,913
	<b>214,219</b>	<b>1,559,146</b>
<b>Total net assets attributable to holders of redeemable units</b>	<b>31,113,551</b>	<b>22,884,224</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Hedged Units</b>	<b>31,113,551</b>	<b>22,884,224</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Hedged Units</b>	<b>800,000</b>	<b>650,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>38.89</b>	<b>35.21</b>
<b>STATEMENTS OF COMPREHENSIVE INCOME</b> For the periods ended June 30, 2023 and 2022 (unaudited)		
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Revenues</b>		
Interest income for distribution purposes	18,216	2,846
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on options	443,363	(36,781)
Net realized gain (loss) on foreign currency contracts	556,187	(246,896)
Net realized gain (loss) on foreign exchange transactions	79,571	(23,142)
Net change in unrealized appreciation (depreciation) of options	1,643,686	(1,497,527)
Net change in unrealized appreciation (depreciation) of foreign currency contracts	(71,465)	1,772
	<b>2,669,558</b>	<b>(1,799,728)</b>
Foreign exchange gain (loss) on cash	(78,419)	23,549
	<b>2,591,139</b>	<b>(1,776,179)</b>
<b>Expenses [note 7]</b>		
Management fees	103,535	62,835
HST expense	7,648	5,424
Transaction costs [note 3 and note 9]	7,291	1,106
Independent Review Committee fees	2,226	1,251
	<b>120,700</b>	<b>70,616</b>
Expenses waived by manager	(2,226)	(1,251)
	<b>118,474</b>	<b>69,365</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,472,665</b>	<b>(1,845,544)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Hedged Units</b>	<b>2,472,665</b>	<b>(1,845,544)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>3.70</b>	<b>(4.63)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Cboe Vest U.S. Equity Buffer ETF - August

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	22,884,224	17,826,673
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,472,665	(1,845,544)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	22,324,038	1,883,519
Reinvested distributions	-	-
Redemption of units	(16,567,376)	(3,808,323)
	5,756,662	(1,924,804)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	8,229,327	(3,770,348)
<b>Net assets attributable to holders of redeemable units, end of period</b>	31,113,551	14,056,325

See accompanying notes which are an integral part of these financial statements.

# First Trust Cboe Vest U.S. Equity Buffer ETF - August

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,472,665	(1,845,544)
Adjustments for:		
Net realized (gain) loss on options	(443,363)	36,781
Change in unrealized (appreciation) depreciation of options and foreign currency contracts	(1,572,221)	1,495,755
Other assets	(5,812)	(2,745)
Other liabilities	5,038	(3,089)
Purchases of options	(24,309,536)	(2,567,958)
Proceeds from the sale of options	17,802,853	4,712,379
	(6,050,376)	1,825,579
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	22,324,038	1,883,519
Amount paid on redemptions of units	(16,567,376)	(3,808,323)
Distributions paid to unitholders	-	-
	5,756,662	(1,924,804)
<b>Increase (Decrease) in cash for the period</b>	<b>(293,714)</b>	<b>(99,225)</b>
<b>Cash, beginning of period</b>	<b>415,904</b>	<b>170,241</b>
<b>Cash, end of period</b>	<b>122,190</b>	<b>71,016</b>
Interest received	18,216	2,846

See accompanying notes which are an integral part of these financial statements



**First Trust Cboe Vest U.S. Equity Buffer ETF – August**  
**Notes to Financial Statements - Specific Information**  
**For the year ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Cboe Vest U.S. Equity Buffer ETF – August** (the “First Trust ETF”) seeks to provide unitholders with returns (before fees, expenses and taxes) that match the price return of the SPDR® S&P 500® ETF Trust (the “Underlying ETF”) up to a predetermined upside cap (before fees, expenses and taxes), while providing a buffer against the first 10% (before fees, expenses and taxes) of the decrease in market price of the Underlying ETF, over a period of approximately one year from the Monday following the third Friday of August of each year (each, a “Target Outcome Period”). At the end of a Target Outcome Period a new cap will be established for the next Target Outcome Period. The buffer stays constant at 10% (before fees, expenses, and taxes) for the next Target Outcome Period.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table presents information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	31,192,886	–	31,192,886
Derivative liabilities	–	(190,268)	–	(190,268)
<b>Total</b>	<b>–</b>	<b>31,002,618</b>	<b>–</b>	<b>31,002,618</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	24,020,584	–	24,020,584
Derivative liabilities	–	(1,540,233)	–	(1,540,233)
<b>Total</b>	<b>–</b>	<b>22,480,351</b>	<b>–</b>	<b>22,480,351</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Hedged Units
Outstanding units – January 1, 2022	450,000
Redeemable units issued	350,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(150,000)
Outstanding units – December 31, 2022	650,000
Redeemable units issued	600,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(450,000)
Outstanding units – June 30, 2023	800,000

First Trust Cboe Vest U.S. Equity Buffer ETF – August  
Notes to Financial Statements - Specific Information  
For the year ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Hedged Units
0.85%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
314,255	–	153,299	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
7,291	1,106

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
103,535	62,835	20,129	9,950

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Price Return Index (CAD-Hedged)	1,129,422	(1,129,422)	781,496	(781,496)

First Trust Cboe Vest U.S. Equity Buffer ETF – August  
Notes to Financial Statements - Specific Information  
For the year ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	620,201	1.99	(45,576)	(0.20)

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$6,202 (December 31, 2022 - \$(456)). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Options	100.15	98.61
Total	100.15	98.61

First Trust Cboe Vest U.S. Equity Buffer ETF – August  
Notes to Financial Statements - Specific Information  
For the year ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Expiry Date	Strike Price (\$)	Currency	Number of Options	Underlying Interest on Equity Options	Average Cost (\$)	Fair Value	% of Total
<b>Purchased Put Options - 0.47%</b>								
SPDR® S&P 500® ETF Trust	2023-08-18	422.15	USD	534	53,400	1,763,548	144,899	0.47
						<b>1,763,548</b>	<b>144,899</b>	<b>0.47</b>
<b>Purchased Call Options - 99.79%</b>								
SPDR® S&P 500® ETF Trust	2023-08-18	4.23	USD	534	53,400	29,037,182	31,047,987	99.79
						<b>29,037,182</b>	<b>31,047,987</b>	<b>99.79</b>
<b>Written Put Options - (0.11)%</b>								
SPDR® S&P 500® ETF Trust	2023-08-18	379.94	USD	(534)	(53,400)	(894,216)	(32,959)	(0.11)
						<b>(894,216)</b>	<b>(32,959)</b>	<b>(0.11)</b>
<b>Written Call Options - 0.00%</b>								
SPDR® S&P 500® ETF Trust	2023-08-18	508.52	USD	(534)	(53,400)	(204,104)	(612)	0.00
						<b>(204,104)</b>	<b>(612)</b>	<b>0.00</b>
<b>Total options</b>						<b>29,702,410</b>	<b>31,159,315</b>	<b>100.15</b>
Transaction costs						(4,258)		
Unrealized depreciation on derivative - see Schedule 1							(156,697)	(0.51)
Other assets, less liabilities							110,933	0.36
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>						<b>29,698,152</b>	<b>31,113,551</b>	<b>100.00</b>

Schedule 1

Counterparty	Counterparty*	Credit Rating of Settlement Date	Currency Sell	Amount Sold	Currency Buy	Amount Bought	Forward Rate	Current Rate	Appreciation
									(Depreciation) \$
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	23,136,253	CAD	30,480,000	0.759	0.755	(156,697)
									<b>(156,697)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Cboe Vest U.S. Equity Buffer ETF - November

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Cash	147,932	504,041
Derivative assets:		
Options purchased, at fair value	20,427,624	25,591,730
Unrealized appreciation on forward currency contracts	-	131,659
Other assets	9,013	3,767
	20,584,569	26,231,197
<b>Liabilities</b>		
Derivative liabilities		
Options written, at fair value	144,159	1,363,941
Unrealized depreciation on forward currency contracts	102,321	237,265
Accrued liabilities	17,426	20,253
	263,906	1,621,459
<b>Total net assets attributable to holders of redeemable units</b>	<b>20,320,663</b>	<b>24,609,738</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Hedged Units</b>	20,320,663	24,609,738
<b>Redeemable units outstanding [note 6]</b>		
<b>Hedged Units</b>	550,000	750,000
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	36.95	32.81

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Interest income for distribution purposes	5,932	8,846
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on options	521,844	(57,636)
Net realized gain (loss) on foreign currency contracts	365,343	(601,781)
Net realized gain (loss) on foreign exchange transactions	(10,485)	(6,339)
Net change in unrealized appreciation (depreciation) of options	1,920,508	(3,105,690)
Net change in unrealized appreciation (depreciation) of foreign currency contracts	3,285	(1,794)
	2,806,427	(3,764,394)
Foreign exchange gain (loss) on cash	14,135	6,615
	2,820,562	(3,757,779)
<b>Expenses [note 7]</b>		
Management fees	101,622	115,858
HST expense	7,965	13,246
Transaction costs [note 3 and note 9]	2,831	3,038
Independent Review Committee fees	2,179	2,322
	114,597	134,464
Expenses waived by manager	(2,179)	(2,322)
	112,418	132,142
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,708,144</b>	<b>(3,889,921)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Hedged Units</b>	2,708,144	(3,889,921)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	3.88	(4.79)

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Cboe Vest U.S. Equity Buffer ETF - November

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	24,609,738	14,562,833
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,708,144	(3,889,921)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	3,423,021	17,746,935
Reinvested distributions	-	-
Redemption of units	(10,420,240)	-
	(6,997,219)	17,746,935
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(4,289,075)	13,857,014
<b>Net assets attributable to holders of redeemable units, end of period</b>	20,320,663	28,419,847

See accompanying notes which are an integral part of these financial statements.

# First Trust Cboe Vest U.S. Equity Buffer ETF - November

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,708,144	(3,889,921)
Adjustments for:		
Net realized (gain) loss on options	(521,844)	57,636
Change in unrealized (appreciation) depreciation of options and foreign currency contracts	(1,923,793)	3,107,484
Other assets	(5,246)	(1,817)
Other liabilities	(2,827)	11,495
Purchases of options	(4,939,829)	(19,282,074)
Proceeds from the sale of options	11,326,505	2,301,716
	<b>6,641,110</b>	<b>(17,695,481)</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	3,423,021	17,746,935
Amount paid on redemptions of units	(10,420,240)	-
Distributions paid to unitholders	-	-
	<b>(6,997,219)</b>	<b>17,746,935</b>
<b>Increase (Decrease) in cash for the period</b>	<b>(356,109)</b>	<b>51,454</b>
<b>Cash, beginning of period</b>	<b>504,041</b>	<b>127,704</b>
<b>Cash, end of period</b>	<b>147,932</b>	<b>179,158</b>
Interest received	5,932	8,846

See accompanying notes which are an integral part of these financial statements

First Trust Cboe Vest U.S. Equity Buffer ETF – November  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Cboe Vest U.S. Equity Buffer ETF – November** (the “First Trust ETF”) seeks to provide unitholders with returns (before fees, expenses and taxes) that match the price return of the SPDR® S&P 500® ETF Trust (the “Underlying ETF”) up to a predetermined upside cap (before fees, expenses and taxes), while providing a buffer against the first 10% (before fees, expenses and taxes) of the decrease in market price of the Underlying ETF, over a period of approximately one year from the Monday following the third Friday of November of each year (each, a “Target Outcome Period”). At the end of a Target Outcome Period a new cap will be established for the next Target Outcome Period. The buffer stays constant at 10% (before fees, expenses, and taxes) for the next Target Outcome Period.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table presents information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	20,427,624	–	20,427,624
Derivative liabilities	–	(246,480)	–	(246,480)
<b>Total</b>	<b>–</b>	<b>20,181,144</b>	<b>–</b>	<b>20,181,144</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	25,723,389	–	25,723,389
Derivative liabilities	–	(1,601,206)	–	(1,601,206)
<b>Total</b>	<b>–</b>	<b>24,122,183</b>	<b>–</b>	<b>24,122,183</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Hedged Units
Outstanding units – January 1, 2022	400,000
Redeemable units issued	800,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(450,000)
Outstanding units – December 31, 2022	750,000
Redeemable units issued	100,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(300,000)
Outstanding units – June 30, 2023	550,000



First Trust Cboe Vest U.S. Equity Buffer ETF – November  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Hedged Units
0.85%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021, where applicable, are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
922,256	–	232,877	–

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
2,831	3,038

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
101,622	115,858	14,606	20,239

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Price Return Index (CAD-Hedged)	749,832	(749,832)	852,727	(852,727)

First Trust Cboe Vest U.S. Equity Buffer ETF – November  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	376,550	1.85	(143,161)	(0.58)

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$3,766 (December 31, 2022- \$(1,432)). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Options	99.81	98.45
Total	99.81	98.45

First Trust Cboe Vest U.S. Equity Buffer ETF – November  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Expiry Date	Strike Price (\$)	Currency	Number of Options	Underlying Interest on Equity Options	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Purchased Put Options - 0.86%</b>								
SPDR® S&P 500® ETF Trust	2023-11-17	396.04	USD	349	34,900	1,329,067	174,753	0.86
						<b>1,329,067</b>	<b>174,753</b>	<b>0.86</b>
<b>Purchased Call Options - 99.66%</b>								
SPDR® S&P 500® ETF Trust	2023-11-17	3.97	USD	349	34,900	18,207,627	20,252,871	99.66
						<b>18,207,627</b>	<b>20,252,871</b>	<b>99.66</b>
<b>Written Put Options - (0.39)%</b>								
SPDR® S&P 500® ETF Trust	2023-11-17	356.44	USD	(349)	(34,900)	(767,283)	(79,373)	(0.39)
						<b>(767,283)</b>	<b>(79,373)</b>	<b>(0.39)</b>
<b>Written Call Options - (0.32)%</b>								
SPDR® S&P 500® ETF Trust	2023-11-17	490.18	USD	(349)	(34,900)	(237,094)	(64,786)	(0.32)
						<b>(237,094)</b>	<b>(64,786)</b>	<b>(0.32)</b>
<b>Total options</b>						<b>18,532,317</b>	<b>20,283,465</b>	<b>99.81</b>
Transaction costs						(5,129)		
Unrealized depreciation on derivative - see Schedule 1							(102,321)	(0.50)
Other assets, less liabilities							139,519	0.69
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>						<b>18,527,188</b>	<b>20,320,663</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency	Amount		Currency	Amount Bought	Forward Rate	Current Rate	Appreciation (Depreciation) \$
				Sell	Sold					
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	15,107,639		CAD	19,903,000	0.759	0.755	(102,321)
										<b>(102,321)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Cboe Vest U.S. Equity Buffer ETF - February

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Cash	156,841	225,842
Derivative assets:		
Options purchased, at fair value	19,326,883	17,479,213
Unrealized appreciation on forward currency contracts	-	88,696
Other assets	5,399	4,284
	19,489,123	17,798,035
<b>Liabilities</b>		
Derivative liabilities:		
Options written, at fair value	423,754	610,516
Unrealized depreciation on forward currency contracts	95,807	150,321
Accrued liabilities	15,768	13,972
	535,329	774,809
<b>Total net assets attributable to holders of redeemable units</b>	<b>18,953,794</b>	<b>17,023,226</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Hedged Units</b>	<b>18,953,794</b>	<b>17,023,226</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Hedged Units</b>	<b>500,000</b>	<b>500,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>37.91</b>	<b>34.05</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Interest income for distribution purposes	5,287	5,265
Other income	3	-
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on options	1,090,484	789,103
Net realized gain (loss) on foreign currency contracts	428,312	(258,294)
Net realized gain (loss) on foreign exchange transactions	8,755	(2,250)
Net change in unrealized appreciation (depreciation) of options	625,854	(2,135,825)
Net change in unrealized appreciation (depreciation) of foreign currency contracts	(34,182)	6,594
	2,124,513	(1,595,407)
Foreign exchange gain (loss) on cash	(9,900)	2,541
	2,114,613	(1,592,866)
<b>Expenses [note 7]</b>		
Management fees	77,094	57,450
HST expense	8,909	5,565
Transaction costs [note 3 and note 9]	6,758	3,789
Independent Review Committee fees	1,656	1,155
	94,417	67,959
Expenses waived by manager	(1,656)	(1,155)
	92,761	66,804
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,021,852</b>	<b>(1,659,670)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Hedged Units</b>	<b>2,021,852</b>	<b>(1,659,670)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>3.94</b>	<b>(4.28)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

## First Trust Cboe Vest U.S. Equity Buffer ETF - February

### STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	17,023,226	7,436,049
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,021,852	(1,659,670)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	5,279,813	10,657,818
Reinvested distributions	-	-
Redemption of units	(5,371,097)	-
	(91,284)	10,657,818
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	1,930,568	8,998,148
<b>Net assets attributable to holders of redeemable units, end of period</b>	18,953,794	16,434,197

See accompanying notes which are an integral part of these financial statements.

# First Trust Cboe Vest U.S. Equity Buffer ETF - February

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,021,852	(1,659,670)
Adjustments for:		
Net realized (gain) loss on options	(1,090,484)	(789,103)
Change in unrealized (appreciation) depreciation of options and foreign currency contracts	(591,672)	2,129,231
Other assets	(1,115)	(1,903)
Other liabilities	1,796	7,259
Purchases of options	(23,375,922)	(19,497,604)
Proceeds from the sale of options	23,057,828	9,264,202
	<u>22,283</u>	<u>(10,547,588)</u>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	5,279,813	10,657,818
Amount paid on redemptions of units	(5,371,097)	-
Distributions paid to unitholders	-	-
	<u>(91,284)</u>	<u>10,657,818</u>
<b>Increase (Decrease) in cash for the period</b>	<b>(69,001)</b>	<b>110,230</b>
<b>Cash, beginning of period</b>	<b>225,842</b>	<b>21,487</b>
<b>Cash, end of period</b>	<b>156,841</b>	<b>131,717</b>
Interest received	5,287	5,265

See accompanying notes which are an integral part of these financial statements

First Trust Cboe Vest U.S. Equity Buffer ETF – February  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Cboe Vest U.S. Equity Buffer ETF – February** (the “First Trust ETF”) seeks to provide unitholders with returns (before fees, expenses and taxes) that match the price return of the SPDR® S&P 500® ETF Trust (the “Underlying ETF”) up to a predetermined upside cap (before fees, expenses and taxes), while providing a buffer against the first 10% (before fees, expenses and taxes) of the decrease in market price of the Underlying ETF, over a period of approximately one year from the Monday following the third Friday of February of each year (each, a “Target Outcome Period”). At the end of a Target Outcome Period a new cap will be established for the next Target Outcome Period. The buffer stays constant at 10% (before fees, expenses, and taxes) for the next Target Outcome Period.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table presents information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$) As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	19,326,883	–	19,326,883
Derivative liabilities	–	(519,561)	–	(519,561)
<b>Total</b>	<b>–</b>	<b>18,807,322</b>	<b>–</b>	<b>18,807,322</b>
	Financial Assets (Liabilities) at Fair Value (\$) As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	17,567,909	–	17,567,909
Derivative liabilities	–	(760,837)	–	(760,837)
<b>Total</b>	<b>–</b>	<b>16,807,072</b>	<b>–</b>	<b>16,807,072</b>

There have been no transfers from one Level to another for period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Hedged Units
Outstanding units – January 1, 2022	200,000
Redeemable units issued	300,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
<b>Outstanding units – December 31, 2022</b>	<b>500,000</b>
Redeemable units issued	150,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(150,000)
<b>Outstanding units – June 30, 2023</b>	<b>500,000</b>

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Hedged Units
0.85%

First Trust Cboe Vest U.S. Equity Buffer ETF – February  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** – There are no net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021.

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 are as follows:

Transaction Cost (\$)	
2023	2022
6,758	3,789

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
77,094	57,450	13,954	11,732

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Price Return Index (CAD-Hedged)	598,940	(598,940)	566,873	(566,873)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	311,025	1.64	17,591	0.10

As June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$3,110 (December 31, 2022 - \$176). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Options	99.73	99.09
Total	99.73	99.09



First Trust Cboe Vest U.S. Equity Buffer ETF – February  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Expiry Date	Strike Price (\$)	Currency	Number of Options	Underlying Interest on Equity Options	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Purchased Put Options - 1.79%</b>								
SPDR® S&P 500® ETF Trust	2024-02-16	407.27	USD	328	32,800	1,088,452	339,388	1.79
						<b>1,088,452</b>	<b>339,388</b>	<b>1.79</b>
<b>Purchased Call Options - 100.17%</b>								
SPDR® S&P 500® ETF Trust	2024-02-16	4.08	USD	328	32,800	17,606,274	18,987,495	100.17
						<b>17,606,274</b>	<b>18,987,495</b>	<b>100.17</b>
<b>Written Put Options - (0.89)%</b>								
SPDR® S&P 500® ETF Trust	2024-02-16	366.54	USD	(328)	(32,800)	(610,299)	(169,327)	(0.89)
						<b>(610,299)</b>	<b>(169,327)</b>	<b>(0.89)</b>
<b>Written Call Options - (1.34)%</b>								
SPDR® S&P 500® ETF Trust	2024-02-16	485.67	USD	(328)	(32,800)	(237,195)	(254,427)	(1.34)
						<b>(237,195)</b>	<b>(254,427)</b>	<b>(1.34)</b>
<b>Total options</b>						<b>17,847,232</b>	<b>18,903,129</b>	<b>99.73</b>
Transaction costs						(1,888)		
Unrealized depreciation on derivative - see Schedule 1							(95,807)	(0.51)
Other assets, less liabilities							146,472	0.78
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>						<b>17,845,344</b>	<b>18,953,794</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency	Amount Sold	Currency	Amount Bought	Forward Rate	Current Rate	Appreciation (Depreciation) \$
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	14,145,906	CAD	18,636,000	0.759	0.755	(95,807)
									<b>(95,807)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide

# First Trust Cboe Vest U.S. Equity Buffer ETF - May

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Cash	273,228	431,425
Derivative assets:		
Options purchased, at fair value	24,947,096	27,395,868
Unrealized appreciation on forward currency contracts	-	141,067
Other assets	5,845	2,920
	25,226,169	27,971,280
<b>Liabilities</b>		
Derivative liabilities		
Options written, at fair value	875,602	671,467
Unrealized depreciation on forward currency contracts	123,071	241,608
Accrued liabilities	18,892	22,369
	1,017,565	935,444
<b>Total net assets attributable to holders of redeemable units</b>	<b>24,208,604</b>	<b>27,035,836</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units for each class</b>		
<b>Hedged Units</b>	<b>24,208,604</b>	<b>27,035,836</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Hedged Units</b>	<b>650,000</b>	<b>800,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>37.24</b>	<b>33.79</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Interest income for distribution purposes	14,256	7,786
<b>Other changes in fair value of investments and derivatives</b>		
Net realized gain (loss) on options	2,979,221	246,028
Net realized gain (loss) on foreign currency contracts	529,503	(129,809)
Net realized gain (loss) on foreign exchange transactions	21,686	(16,460)
Net change in unrealized appreciation (depreciation) of options	(711,053)	(770,488)
Net change in unrealized appreciation (depreciation) of foreign currency contracts	(22,531)	7,032
	2,811,082	(655,911)
Foreign exchange gain (loss) on cash	(21,580)	15,719
	2,789,502	(640,192)
<b>Expenses [note 7]</b>		
Management fees	111,259	20,480
HST expense	11,539	2,194
Transaction costs [note 3 and note 9]	11,457	4,023
Independent Review Committee fees	2,387	418
	136,642	27,115
Expenses waived by manager	(2,387)	(418)
	134,255	26,697
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>2,655,247</b>	<b>(666,889)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Hedged Units</b>	<b>2,655,247</b>	<b>(666,889)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Hedged Units</b>	<b>3.54</b>	<b>(4.73)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust Cboe Vest U.S. Equity Buffer ETF - May

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	27,035,836	3,719,074
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	2,655,247	(666,889)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from issuance of units	12,217,009	13,739,934
Reinvested distributions	-	-
Redemption of units	(17,699,488)	(1,838,142)
	(5,482,479)	11,901,792
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	-	-
Capital gains	-	-
Return of capital	-	-
	-	-
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	(2,827,232)	11,234,903
<b>Net assets attributable to holders of redeemable units, end of period</b>	24,208,604	14,953,977

See accompanying notes which are an integral part of these financial statements.

# First Trust Cboe Vest U.S. Equity Buffer ETF - May

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	2,655,247	(666,889)
Adjustments for:		
Net realized (gain) loss on options	(2,979,221)	(246,028)
Change in unrealized (appreciation) depreciation of options and foreign currency contracts	733,584	763,456
Other assets	(2,925)	(467)
Other liabilities	(3,477)	6,418
Purchases of options	(41,613,013)	(18,291,207)
Proceeds from the sale of options	46,534,087	6,689,988
	<b>5,324,282</b>	<b>(11,744,729)</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	12,217,009	13,739,934
Amount paid on redemptions of units	(17,699,488)	(1,838,142)
Distributions paid to unitholders	-	-
	<b>(5,482,479)</b>	<b>11,901,792</b>
<b>Increase (Decrease) in cash for the period</b>	<b>(158,197)</b>	<b>157,063</b>
<b>Cash, beginning of period</b>	<b>431,425</b>	<b>32,001</b>
<b>Cash, end of period</b>	<b>273,228</b>	<b>189,064</b>
Interest received	14,256	7,786

See accompanying notes which are an integral part of these financial statements

**First Trust Cboe Vest U.S. Equity Buffer ETF – May**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust Cboe Vest U.S. Equity Buffer ETF - May** (the “First Trust ETF”) seeks to provide unitholders with returns (before fees, expenses and taxes) that match the price return of the SPDR® S&P 500® ETF Trust (the “Underlying ETF”) up to a predetermined upside cap (before fees, expenses and taxes), while providing a buffer against the first 10% (before fees, expenses and taxes) of the decrease in market price of the Underlying ETF, over a period of approximately one year from the Monday following the third Friday of May of each year (each, a “Target Outcome Period”). At the end of a Target Outcome Period a new cap will be established for the next Target Outcome Period. The buffer stays constant at 10% (before fees, expenses, and taxes) for the next Target Outcome Period.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy table presents information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	24,947,096	–	24,947,096
Derivative liabilities	–	(998,673)	–	(998,673)
<b>Total</b>	<b>–</b>	<b>23,948,423</b>	<b>–</b>	<b>23,948,423</b>

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Derivative assets	–	27,536,935	–	27,536,935
Derivative liabilities	–	(913,075)	–	(913,075)
<b>Total</b>	<b>–</b>	<b>26,623,860</b>	<b>–</b>	<b>26,623,860</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Hedged Units
Outstanding units – January 1, 2022	100,000
Redeemable units issued	750,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(50,000)
Outstanding units – December 31, 2022	800,000
Redeemable units issued	350,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(500,000)
Outstanding units – June 30, 2023	650,000

First Trust Cboe Vest U.S. Equity Buffer ETF – May  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7)** - Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Hedged Units
0.85%

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
-	-	-	8,871

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 is as follows:

Transaction Cost (\$)	
2023	2022
11,457	4,023

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amounts owing as at June 30, 2023 and 2022 are as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
111,259	20,480	16,108	8,331

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
S&P 500® Price Return Index (CAD-Hedged)	957,450	(957,450)	911,108	(911,108)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	344,412	1.42	(71,915)	(0.27)

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First Trust Cboe Vest U.S. Equity Buffer ETF – May  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

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As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$3,444 (December 31, 2022 - \$(719)). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

**Concentration Risk** – The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Holdings	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Options	99.43	98.85
Total	99.43	98.85

First Trust Cboe Vest U.S. Equity Buffer ETF – May  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Expiry Date	Strike Price (\$)	Currency	Number of Options	Underlying Interest on Equity Options	Average Cost (\$)	Fair Value (\$)	% of Total
<b>Purchased Put Options - 2.83%</b>								
SPDR® S&P 500® ETF Trust	2024-05-17	418.63	USD	420	42,000	1,480,610	684,703	2.83
						<b>1,480,610</b>	<b>684,703</b>	<b>2.83</b>
<b>Purchased Call Options - 100.22%</b>								
SPDR® S&P 500® ETF Trust	2024-05-17	4.20	USD	420	42,000	23,222,162	24,262,393	100.22
						<b>23,222,162</b>	<b>24,262,393</b>	<b>100.22</b>
<b>Written Put Options - (1.53)%</b>								
SPDR® S&P 500® ETF Trust	2024-05-17	376.77	USD	(420)	(42,000)	(825,340)	(370,763)	(1.53)
						<b>(825,340)</b>	<b>(370,763)</b>	<b>(1.53)</b>
<b>Written Call Options - (2.09)%</b>								
SPDR® S&P 500® ETF Trust	2024-05-17	492.52	USD	(420)	(42,000)	(366,076)	(504,839)	(2.09)
						<b>(366,076)</b>	<b>(504,839)</b>	<b>(2.09)</b>
<b>Total options</b>						<b>23,511,356</b>	<b>24,071,494</b>	<b>99.43</b>
Transaction costs						(2,768)		
Unrealized depreciation on derivative - see Schedule 1							(123,071)	(0.51)
Other assets, less liabilities							260,181	1.08
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>						<b>23,508,588</b>	<b>24,208,604</b>	<b>100.00</b>

Schedule 1

Counterparty	Credit Rating of Counterparty*	Settlement Date	Currency	Amount Sold	Currency	Amount Bought	Forward Rate	Current Rate	Appreciation (Depreciation) \$
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	16,707,745	CAD	22,011,000	0.759	0.755	(113,158)
Bank of New York Mellon (The), New York	A-1+	2023-07-31	USD	1,401,550	CAD	1,846,000	0.759	0.755	(9,913)
									<b>(123,071)</b>

\* Commercial paper rating per Standard and Poor's Commercial Paper Guide



# First Trust JFL Fixed Income Core Plus ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	14,830,053	1,668,881
Cash	1,090,558	79,791
Accrued investment income receivable	98,511	11,882
Receivable for portfolio securities sold	1,184	110
Subscriptions receivable	834,716	-
Other assets	804	136
	<b>16,855,826</b>	<b>1,760,800</b>
<b>Liabilities</b>		
Accrued liabilities	6,796	1,027
Payable for portfolio securities purchased	828,084	9,537
Distributions payable to holders of redeemable units	45,000	81,410
	<b>879,880</b>	<b>91,974</b>
<b>Total net assets attributable to holders of redeemable units</b>	<b>15,975,946</b>	<b>1,668,826</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units per class</b>		
<b>Units</b>	<b>15,975,946</b>	<b>1,668,826</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>950,000</b>	<b>100,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>16.82</b>	<b>16.69</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Interest income for distribution purposes	127,316	27,636
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on investments	(20,695)	(31,520)
Change in unrealized appreciation (depreciation) of investments	56,015	(241,901)
	<b>162,636</b>	<b>(245,785)</b>
<b>Expenses [note 7]</b>		
Management fees	24,729	6,499
HST expense	1,920	656
Independent Review Committee fees	644	157
	<b>27,293</b>	<b>7,312</b>
Expenses waived by manager	(4,412)	(1,081)
	<b>22,881</b>	<b>6,231</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>139,755</b>	<b>(252,016)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>139,755</b>	<b>(252,016)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>0.33</b>	<b>(2.52)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust JFL Fixed Income Core Plus ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	1,668,826	2,033,978
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	139,755	(252,016)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from redeemable units issued	14,293,365	-
Reinvested distributions	-	-
Redemption of redeemable units	-	-
	14,293,365	-
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(126,000)	(21,210)
Capital gains	-	-
Return of capital	-	-
	(126,000)	(21,210)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	14,307,120	(273,226)
<b>Net assets attributable to holders of redeemable units, end of period</b>	15,975,946	1,760,752

See accompanying notes which are an integral part of these financial statements.

# First Trust JFL Fixed Income Core Plus ETF

<b>STATEMENTS OF CASH FLOW</b>	<b>For the periods ended June 30, 2023 and 2022 (unaudited)</b>	
	<b>June 30 2023 (\$)</b>	<b>June 30 2022 (\$)</b>
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	139,755	(252,016)
Adjustments for:		
Net realized (gain) loss on investments	20,695	31,520
Change in unrealized (appreciation) depreciation of investments	(56,015)	241,901
Interest receivable	(86,629)	(1,157)
Other assets	(668)	252
Other liabilities	5,769	(186)
Purchases of investments	(14,162,084)	(529,169)
Proceeds from the sale of investments	1,853,705	538,289
	<b>(12,285,472)</b>	<b>29,434</b>
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	13,458,649	-
Amount paid on redemptions of units	-	-
Distributions paid to unitholders	(162,410)	(20,710)
	<b>13,296,239</b>	<b>(20,710)</b>
<b>Increase (Decrease) in cash for the period</b>	<b>1,010,767</b>	<b>8,724</b>
<b>Cash, beginning of period</b>	<b>79,791</b>	<b>20,977</b>
<b>Cash, end of period</b>	<b>1,090,558</b>	<b>29,701</b>
Interest received	40,687	26,479

See accompanying notes which are an integral part of these financial statements

**First Trust JFL Fixed Income Core Plus ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust JFL Fixed Income Core Plus ETF** (the “First Trust ETF”) seeks to provide unitholders with income and preserve capital by investing at least 75% of the First Trust ETF’s net assets in a diversified portfolio of investment grade Canadian corporate, federal, provincial, and municipal bonds. The First Trust ETF may also invest up to 25% of the First Trust ETF’s net assets in non-investment grade corporate bonds (at the time of purchase, as rated by a designated rating organization), high yield bonds, developed international bonds, emerging market bonds, preferred shares and convertible bonds of North American and/or international issuers.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at June 30, 2023			
	Level 1	Level 2	Level 3	Total
Bonds	–	14,830,053	–	14,830,053
<b>Total</b>	<b>–</b>	<b>14,830,053</b>	<b>–</b>	<b>14,830,053</b>

  

	Financial Assets (Liabilities) at Fair Value (\$)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Bonds	–	1,668,881	–	1,668,881
<b>Total</b>	<b>–</b>	<b>1,668,881</b>	<b>–</b>	<b>1,668,881</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	100,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units December 31, 2022	100,000
Redeemable units issued	850,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units June 30, 2023	950,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee <sup>1</sup>
Units
0.60%

# First Trust JFL Fixed Income Core Plus ETF

## Notes to Financial Statements - Specific Information

### For the period ended June 30, 2023 (unaudited)

<sup>1</sup> The Manager has agreed to waive a portion of the management fee equal to 0.10% of average daily net assets of the First Trust ETF until December 31, 2023 in response to the current low interest rate environment. The Manager anticipates that if the trailing average 30-day yield of the current 10-year Canadian Treasury Bond exceeds 3.50% before December 31, 2023, the fee waiver may not be continued past December 31, 2023. Given that the 0.10% waiver is on an annualized basis, if the waiver is for less than a year, the net management fee will be higher than 0.60%. Following December 31, 2023, the Manager may waive a portion of the management fee at any time in its discretion.

#### E. TAXATION (NOTE 8)

**Tax loss carry-forwards** - The net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021 are as follows:

Net Capital Losses (\$)		Non-Capital Losses (\$)	
2022	2021	2022	2021
139,914	-	-	-

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 is as follows:

Transaction Cost (\$)	
2023	2022
-	-

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amount owing as at June 30, 2023 and 2022 is as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
24,729	6,499	6,014	867

#### H. FINANCIAL RISK MANAGEMENT (NOTE 11)

**Interest rate risk** - The table below summarizes the First Trust ETF's exposure a diversified portfolio of investment grade Canadian corporate, federal, provincial and municipal bonds as at June 30, 2023 and December 31, 2022:

	As at June 30, 2023		As at December 31, 2022	
	Fair Value (\$)	% of Net Assets	Fair Value (\$)	% of Net Assets
Less than 1 year	206,858	1.29	73,902	4.43
1-3 years	2,181,462	13.65	191,889	11.50
3-5 years	2,008,902	12.57	300,707	18.02
> 5 years	10,432,831	65.32	1,102,383	66.05
Total	14,830,053	92.83	1,668,881	100.00

At June 30, 2023, the weighted average duration of the First Trust ETF was 7.45 years (December 31, 2022 – 7.04 years). If interest rates increased or decreased by 1% at June 30, 2023, with all other variables remaining constant, net assets would have decreased or increased by approximately \$148,301 (December 31, 2022 - \$16,689). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

First Trust JFL Fixed Income Core Plus ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Credit risk** – Below are the First Trust ETF’s breakdown by credit rating as at June 30, 2023 and December 31, 2022:

Debt Securities by S&P Rating	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
AAA	18.84	18.03
AA	10.31	14.51
A	39.38	37.60
BBB	17.01	20.95
Below BBB	7.29	8.91
Total	92.83	100.00

**Concentration Risk** - The table below summarizes the First Trust ETF’s concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
Corporate Bonds	46.53	56.66
Provincial Bonds & Guarantees	27.46	25.85
Federal Bonds & Guarantees	18.84	17.49
Total	92.83	100.00

First Trust JFL Fixed Income Core Plus ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Par value	Coupon Rate/Yield	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total
<b>CANADIAN BONDS</b>						
<b>Federal Bonds &amp; Guarantees—18.84%</b>						
Canada Housing Trust No. 1	368,000	1.95%	15-Dec-25	351,297	346,242	2.17
Canada Housing Trust No. 1	92,000	1.10%	15-Dec-26	84,355	83,022	0.52
Canada Housing Trust No. 1	29,000	3.80%	15-Jun-27	29,200	28,731	0.18
Canada Housing Trust No. 1	98,000	2.65%	15-Dec-28	93,441	91,961	0.58
Canada Housing Trust No. 1	68,000	1.75%	15-Jun-30	62,276	59,605	0.37
Canada Housing Trust No. 1	72,000	1.40%	15-Mar-31	62,992	60,772	0.38
Canada Housing Trust No. 1	40,000	3.55%	15-Sep-32	40,524	39,527	0.25
CPPIB Capital Inc.	96,000	3.00%	15-Jun-28	95,608	91,613	0.57
Government of Canada	131,000	1.25%	01-Mar-25	124,539	124,068	0.78
Government of Canada	23,000	2.75%	01-Sep-27	22,207	22,104	0.14
Government of Canada	50,000	2.00%	01-Jun-28	46,256	46,610	0.29
Government of Canada	39,000	2.25%	01-Jun-29	37,648	36,619	0.23
Government of Canada	6,000	2.25%	01-Dec-29	5,940	5,609	0.04
Government of Canada	58,000	1.25%	01-Jun-30	49,957	50,441	0.32
Government of Canada	432,000	2.00%	01-Jun-32	395,202	388,781	2.43
Government of Canada	1,000,000	2.75%	01-Jun-33	945,450	957,129	5.99
Government of Canada	26,000	4.00%	01-Jun-41	28,802	28,730	0.18
Government of Canada	145,000	3.50%	01-Dec-45	152,603	152,455	0.95
Government of Canada	72,000	2.75%	01-Dec-48	70,090	67,240	0.42
Government of Canada	140,000	2.00%	01-Dec-51	115,716	110,845	0.69
Government of Canada	295,000	1.75%	01-Dec-53	212,503	217,728	1.36
				<b>3,026,606</b>	<b>3,009,832</b>	<b>18.84</b>
<b>Provincial Bonds &amp; Guarantees—27.46%</b>						
First Nations Finance Authority	50,000	2.85%	01-Jun-32	45,487	45,460	0.28
Hydro-Québec	53,000	2.00%	01-Sep-28	48,633	48,028	0.30
Hydro-Québec	13,000	2.10%	15-Feb-60	10,782	8,324	0.05
Hydro-Québec	40,000	2.10%	15-Feb-60	24,974	25,613	0.16
Ontario Power Generation Inc., Callable	57,000	3.22%	08-Apr-30	52,106	52,105	0.33
Ontario Teachers' Finance Trust	100,000	4.15%	01-Nov-29	101,161	100,155	0.63
Province of Alberta	74,000	2.05%	01-Jun-30	65,680	65,464	0.41
Province of Alberta	48,000	3.05%	01-Dec-48	39,581	39,745	0.25
Province of Alberta	61,000	3.10%	01-Jun-50	53,416	51,001	0.32
Province of British Columbia	62,000	5.70%	18-Jun-29	71,689	67,680	0.42
Province of British Columbia	32,000	4.30%	18-Jun-42	34,451	32,642	0.20
Province of British Columbia	189,000	2.75%	18-Jun-52	146,109	148,595	0.93
Province of British Columbia, Series 'BCCD-35'	126,000	2.80%	18-Jun-48	98,961	100,733	0.63
Province of Manitoba	67,000	3.90%	02-Dec-32	66,763	66,357	0.42
Province of Manitoba	69,000	3.80%	05-Sep-53	64,077	65,173	0.41
Province of New Brunswick	193,000	3.10%	14-Aug-28	192,739	184,554	1.16
Province of New Brunswick	80,000	3.10%	14-Aug-48	69,693	66,527	0.42
Province of Newfoundland	30,000	4.15%	02-Jun-33	29,975	29,911	0.19
Province of Newfoundland and Labrador	24,000	1.75%	02-Jun-30	21,262	20,603	0.13
Province of Nova Scotia	45,000	3.15%	01-Dec-51	39,745	37,853	0.24
Province of Ontario	86,000	2.40%	02-Jun-26	81,044	81,319	0.51
Province of Ontario	1,894,000	1.35%	02-Dec-30	1,574,692	1,578,224	9.87
Province of Ontario	259,000	2.80%	02-Jun-48	209,080	207,374	1.30
Province of Ontario	88,000	2.65%	02-Dec-50	71,189	67,849	0.42
Province of Ontario	400,000	3.75%	02-Dec-53	374,574	383,558	2.40
Province of Quebec	6,000	6.25%	01-Jun-32	8,141	7,001	0.04
Province of Quebec	48,000	5.75%	01-Dec-36	59,254	56,252	0.35
Province of Quebec	163,000	5.00%	01-Dec-41	184,676	180,965	1.13
Province of Quebec	251,000	3.50%	01-Dec-48	236,131	228,173	1.43
Province of Quebec	90,000	3.10%	01-Dec-51	76,571	76,236	0.48
Province of Quebec	237,000	2.85%	01-Dec-53	188,840	189,939	1.19

First Trust JFL Fixed Income Core Plus ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

Province of Quebec, Series 'QY'	9,000	1.85%	13-Feb-27	9,110	8,307	0.05
Province of Saskatchewan	21,000	3.10%	02-Jun-50	18,421	17,603	0.11
Province of Saskatchewan	61,000	2.80%	02-Dec-52	47,385	47,857	0.30
				<b>4,416,392</b>	<b>4,387,180</b>	<b>27.46</b>
<b>Corporate Bonds—35.54%</b>						
407 International Inc., Callable	26,000	4.45%	14-Aug-31	25,262	25,024	0.16
407 International Inc., Callable, Series '99-A2'	68,000	6.47%	27-Jul-29	78,382	74,149	0.46
AltaGas Ltd., Variable Rate, Callable	76,000	5.25%	11-Jan-82	65,143	60,595	0.38
AltaLink L.P., Callable	32,000	3.99%	30-Jun-42	30,696	29,601	0.19
ARC Resources Ltd., Callable	146,000	3.47%	10-Mar-31	128,393	128,214	0.80
Bank of Montreal	276,000	2.28%	29-Jul-24	266,511	266,632	1.67
Bank of Montreal, Callable	221,000	3.65%	01-Apr-27	211,513	209,168	1.31
Bank of Montreal, Variable Rate, Callable	26,000	5.63%	26-May-82	24,296	24,072	0.15
Bank of Montreal, Variable Rate, Perpetual	50,000	7.06%	26-Apr-28	48,850	48,641	0.30
Bell Canada, Callable	84,000	2.90%	10-Sep-29	74,643	74,806	0.47
Bell Canada, Callable	237,000	5.85%	10-Nov-32	249,926	249,291	1.56
Bruce Power L.P., Callable, Series '17-2'	32,000	4.01%	21-Jun-29	31,725	30,439	0.19
Bruce Power L.P., Callable, Series '21-1'	13,000	2.68%	21-Dec-28	11,709	11,571	0.07
Calgary Airport Authority, Callable, Series 'A'	59,000	3.20%	07-Oct-36	50,621	50,267	0.31
Calgary Airport Authority, Callable, Series 'D'	53,000	3.55%	07-Oct-51	43,504	44,248	0.28
Calgary Airport Authority, Callable, Series 'E'	63,000	3.55%	07-Oct-53	51,989	52,234	0.33
Canadian Imperial Bank of Commerce	138,000	2.00%	17-Apr-25	132,117	129,629	0.81
Canadian Imperial Bank of Commerce, Callable	122,000	4.95%	29-Jun-27	122,858	120,759	0.76
Canadian Imperial Bank of Commerce, Variable Rate, Callable	96,000	4.20%	07-Apr-32	90,489	90,702	0.57
Canadian Imperial Bank of Commerce, Variable Rate, Callable	21,000	7.15%	28-Jul-82	20,683	20,404	0.13
Canadian National Railway Co., Callable	77,000	4.40%	10-May-33	75,967	75,612	0.47
Canadian Western Bank, Variable Rate, Callable	16,000	5.94%	22-Dec-32	15,919	15,507	0.10
CCL Industries Inc., Callable, Series '1'	9,000	3.86%	13-Apr-28	9,619	8,430	0.05
CDP Financial Inc.	37,000	3.80%	02-Jun-27	37,041	36,445	0.23
Corus Entertainment Inc., Callable	27,000	5.00%	11-May-28	27,260	19,440	0.12
Corus Entertainment Inc., Restricted, Callable	10,000	6.00%	28-Feb-30	10,000	7,063	0.04
Enbridge Gas Inc., Callable	62,000	2.90%	01-Apr-30	56,273	55,988	0.35
Enbridge Inc., Callable	15,000	6.51%	09-Nov-52	16,431	17,129	0.11
Enbridge Inc., Variable Rate, Callable, Series 'C'	8,000	6.63%	12-Apr-78	7,877	7,730	0.05
Fédération des caisses Desjardins du Québec	66,000	2.42%	04-Oct-24	63,292	63,452	0.40
Fédération des caisses Desjardins du Québec	162,000	1.09%	21-Jan-26	148,041	145,610	0.91
Fédération des caisses Desjardins du Québec	75,000	4.41%	19-May-27	72,961	72,831	0.46
Fédération des caisses Desjardins du Québec, Variable Rate, Callable	109,000	5.04%	23-Aug-32	106,680	105,819	0.66
Great-West Lifeco Inc., Callable	55,000	3.34%	28-Feb-28	52,317	51,361	0.32
HSBC Bank Canada	68,000	4.81%	16-Dec-24	67,879	67,241	0.42
Hydro One Inc., Callable	280,000	2.23%	17-Sep-31	238,532	236,621	1.48
Hydro One Inc., Callable	70,000	3.91%	23-Feb-46	62,539	63,114	0.40
Hydro One Inc., Callable, Series '44'	187,000	3.64%	05-Apr-50	159,052	159,986	1.00
Intact Financial Corp., Variable Rate, Callable	23,000	7.34%	30-Jun-83	23,202	22,828	0.14
Keyera Corp., Callable	54,000	5.02%	28-Mar-32	52,377	52,157	0.33
Keyera Corp., Variable Rate, Callable	112,000	5.95%	10-Mar-81	98,275	96,711	0.61
Loblaw Cos. Ltd., Callable	78,000	5.01%	13-Sep-32	78,132	78,462	0.49
Manulife Bank of Canada	113,000	2.38%	19-Nov-24	110,253	108,104	0.68
Manulife Financial Corp., Variable Rate, Callable	16,000	7.12%	19-Jun-82	15,810	15,515	0.10
Metro Inc., Callable	5,000	4.66%	07-Feb-33	5,007	4,903	0.03
National Bank of Canada	124,000	2.98%	04-Mar-24	122,246	121,964	0.76
National Bank of Canada	49,000	1.53%	15-Jun-26	45,016	44,082	0.28
National Bank of Canada	13,000	5.22%	14-Jun-28	13,000	13,015	0.08
National Bank of Canada, Variable Rate, Callable	165,000	5.43%	16-Aug-32	163,366	162,430	1.02
National Bank of Canada, Variable Rate, Callable	121,000	7.50%	16-Nov-82	120,737	118,652	0.74
NuVista Energy Ltd., Callable	114,000	7.88%	23-Jul-26	116,607	116,280	0.73
Ontario Power Generation Inc., Callable, Series '4'	81,000	2.98%	13-Sep-29	73,756	73,652	0.46
Parkland Corp., Callable	50,000	3.88%	16-Jun-26	46,360	46,416	0.29
Parkland Corp., Callable	26,000	6.00%	23-Jun-28	24,926	25,064	0.16
Parkland Corp., Callable	150,000	4.38%	26-Mar-29	131,865	131,288	0.82



**First Trust JFL Fixed Income Core Plus ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

Royal Bank of Canada	328,000	4.61%	26-Jul-27	323,016	321,402	2.00
Royal Bank of Canada	66,000	5.23%	24-Jun-30	66,000	66,463	0.42
Royal Bank of Canada, Variable Rate, Callable	138,000	2.74%	25-Jul-29	133,049	133,384	0.83
Royal Bank of Canada, Variable Rate, Callable	52,000	5.01%	01-Feb-33	50,829	50,453	0.32
Saputo Inc., Callable	26,000	5.25%	29-Nov-29	26,414	26,211	0.16
SNC-Lavalin Group Inc., Series '7'	100,000	7.00%	12-Jun-26	102,875	101,750	0.64
Sun Life Financial Inc., Variable Rate, Callable	8,000	3.15%	18-Nov-36	7,143	6,768	0.04
Suncor Energy Inc., Callable, Series '5'	58,000	4.34%	13-Sep-46	49,467	49,845	0.31
Tamarack Valley Energy Ltd., Callable	101,000	7.25%	10-May-27	96,340	94,530	0.59
TELUS Corp., Callable	8,000	5.25%	15-Nov-32	8,005	8,030	0.05
TELUS Corp., Callable	3,000	5.65%	13-Sep-52	2,988	3,102	0.02
Toronto-Dominion Bank (The)	41,000	2.85%	08-Mar-24	40,109	40,293	0.25
Toronto-Dominion Bank (The)	100,000	2.67%	09-Sep-25	94,377	94,304	0.59
Toronto-Dominion Bank (The)	174,000	4.68%	08-Jan-29	172,221	170,726	1.07
Toronto-Dominion Bank (The), Variable Rate, Callable	166,000	3.11%	22-Apr-30	160,569	157,928	0.99
Toronto-Dominion Bank (The), Variable Rate, Callable	26,000	7.28%	31-Oct-82	26,100	25,537	0.16
Toronto-Dominion Bank (The), Variable Rate, Perpetual, Series '27'	80,000	5.75%	01-Oct-27	73,100	67,775	0.42
TransCanada PipeLines Ltd., Callable	16,000	3.80%	05-Apr-27	15,415	15,235	0.10
TransCanada PipeLines Ltd., Callable	7,000	4.33%	16-Sep-47	5,808	5,897	0.04
TransCanada PipeLines Ltd., Callable	53,000	5.92%	12-May-52	54,009	56,087	0.35
				<b>5,735,759</b>	<b>5,677,068</b>	<b>35.54</b>
				<b>13,178,757</b>	<b>13,074,080</b>	<b>81.84</b>
<b>INTERNATIONAL BONDS</b>						
<b>Corporate Bonds—10.99%</b>						
Air Lease Corp., Callable	174,000	2.63%	05-Dec-24	165,189	165,346	1.04
Anheuser-Busch InBev Finance Inc., Callable	131,000	4.32%	15-May-47	116,940	118,362	0.74
Apple Inc., Callable	93,000	2.51%	19-Aug-24	90,058	90,201	0.56
Heathrow Funding Ltd.	68,000	3.40%	08-Mar-30	65,003	62,877	0.39
Heathrow Funding Ltd., Callable	68,000	3.78%	04-Sep-32	62,005	61,931	0.39
Heathrow Funding Ltd., Callable	180,000	3.66%	13-Jan-33	162,997	161,779	1.01
Mondelez International Inc., Callable	100,000	3.25%	07-Mar-25	96,660	96,314	0.60
National Grid Electricity Transmission PLC, Callable	71,000	2.30%	22-Jun-29	62,173	61,004	0.38
Nestle Holdings Inc., Callable	198,000	2.19%	26-Jan-29	175,081	174,667	1.09
TWDC Enterprises 18 Corp.	21,000	2.76%	07-Oct-24	20,450	20,290	0.13
Walt Disney Co. (The)	378,000	3.06%	30-Mar-27	357,008	351,161	2.21
Wells Fargo & Co.	45,000	2.51%	27-Oct-23	44,362	44,601	0.28
Wells Fargo & Co.	198,000	3.87%	21-May-25	195,491	190,462	1.19
Wells Fargo & Co.	174,000	2.49%	18-Feb-27	161,155	156,978	0.98
				<b>1,774,572</b>	<b>1,755,973</b>	<b>10.99</b>
<b>Total investments</b>				<b>14,953,329</b>	<b>14,830,053</b>	<b>92.83</b>
Other assets, less liabilities					<b>1,145,893</b>	<b>7.17</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>				<b>14,953,329</b>	<b>15,975,946</b>	<b>100.00</b>

# First Trust JFL Global Equity ETF

## STATEMENTS OF FINANCIAL POSITION As at June 30, 2023 (unaudited) and December 31, 2022

	June 30 2023 (\$)	December 31 2022 (\$)
<b>Assets</b>		
Investments (non-derivative financial assets)	2,783,367	2,359,743
Cash	66,382	72,913
Accrued dividend receivable	1,155	501
Other assets	102	-
	2,851,006	2,433,157
<b>Liabilities</b>		
Accrued liabilities	2,205	2,812
Distributions payable to holders of redeemable units	4,275	-
	6,480	2,812
<b>Total net assets attributable to holders of redeemable units</b>	<b>2,844,526</b>	<b>2,430,345</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units per class</b>		
<b>Units</b>	<b>2,844,526</b>	<b>2,430,345</b>
<b>Redeemable units outstanding [note 6]</b>		
<b>Units</b>	<b>125,000</b>	<b>125,000</b>
<b>Net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>22.76</b>	<b>19.44</b>

## STATEMENTS OF COMPREHENSIVE INCOME For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Revenues</b>		
Dividends	23,072	10,539
Interest income for distribution purposes	-	3,995
<b>Other changes in fair value of investments</b>		
Net realized gain (loss) on investments	(12,144)	66,697
Change in unrealized appreciation (depreciation) of foreign exchange	280	8,487
Change in unrealized appreciation (depreciation) of investments	426,404	(904,581)
	437,612	(814,863)
Foreign exchange gain (loss) on cash	(540)	(18,614)
	437,072	(833,477)
<b>Expenses [note 7]</b>		
Management fees	11,219	10,866
HST expense	1,222	1,455
Transaction costs [note 3 and note 9]	995	4,699
Independent Review Committee fees	241	208
Interest expense	1	-
	13,678	17,228
Expenses waived by manager	(241)	(208)
	13,437	17,020
<b>Increase (Decrease) in net assets attributable to holders of redeemable units before tax</b>	<b>423,635</b>	<b>(850,497)</b>
<b>Withholding taxes</b>	<b>2,991</b>	<b>1,045</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	<b>420,644</b>	<b>(851,542)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for each class</b>		
<b>Units</b>	<b>420,644</b>	<b>(851,542)</b>
<b>Increase (Decrease) in net assets attributable to holders of redeemable units per unit</b>		
<b>Units</b>	<b>3.37</b>	<b>(7.21)</b>

See accompanying notes which are an integral part of these financial statements.

On behalf of the Trustee,  
FT Portfolios Canada Co.



..... Director



..... Director

# First Trust JFL Global Equity ETF

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Net assets attributable to holders of redeemable units, beginning of period</b>	2,430,345	15,519,690
<b>Increase (Decrease) in net assets attributable to holders of redeemable units</b>	420,644	(851,542)
<b>Redeemable unit transactions [note 6]</b>		
Proceeds from redeemable units issued	-	-
Reinvested distributions	-	-
Redemption of redeemable units	-	(13,315,672)
	-	(13,315,672)
<b>Distributions to holders of redeemable units from:</b>		
Net investment income	(6,463)	(1,253)
Capital gains	-	-
Return of capital	-	-
	(6,463)	(1,253)
<b>Increase (Decrease) in net assets attributable to holders of redeemable units for the period</b>	414,181	(14,168,467)
<b>Net assets attributable to holders of redeemable units, end of period</b>	2,844,526	1,351,223

See accompanying notes which are an integral part of these financial statements.

# First Trust JFL Global Equity ETF

## STATEMENTS OF CASH FLOW For the periods ended June 30, 2023 and 2022 (unaudited)

	June 30 2023 (\$)	June 30 2022 (\$)
<b>Cash flows from (used in) Operating Activities</b>		
Increase (Decrease) in net assets attributable to holders of redeemable units	420,644	(851,542)
Adjustments for:		
Net realized (gain) loss on investments	12,144	(66,697)
Change in unrealized (appreciation) depreciation of investments	(426,404)	904,581
Dividends receivable	(654)	3,889
Other assets	(102)	
Other liabilities	(607)	(11,408)
Purchases of investments	(403,070)	(119,012)
Proceeds from the sale of investments	393,706	13,281,094
	(4,343)	13,140,905
<b>Cash flows from (used in) Financing Activities</b>		
Amount received from the issuance of units	-	-
Amount paid on redemptions of units	-	(13,315,672)
Distributions paid to unitholders	(2,188)	-
	(2,188)	(13,315,672)
<b>Increase (Decrease) in cash for the period</b>	(6,531)	(174,767)
<b>Cash, beginning of period</b>	72,913	238,230
<b>Cash, end of period</b>	66,382	63,463
Interest received	-	3,995
Dividends received, net of withholding taxes	19,427	13,383

See accompanying notes which are an integral part of these financial statements

**First Trust JFL Global Equity ETF**  
**Notes to Financial Statements - Specific Information**  
**For the period ended June 30, 2023 (unaudited)**

**A. INVESTMENT OBJECTIVE (NOTE 1) – First Trust JFL Global Equity ETF** (the “First Trust ETF”) seeks to provide unitholders with capital appreciation by investing primarily in equity securities of large multinational companies that have demonstrated global leadership in their industry. The Sub-Advisor will primarily target international companies that benefit from exposure to economies typically growing at a rate higher than the global gross domestic product (GDP). Emphasis will be on non-cyclical companies that have a competitive advantage in their industry. The First Trust ETF will not invest more than 20% of its net assets in securities of issuers located in emerging markets.

**B. FAIR VALUE MEASUREMENT (NOTE 5) -** The following fair value hierarchy tables present information about the First Trust ETF assets measured at fair value on a recurring basis for the period ended June 30, 2023 and year ended December 31, 2022:

	Financial Assets (Liabilities) at Fair Value (\$)			
	Level 1	Level 2	Level 3	Total
As at June 30, 2023				
Equities	2,783,367	–	–	2,783,367
<b>Total</b>	<b>2,783,367</b>	<b>–</b>	<b>–</b>	<b>2,783,367</b>
	Financial Assets (Liabilities) at Fair Value (\$)			
	Level 1	Level 2	Level 3	Total
As at December 31, 2022				
Equities	2,359,743	–	–	2,359,743
<b>Total</b>	<b>2,359,743</b>	<b>–</b>	<b>–</b>	<b>2,359,743</b>

There have been no transfers from one Level to another for the period ended June 30, 2023 and year ended December 31, 2022.

The First Trust ETF did not hold any Level 3 instruments at the beginning of, during, or at the end of the reporting periods.

**C. REDEEMABLE UNITS (NOTE 6) -** The First Trust ETF issued (redeemed) the following units during the period ended June 30, 2023 and year ended December 31, 2022:

Redeemable Units	Units
Outstanding units – January 1, 2022	675,000
Redeemable units issued	50,000
Redeemable units issued on reinvestments	–
Redeemable units redeemed	(600,000)
Outstanding units – December 31, 2022	125,000
Redeemable units issued	–
Redeemable units issued on reinvestments	–
Redeemable units redeemed	–
Outstanding units – June 30, 2023	125,000

**D. MANAGEMENT FEES AND EXPENSES (NOTE 7) -** Below is the current annual management fee charged to the First Trust ETF:

Annual Management Fee
Units
0.85%

First Trust JFL Global Equity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**E. TAXATION (NOTE 8)**

**Tax loss carry-forwards** - There are no net capital and non-capital tax loss carryforwards as at December 31, 2022 and 2021.

**F. COMMISSION (NOTE 9)** - Total commissions and other transaction costs paid or payable to dealers by the First Trust ETF for its portfolio transactions during the periods ended June 30, 2023 and 2022 is as follows:

Transaction Cost (\$)	
2023	2022
995	4,699

**G. RELATED PARTY INFORMATION (NOTE 10)** - The total management fees earned by the Manager for the periods ended June 30, 2023 and 2022, including amount owing as at June 30, 2023 and 2022 is as follows:

Management Fee Expense (\$)		Management Fee Payable (\$)	
2023	2022	2023	2022
11,219	10,866	1,951	967

**H. FINANCIAL RISK MANAGEMENT (NOTE 11)**

**Market risk** - As at June 30, 2023 and December 31, 2022, the First Trust ETF's market risk is affected by changes in actual market prices and foreign currency movements. If the following index had increased (decreased) by 5% at June 30, 2023 and December 31, 2022, with all other variables held constant, this would have approximately increased (decreased) net assets as follows:

Index	As at June 30, 2023		As at December 31, 2022	
	5% Increase (\$)	5% Decrease (\$)	5% Increase (\$)	5% Decrease (\$)
MSCI ACWI Index	142,226	(142,226)	121,517	(121,517)

**Currency risk** - The table below summarizes the First Trust ETF's net currency exposure as at June 30, 2023 and December 31, 2022:

Currency	As at June 30, 2023		As at December 31, 2022	
	Net Exposure (\$)	% Net Assets	Net Exposure (\$)	% Net Assets
United States Dollar	1,752,126	61.60	1,473,003	60.61
British Pound Sterling	297,641	10.46	248,977	10.24
Euro	231,056	8.12	186,084	7.66
Hong Kong Dollar	141,328	4.97	158,692	6.53
Swiss Francs	128,449	4.52	98,251	4.04
Japanese Yen	104,577	3.68	97,787	4.02
Swedish Krona	36,114	1.27	30,221	1.24
Total	2,691,291	94.62	2,293,015	94.34

As at June 30, 2023, if the exchange rate between the Canadian Dollar and the other currencies increased or decreased by 1%, with all other variables held constant, net assets would have decreased or increased by \$26,913 (December 31, 2022 - \$22,930). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

First Trust JFL Global Equity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

**Concentration Risk** - The table below summarizes the First Trust ETF's concentration risk for the period ended June 30, 2023 and year ended December 31, 2022:

Sector	As a % of net assets attributable to holders of redeemable units	
	As at June 30, 2023	As at December 31, 2022
<i>Canada</i>		
Industrials	1.92	–
Financials	1.81	1.24
Information Technology	1.50	2.40
<i>United States</i>		
Health Care	14.75	15.65
Consumer Discretionary	7.68	7.41
Information Technology	7.15	9.00
Financials	6.83	8.32
Communication Services	5.79	7.12
Consumer Staples	3.78	2.38
Materials	2.13	2.14
Industrials	1.96	2.02
<i>International</i>		
United Kingdom	12.74	10.24
Switzerland	5.76	5.75
France	4.86	4.73
Japan	3.68	4.02
China	2.62	4.05
Hong Kong	2.35	2.48
India	2.18	2.45
Ireland	2.01	–
Spain	1.85	1.67
Taiwan	1.81	1.52
Netherlands	1.42	1.26
Sweden	1.27	1.24
Total	97.85	97.09

First Trust JFL Global Equity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

SCHEDULE OF PORTFOLIO INVESTMENTS As at June 30, 2023 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total
<b>CANADIAN EQUITIES</b>				
<b>Financials—1.81%</b>				
Brookfield Corp., Class 'A'	1,156	57,934	51,558	1.81
		<b>57,934</b>	<b>51,558</b>	<b>1.81</b>
<b>Industrials—1.92%</b>				
Canadian National Railway Co.	340	54,252	54,543	1.92
		<b>54,252</b>	<b>54,543</b>	<b>1.92</b>
<b>Information Technology—1.50%</b>				
Kinaxis Inc.	225	38,374	42,592	1.50
		<b>38,374</b>	<b>42,592</b>	<b>1.50</b>
		<b>150,560</b>	<b>148,693</b>	<b>5.23</b>
<b>UNITED STATES EQUITIES</b>				
<b>Communication Services—5.79%</b>				
Alphabet Inc., Class 'A'	700	118,114	111,001	3.90
Booking Holdings Inc.	15	41,069	53,659	1.89
		<b>159,183</b>	<b>164,660</b>	<b>5.79</b>
<b>Consumer Discretionary—7.68%</b>				
Amazon.com Inc.	670	117,313	115,705	4.07
Copart Inc.	490	41,021	59,207	2.08
LCI Industries	260	44,749	43,523	1.53
		<b>203,083</b>	<b>218,435</b>	<b>7.68</b>
<b>Consumer Staples—3.78%</b>				
Monster Beverage Corp.	670	40,598	50,983	1.79
PepsiCo Inc.	230	55,962	56,435	1.99
		<b>96,560</b>	<b>107,418</b>	<b>3.78</b>
<b>Financials—6.83%</b>				
Bank OZK	813	42,314	43,253	1.52
Fiserv Inc.	412	58,590	68,853	2.42
Interactive Brokers Group Inc., Class 'A'	748	59,044	82,315	2.89
		<b>159,948</b>	<b>194,421</b>	<b>6.83</b>
<b>Health Care—14.75%</b>				
Abbott Laboratories	374	55,601	54,015	1.90
Becton	212	66,429	74,147	2.61
Boston Scientific Corp.	1,001	53,908	71,727	2.52
Danaher Corp.	200	69,835	63,588	2.23
IQVIA Holdings Inc.	236	69,750	70,272	2.47
UnitedHealth Group Inc.	135	79,466	85,958	3.02
		<b>394,989</b>	<b>419,707</b>	<b>14.75</b>
<b>Industrials—1.96%</b>				
Ametek Inc.	260	41,523	55,757	1.96
		<b>41,523</b>	<b>55,757</b>	<b>1.96</b>
<b>Information Technology—7.15%</b>				
Mastercard Inc., Class 'A'	155	68,086	80,759	2.84
Microsoft Corp.	272	98,007	122,707	4.31
		<b>166,093</b>	<b>203,466</b>	<b>7.15</b>
<b>Materials—2.13%</b>				
Sherwin-Williams Co. (The)	172	57,890	60,500	2.13
		<b>57,890</b>	<b>60,500</b>	<b>2.13</b>
		<b>1,279,269</b>	<b>1,424,364</b>	<b>50.07</b>
<b>INTERNATIONAL EQUITIES</b>				
<b>China—2.62%</b>				
Shenzhou International Group	1,900	35,473	24,011	0.85
Tencent Holdings Ltd.	900	55,499	50,454	1.77
		<b>90,972</b>	<b>74,465</b>	<b>2.62</b>



First Trust JFL Global Equity ETF  
Notes to Financial Statements - Specific Information  
For the period ended June 30, 2023 (unaudited)

<b>France—4.86%</b>				
Air Liquide SA	184	34,456	43,675	1.54
LVMH Moet Hennessy Louis Vuitton SE	45	40,059	56,138	1.97
Schneider Electric SE	160	31,889	38,501	1.35
		<b>106,404</b>	<b>138,314</b>	<b>4.86</b>
<b>Hong Kong—2.35%</b>				
AIA Group Ltd.	5,000	68,582	66,863	2.35
		<b>68,582</b>	<b>66,863</b>	<b>2.35</b>
<b>India—2.18%</b>				
HDFC Bank Ltd., ADR	672	60,075	62,049	2.18
		<b>60,075</b>	<b>62,049</b>	<b>2.18</b>
<b>Ireland—2.01%</b>				
Accenture PLC, Class 'A'	140	52,019	57,231	2.01
		<b>52,019</b>	<b>57,231</b>	<b>2.01</b>
<b>Japan—3.68%</b>				
Hoya Corp.	230	39,030	36,056	1.27
Keyence Corp.	110	70,456	68,521	2.41
		<b>109,486</b>	<b>104,577</b>	<b>3.68</b>
<b>Netherlands—1.42%</b>				
ASML Holding NV	42	36,276	40,253	1.42
		<b>36,276</b>	<b>40,253</b>	<b>1.42</b>
<b>Spain—1.85%</b>				
Industria de Diseno Textil SA	1,024	39,480	52,490	1.85
		<b>39,480</b>	<b>52,490</b>	<b>1.85</b>
<b>Sweden—1.27%</b>				
Atlas Copco AB, Class 'A'	1,892	33,849	36,114	1.27
		<b>33,849</b>	<b>36,114</b>	<b>1.27</b>
<b>Switzerland—5.76%</b>				
Chubb Ltd.	139	32,390	35,458	1.25
Nestlé SA, Registered	500	81,387	79,628	2.80
Sika AG, Registered	129	50,118	48,821	1.71
		<b>163,895</b>	<b>163,907</b>	<b>5.76</b>
<b>Taiwan—1.81%</b>				
Taiwan Semiconductor Manufacturing Co. Ltd., ADR	386	51,231	51,606	1.81
		<b>51,231</b>	<b>51,606</b>	<b>1.81</b>
<b>United Kingdom—12.74%</b>				
Abcam PLC, Sponsored ADR	2,023	44,711	65,579	2.31
B&M European Value Retail SA	5,669	50,821	53,125	1.87
Diageo PLC	1,304	78,140	74,132	2.61
Diploma PLC	812	35,221	40,765	1.43
Intertek Group PLC	854	66,007	61,279	2.15
London Stock Exchange Group PLC	480	62,141	67,561	2.37
		<b>337,041</b>	<b>362,441</b>	<b>12.74</b>
<b>Total investments</b>		<b>2,579,139</b>	<b>2,783,367</b>	<b>97.85</b>
Transaction costs		<b>(3,985)</b>		
Other assets, less liabilities			<b>61,159</b>	<b>2.15</b>
<b>Total Net Assets Attributable to Holders of Redeemable Units</b>		<b>2,575,154</b>	<b>2,844,526</b>	<b>100.00</b>

**First Trust Exchange-Traded Funds**  
**Notes to Financial Statements**  
**For the period ended June 30, 2023 (unaudited)**

**1. GENERAL INFORMATION**

The following First Trust exchange-traded funds (each, a “First Trust ETF” and collectively, the “First Trust ETFs”) are continuously distributed exchange-traded mutual funds established as trusts formed on the dates noted below under the laws of the Province of Ontario pursuant to a declaration of trust last amended on May 5, 2023. The majority of the units of the First Trust ETFs are listed for trading on the Toronto Stock Exchange (“TSX”), except for the units of the Target Outcome Funds<sup>1</sup>, while First Trust JFL Fixed Income Core Plus ETF and First Trust JFL Global Equity ETF are listed for trading on the NEO Exchange.

First Trust ETFs	Ticker Symbols	Inception Date
<b>Actively Managed Funds</b>		
First Trust Canadian Capital Strength ETF*	FST	November 30, 2001
First Trust Senior Loan ETF (CAD-Hedged)*	FSL	August 28, 2013
First Trust International Capital Strength ETF	FINT	May 17, 2018
First Trust JFL Fixed Income Core Plus ETF	FJFB	March 19, 2021
First Trust JFL Global Equity ETF	FJFG	March 19, 2021
<b>Target Outcome Funds</b>		
First Trust Cboe Vest U.S. Equity Buffer ETF – August	AUGB.F	August 30, 2019
First Trust Cboe Vest U.S. Equity Buffer ETF – November	NOVB.F	February 4, 2020
First Trust Cboe Vest U.S. Equity Buffer ETF – February	FEBB.F	February 25, 2020
First Trust Cboe Vest U.S. Equity Buffer ETF – May	MAYB.F	May 21, 2020
<b>Income Funds</b>		
First Trust Value Line <sup>®</sup> Dividend Index ETF (CAD-Hedged)*	FUD	May 15, 2013
First Trust Global Risk Managed Income Index ETF*	ETP	July 23, 2014
First Trust Morningstar Dividend Leaders ETF (CAD-Hedged)	FDL	September 29, 2016
<b>AlphaDEX<sup>™</sup> U.S. Sector Funds</b>		
First Trust AlphaDEX <sup>™</sup> U.S. Health Care Sector Index ETF	FHH	October 30, 2014
	FHH.F	December 8, 2017
First Trust AlphaDEX <sup>™</sup> U.S. Industrials Sector Index ETF	FHG	October 30, 2014
	FHG.F	December 8, 2017
First Trust AlphaDEX <sup>™</sup> U.S. Technology Sector Index ETF	FHQ	October 30, 2014
	FHQ.F	December 8, 2017
<b>Sector and Industry Funds</b>		
First Trust Nasdaq <sup>®</sup> Clean Edge <sup>®</sup> Green Energy ETF	QCLN	October 30, 2014
First Trust Indxx NextG ETF	NXTG	October 30, 2014
First Trust Nasdaq Cybersecurity ETF	CIBR	October 30, 2014
First Trust Dow Jones Internet ETF	FDN	October 30, 2014
	FDN.F	December 8, 2017
First Trust NYSE Arca Biotechnology ETF	FBT	October 30, 2014
First Trust Cloud Computing ETF	SKYY	October 30, 2014
First Trust Indxx Innovative Transaction and Process ETF	BLCK	March 23, 2018

<sup>1</sup>As of the date of these annual financial statements, the Target Outcome Funds have not offered any Units to the public (i.e., AUGB, NOVB, FEBB, MAYB).

\*As of February 8, 2022, certain First Trust ETFs that previously offered Advisor Class units are no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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FT Portfolios Canada Co. (the “Manager”) is also the trustee and promoter of the First Trust ETFs. First Trust Advisors L.P., an affiliate of the Manager, is the Portfolio Advisor of the First Trust ETFs. CIBC Mellon Trust Company is the custodian of the assets of the First Trust ETFs.

The address of the Manager is 40 King Street West, Suite 5102, Scotia Plaza, Box 312, Toronto, Ontario M5H 3Y2. The financial statements were authorized for issuance by the board of directors of the Manager on August 29, 2023.

## 2. BASIS OF PRESENTATION

The information provided in these financial statements and notes thereto is as at June 30, 2023 with comparatives as at December 31, 2022 and for the period ended June 30, 2023 with comparatives for the period ended June 30, 2022.

These annual financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”).

The financial statements have been prepared on the historical cost basis, except for the revaluation of certain financial instruments. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

## 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

### Financial instruments

#### (i) Classification

##### Financial Assets

A First Trust ETF classifies its investments in debt and equity securities and open-ended investment funds based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

These financial assets are managed and their performance is evaluated on a fair value basis. A First Trust ETF also manages these financial assets with the objective of realizing cash flows through sales. A First Trust ETF has not taken the option to irrevocably designate any of its debt and equity securities at fair value through other comprehensive income (“FVOCI”). Consequently, these financial assets are mandatorily measured at FVTPL.

##### Financial Liabilities

A First Trust ETF makes short sales in which a borrowed security is sold in anticipation of a future decline in its market value or used as an arbitrage strategy.

Financial assets or financial liabilities held for trading are those acquired or incurred principally for the purpose of selling or repurchasing in the near future or on initial recognition are a part of a portfolio of identified financial instruments that a First Trust ETF manages together and have recent actual pattern of short-term profit-taking. All derivatives and short positions are included in this category and mandatorily measured at FVTPL.

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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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#### **Hedge Accounting**

A First Trust ETF does not apply hedge accounting to any of its derivative positions.

#### **(ii) Financial assets and financial liabilities at amortized cost**

The financial assets and liabilities measured at amortized cost include cash collateral posted on derivative positions, accrued income, due to and from brokers and other short-term receivables and payables.

At each reporting date, a First Trust ETF measures the loss allowance on cash collateral held, amounts due from broker, accrued income and other short-term receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, a First Trust ETF measures the loss allowance at an amount equal to the 12 month expected credit losses. Given the short-term nature of the receivables and the high credit quality, a First Trust ETF has determined that the expected credit loss allowances are not material.

#### **(iii) Recognition and measurement**

Financial assets and financial liabilities at FVTPL are initially recognized on the trade date, which is the date on which the First Trust ETFs become a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

Financial assets and financial liabilities at FVTPL are initially recognized at fair value, with transaction costs recognized in the statement of comprehensive income. Financial assets or financial liabilities not at FVTPL are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue.

Subsequent to initial recognition, financial assets and liabilities at FVTPL are measured at fair value. Net realized gain (loss) on sale of investments and net change in unrealized appreciation (depreciation) of investments arising from changes in their fair value are included in the statement of comprehensive income for the period in which they arise.

Dividend or interest earned on financial assets at fair value through profit or loss and dividend or interest expense on the financial liabilities at fair value through profit or loss are disclosed in a separate line item in the statement of comprehensive income.

Fair value is determined in the manner described in item (v) below.

#### **(iv) Derecognition**

Financial assets are derecognized when the rights to receive cash flows from the investments have expired or the First Trust ETF has transferred substantially all risks and rewards of ownership.

Financial liabilities at FVTPL are derecognized when the obligation specified in the contract is discharged, cancelled, or expired.

Net realized gain (loss) on sale of investments and derivatives are determined on a weighted average cost basis.

#### **(v) Fair value measurement**

For the First Trust ETFs, investments in listed securities are measured at fair value, which is determined in reference to their quoted close prices on the principal securities exchange on which the issue is traded. The

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## First Trust Exchange-Traded Funds

### Notes to Financial Statements

#### For the period ended June 30, 2023 (unaudited)

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change in the difference between the fair value and average cost is included in the statement of comprehensive income as unrealized appreciation (depreciation) on investments.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

Forward foreign exchange contracts are valued at the current market value thereof on the valuation date. The value of these forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. A First Trust ETF uses a variety of methods and makes assumptions that are based on market conditions existing at each year-end date. Valuation techniques used for non-standardized financial instruments such as options, currency swaps and other over-the-counter derivatives, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

For instruments for which there is no active market, the First Trust ETF may use internally developed models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. Valuation models are used primarily to value unlisted equity and debt securities for which markets were or have been inactive during the financial year. Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the First Trust ETF holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including model risk, liquidity risk and counterparty risk.

IFRS 13 requires disclosures relating to fair value measurements using a three-level fair value hierarchy. The level within which the fair value measurement is categorized in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement. Assessing the significance of a particular input requires judgment, considering factors specific to the asset or liability. The following shows financial instruments recognized at fair value, categorized between those whose fair value is based on:

- Level 1 — Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The determination of what constitutes "observable" requires significant judgment by the First Trust ETF. The First Trust ETF considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

Unobservable inputs are used to measure fair value to the extent that relevant observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. However, the fair value measurement objective remains the same, i.e., an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability. Therefore, unobservable inputs reflect the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk.

Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the First Trust ETFs determine whether transfers have occurred between levels in the hierarchy by re-assessing the categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The carrying values of cash, other assets, other liabilities and the First Trust ETFs' obligation for net assets attributable to holders of redeemable units approximate their fair values due to their short-term nature.

See Note 5 for additional details related to the First Trust ETFs' fair value measurements.

#### Cash

Cash consists of cash on deposit and bank overdraft.

#### Receivable for portfolio securities sold and Payable for portfolio securities purchased

Receivable for portfolio securities sold and Payable for portfolio securities purchased are recorded on the statement of financial position at the amount to be received or delivered.

#### Net assets attributable to holders of redeemable units per unit

First Trust ETFs
Issued Common units and Advisor Class units*
First Trust Canadian Capital Strength ETF ("FST")
First Trust Value Line® Dividend Index ETF (CAD-Hedged) ("FUD")
First Trust Global Risk Managed Income Index ETF ("ETP")
First Trust Senior Loan ETF (CAD-Hedged) ("FSL")
Issued Units and Hedged Units
First Trust AlphaDEX™ U.S. Health Care Sector Index ETF ("FHH")
First Trust AlphaDEX™ U.S. Industrials Sector Index ETF ("FHG")
First Trust AlphaDEX™ U.S. Technology Sector Index ETF ("FHQ")
First Trust Dow Jones Internet ETF ("FDN")
Issued Units only
First Trust Nasdaq® Clean Edge® Green Energy ETF ("QCLN")
First Trust Indxx NextG ETF ("NXTG")
First Trust Nasdaq Cybersecurity ETF ("CIBR")
First Trust NYSE Arca Biotechnology ETF ("FBT")
First Trust Cloud Computing ETF ("SKYY")
First Trust Morningstar Dividend Leaders ETF (CAD-Hedged) ("FDL")
First Trust Indxx Innovative Transaction and Process ETF ("BLCK")
First Trust International Capital Strength ETF ("FINT")

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## First Trust Exchange-Traded Funds

### Notes to Financial Statements

#### For the period ended June 30, 2023 (unaudited)

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First Trust JFL Fixed Income Core Plus ETF ("FJFB")
First Trust JFL Global Equity ETF ("FJFG")
Issued Hedged Units only
First Trust Cboe Vest U.S. Equity Buffer ETF – August ("AUGB.F")
First Trust Cboe Vest U.S. Equity Buffer ETF – November ("NOVB.F")
First Trust Cboe Vest U.S. Equity Buffer ETF – February ("FEBB.F")
First Trust Cboe Vest U.S. Equity Buffer ETF – May ("MAYB.F")

These classes of redeemable units are the most subordinate classes of financial instruments in First Trust ETFs and rank pari passu in all material respects and have the same terms and conditions other than differences in management fee rate where the Advisor Class pays additional amount for service fees (See note 7 – Management Fees and Expenses).

A separate net asset value ("NAV") is calculated for each class of Common Class, Advisor Class, Units, Hedged Units of the First Trust ETFs. The NAV of a particular class of unit is computed by calculating the value of the class' proportionate share of the assets and liabilities of the First Trust ETF common to all series less direct expenses attributable only to that class. The NAV is divided by the number of units outstanding for each class on the day of valuation to compute NAV per unit. Other expenses are allocated proportionately to each series based upon the relative NAV of each class. Expenses are accrued daily.

Dividends are distributed according to the dividend policy discussed in the respective simplified prospectuses of the First Trust ETFs. Income not distributed is included in net assets attributable to holders of redeemable shares.

\*As of February 8, 2022, certain First Trust ETFs that previously offered Advisor Class units are no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

#### **Investment income**

The "Interest income for distribution purposes" shown on the statement of comprehensive income represents the coupon interest received by the First Trust ETFs accounted for on a straight-line basis. The First Trust ETFs do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight-line basis.

Dividend income is recognized on the ex-dividend date in the statement of comprehensive income within dividend income, gross of withholding taxes, when the First Trust ETF's right to receive payments is established.

The First Trust ETFs generally 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 statement of comprehensive income.

#### **Foreign currencies**

The primary economic environment in which an entity operates is normally the one in which it primarily generates and expends cash. The Manager considers the currency of the primary economic environment in which the First Trust ETFs operate to be the Canadian dollar as this is the currency which, in the Manager's opinion, most faithfully represents the economic effects of underlying transactions, events and conditions. Furthermore, the Canadian dollar is the currency in which the First Trust ETFs measure their performance and also issue and redeem redeemable shares. The Canadian dollar is the functional currency of the First Trust ETFs.

Investments purchased or sold in foreign currencies are translated into Canadian dollars using the exchange rate prevailing on the trade date. Income on foreign investments is recorded at gross, withholding taxes are shown separately as a line item, and are translated at the rate of exchange on the dates of such transactions. The fair

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## First Trust Exchange-Traded Funds

### Notes to Financial Statements

#### For the period ended June 30, 2023 (unaudited)

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values of investments and other assets and liabilities in foreign currencies are translated at the period-end exchange rates.

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

Increase (decrease) in net assets from operations per unit represents the increase (decrease) in net assets from operations by class divided by the average units outstanding per class during the period.

#### **Transaction costs**

Transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities are presented as a separate line item in the statement of comprehensive income in the period incurred.

#### **Forward foreign exchange currency agreements**

Some of the First Trust ETFs may purchase forward foreign exchange currency agreements to hedge assets and liabilities denominated in foreign currencies.

The value of the forward foreign exchange currency agreements is the gain or loss that would be realized if, on the valuation date, the position in the forward contract was closed out in accordance with its terms. The unrealized gains or losses on the forward contract are reported as part of the net change in unrealized appreciation or depreciation of derivatives in the statement of comprehensive income until it is closed out or partially settled.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

Upon the closing out of the instrument, any gain or loss on forward foreign exchange currency agreements is disclosed in the statement of comprehensive income as net realized (loss) gain on foreign exchange.

Forward contracts entered into by the First Trust ETFs represent a firm commitment to buy or sell an underlying asset, or currency at a specified value and point in time based upon an agreed or contracted quantity.

#### **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position where the First Trust ETF currently has a legally enforceable right to set-off the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

#### **Critical accounting estimates and assumptions**

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 Manager has made in preparing these financial statements. Actual results may differ from these estimates.

#### **Fair value of securities not quoted in an active market**

The fair value of such securities not quoted in an active market may be determined by the First Trust ETFs using reputable pricing sources (such as pricing agencies) or indicative prices from bond/debt market makers. The First Trust ETF would exercise judgment and estimates on the quantity and quality of pricing sources used. Where no market data is available, the First Trust ETF may value positions using its own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.



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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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The determination of what constitutes ‘observable’ requires significant judgment by the Manager. The Manager considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to Note 5 for further information about the fair value measurement of the First Trust ETFs’ financial instruments.

#### **FLEX Options**

FLEX Options are customized equity or index option contracts that trade on an exchange, but provide investors with the ability to customize key contract terms like exercise prices, styles and expiration dates. FLEX Options are guaranteed for settlement by the Options Clearing Corporation (“OCC”).

Each Target Outcome Fund will purchase and sell call and put FLEX Options based on the performance of the Underlying ETF. The FLEX Options that each Target Outcome Fund will hold that reference the Underlying ETF will give each Target Outcome Fund the right to receive or deliver shares of the Underlying ETF on the option expiration date at a strike price, depending on whether the option is a put or call option and whether each Target Outcome Fund purchases or sells the option. The FLEX Options held by each Target Outcome Fund are European style options, which are exercisable at the strike price only on the FLEX Option expiration date.

#### **4. FORWARD FOREIGN EXCHANGE CURRENCY AGREEMENTS**

Certain First Trust ETFs may enter into forward foreign exchange currency agreements to minimize the impact of changes in the Canadian-U.S. foreign exchange rate or Canadian-CHF/EUR/GBP foreign exchange rates on the First Trust ETFs’ net asset value. The typical duration for a forward contract is one month but some contracts may be for longer periods up to six months. Bank of New York Mellon is the counterparty to all forward contracts of the First Trust ETFs except for FSL for which Canadian Imperial Bank of Commerce is the counterparty.

*The forward foreign exchange currency agreements, as applicable, are shown in the Notes to Financial Statements - Specific Information under Schedule of Portfolio Investments for each First Trust ETF.*

#### **5. FAIR VALUE MEASUREMENT**

Valuation techniques and inputs used for the fair value measurements categorized within Level 2 of the fair value hierarchy is given below:

##### **Forward foreign exchange currency contracts**

The value of the forward foreign exchange currency agreements is the gain or loss that would be realized if, on the valuation date, the position in the forward contract was closed out in accordance with its terms. The most significant observable input is the forward foreign currency exchange rate.

##### **Options**

Options are classified as level 1 when they are exchange traded and prices are readily available on the market. When the options do not trade and prices are not readily available, they are priced by a third-party pricing service that uses an options pricing model to price the options. The option pricing model utilizes, as inputs, observable traded prices of other options with similar or nearby strike prices and expiration dates. Since the inputs to the option pricing model are observable, the options are classified into level 2. FLEX Options are normally valued using a model-based price provided by a third-party pricing vendor. On days when a trade in a FLEX Option occurs, the trade price will be used to value such FLEX Options in lieu of the model price.

*The fair value hierarchy classifications of assets and liabilities are discussed in the Notes to Financial Statements - Specific Information for each First Trust ETF, where applicable.*

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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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#### 6. REDEEMABLE UNITS

Common Class, Advisor Class, Units, Hedged Units (collectively called “Units”) of each of the First Trust ETFs are being issued and sold on a continuous basis and there is no maximum number of units that may be issued. The Units of the First Trust ETFs are Canadian dollar denominated. The First Trust ETFs are listed on the TSX except FJFB and FJFG are listed on the NEO Exchange (the “NEO”) and an investor is able to buy or sell Units of the First Trust ETFs on the TSX or NEO through registered brokers and dealers in the province or territory where the investor resides. Investors may incur customary brokerage commissions in buying or selling Units. Refer to the table of the First Trust ETFs found in Note 3: Significant Accounting Policies under Net assets attributable to holders of redeemable units per unit.

As of February 8, 2022, certain First Trust ETFs that previously offered Advisor Class units are no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

Investors that redeem Units prior to the distribution record date for any distribution will not be entitled to receive that distribution.

#### 7. MANAGEMENT FEES AND EXPENSES

Each First Trust ETF will pay the Manager a management fee and, in respect of the Advisor Class, an additional amount for a service fee based on the average daily NAV of the applicable First Trust ETF.

The management fee, plus applicable taxes, including HST, are accrued daily and paid monthly in arrears. The Manager may, from time to time in its discretion, waive all or a portion of the management fee charged at any given time.

**Advisor Class Service Fee:** The Manager pays to registered dealers a service fee equal to 1.00% per annum of the NAV of the Advisor Class in respect of all First Trust ETFs, other than ETP, FSL, and 0.50% per annum of the NAV of the Advisor Class in respect of ETP, FSL, for each Advisor Class unit held by clients of the registered dealer, plus any applicable taxes. The service fee will be calculated and accrued daily and paid quarterly at the end of each calendar quarter.

As of February 8, 2022, certain First Trust ETFs that previously offered Advisor Class units are no longer offering such class of units following redesignation by the Manager of Advisor Class units to Common units in order to provide unitholders with a lower cost solution.

In addition to the payment of the management fee, each First Trust ETF is responsible for the costs and expenses incurred in complying with National Instrument 81-107, Independent Review Committee for Investment Funds (including any expenses related to the implementation and on-going operation of an Independent Review Committee), brokerage expenses and commissions, income and withholding taxes as well as all other applicable taxes, including HST, the costs of complying with any new governmental or regulatory requirement introduced after the First Trust ETFs were established and extraordinary expenses and, in the discretion of the Manager, any costs associated with the printing and distribution of any documents that the securities regulatory authorities require be sent or delivered to investors in the First Trust ETF. The Manager is responsible for all other costs and expenses of the First Trust ETFs, including fees payable to the Portfolio Advisor, Custodian, Valuation Agent, Registrar and Transfer Agent and Plan Agent and fees payable to other service providers retained by the Manager.

*The management fees charged are discussed in the Notes to Financial Statements - Specific Information for each First Trust ETF.*

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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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#### 8. TAXATION

##### Income taxes

The First Trust ETFs are trusts and registered investments under Provisions of the Income Tax Act (Canada) (the "Tax Act") and are expected to meet the requirements to be mutual fund trusts under the provisions of the Tax Act. The First Trust ETFs will generally not be subject to tax under Part I of the Act in respect of its net income or net realized capital gain in each taxation year to the extent that such net income and net realized capital gain are paid or payable in the year to the unitholders.

##### Distributions

Cash distributions on Units of a First Trust ETF are paid primarily out of dividends or distributions and other income or gains received by the First Trust ETF less the expenses of the First Trust ETF but may also consist of non-taxable amounts including return of capital, which may be paid in the Manager's sole discretion. To the extent that the expenses of a First Trust ETF exceed the income generated by such First Trust ETF in any given month, quarter or year, as the case may be, it is not expected that a monthly distribution will be paid. As a result of the higher management fees on the Advisor Class, any such cash distributions on the Advisor Class are expected to be less than the distributions payable on the Common Class. Non-cash distributions are reinvested back to the First Trust ETFs.

As of February 28, 2022, the First Trust ETFs no longer are offering Advisor Class units for certain First Trust ETFs which previously offered such units. The Manager successfully redesignated Advisor Class units to Common units providing unitholders with a lower cost solution going forward.

Distributions of sufficient net realized capital gains (reduced by loss carryforwards, if any) are made, on record date, after December 15 but on or before December 31 to ensure that the First Trust ETF will not be liable for income taxes.

##### Tax loss carryforwards

The non-capital losses for income tax purposes may be carried forward for 20 years. The net capital losses for income tax purposes may be carried forward indefinitely and applied against capital gains realized in future years.

*The net capital losses and non-capital losses, as applicable, are discussed in the Notes to Financial Statements - Specific Information for each First Trust ETF.*

#### 9. COMMISSIONS

Total commissions and other transaction costs paid or payable to dealers by the First Trust ETFs for their portfolio transactions, where applicable, are discussed in the Specific Information for each First Trust ETF.

#### 10. RELATED PARTY INFORMATION

The Manager is responsible for the management and administration of the First Trust ETFs. In consideration for the services provided by the Manager, the First Trust ETFs pay management fees (see note 7 – Management Fees and Expenses).

*The total management fees earned by the Manager including amounts owing where applicable, are discussed in the Notes to Financial Statements - Specific Information for each First Trust ETF.*

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# First Trust Exchange-Traded Funds

## Notes to Financial Statements

### For the period ended June 30, 2023 (unaudited)

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#### 11. FINANCIAL RISK MANAGEMENT

The First Trust ETFs are exposed to a number of risks due to the nature of their activities and as further set out in their prospectus. These risks include market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The First Trust ETFs' objective in managing these risks is the protection and enhancement of share value.

*The financial risk management (market risk, interest rate risk, credit risk, currency risk, liquidity risk, and concentration risk) as applicable, are discussed in the Notes to Financial Statements - Specific Information for each First Trust ETF.*

##### **Market risk**

Market 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 investments of the First Trust ETFs are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by the First Trust ETFs is determined by the fair value of the financial instruments. The Portfolio Advisor moderates this risk through a careful selection of securities within specified limits and the First Trust ETFs' market price risk is moderated through diversification of the investment portfolio. The Portfolio Advisor monitors the First Trust ETFs' overall market positions on a daily basis and positions are maintained within established ranges.

Some First Trust ETFs hold Underlying ETFs and Underlying Funds. Thus, they are indirectly exposed to the market risk through the investments held by the Underlying ETFs and Underlying Funds in their investment portfolio.

For the period ended June 30, 2023 and year ended December 31, 2022, the overall market exposures relate to the First Trust ETFs' investments in securities.

##### **Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Certain First Trust ETFs are exposed to interest rate risk as they invest in listed debt securities bearing interest at fixed and floating interest rates. Other financial assets and liabilities exposed to interest rate risk include borrowings which are invested at long term interest rates and cash and bank balances which are invested at short term interest rates. The Portfolio Advisors manage the First Trust ETFs' exposure to interest rate risk on a daily basis in accordance with the First Trust ETFs' investment objectives and policies. The First Trust ETFs' overall exposure to interest rate risk is monitored closely by the Portfolio Advisors.

Interest rate risk arises on interest-bearing financial instruments. The majority of the First Trust ETFs', except FJFB, ETP, and FSL, financial assets and liabilities are non-interest bearing. As a result, the majority of the First Trust ETFs are not subject to significant amounts of interest rate risks due to fluctuations in the prevailing level of market interest rates.

FJFB invests in interest-bearing securities. ETP holds various exchange traded funds (the "Underlying ETFs"), that invest in interest bearing securities, some of which are fixed rate. FSL obtains exposure to a portfolio of senior floating rate loans and debt securities by holding securities of the Underlying Fund. The income of these First Trust ETFs may be affected by changes in interest rates relevant to particular securities or as a result of the Portfolio Advisor being unable to secure similar returns on the expiry or sale of securities. In addition, the price of interest-bearing securities will also fluctuate with interest rate changes. As a result, the price of the Underlying ETFs and Underlying Fund may fluctuate due to changes in the prevailing levels of market interest rates.

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ETP holds Underlying ETFs and FSL holds an Underlying Fund. There is no look-through of the interest rate risks. Thus, they are indirectly exposed to the interest rate risk through the investments held by the Underlying ETFs and Underlying Fund in their investment portfolio.

#### **Credit risk**

Credit risk is the risk that a counterparty to a financial instrument will cause a loss by failing to discharge its obligations. The First Trust ETFs are exposed to credit risk on its debt instruments, derivative assets, cash and cash equivalents and other short-term trade receivables.

The First Trust ETFs, except FJFB, ETP, and FSL, had no significant investments in debt instruments and/or derivatives as of June 30, 2023 and December 31, 2022, as applicable.

FJFB, ETP, and FSL - The greatest indirect concentration of credit risk is in debt securities, such as bonds, held by Underlying ETFs for ETP and an Underlying Fund for FSL. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. For more information regarding the credit risk, refer to the Underlying ETFs' financial statements available on the SEDAR website at [www.sedar.com](http://www.sedar.com) and to the Underlying Fund's financial statements available on the First Trust website at [www.ftportfolios.com](http://www.ftportfolios.com).

ETP holds Underlying ETFs and FSL holds an Underlying Fund. There is no look-through of the financial risks. Thus, they are indirectly exposed to the credit risk through the investments held by the Underlying ETFs and the Underlying Fund in their investment portfolio.

#### **Currency risk**

Many of the First Trust ETFs hold assets and liabilities, including cash, short-term investments, equities, fixed income instruments and currency-based derivative contracts that are denominated in foreign currencies. These First Trust ETFs are therefore exposed to currency risk, as the value of the securities denominated in another currency fluctuates due to changes in exchange rates.

Although some First Trust ETFs have inherent currency risk, the currency risk will typically be hedged by entering into foreign currency forward contracts if required, however some moderate currency exposure may be assumed if deemed to be beneficial to the First Trust ETFs.

ETP holds Underlying ETFs and FSL, FDL, and the Sector and Industry Funds hold Underlying Funds. There is no look-through of the currency risks. Thus, they are indirectly exposed to the currency risk through the investments held by the Underlying ETFs and Underlying Funds in their investment portfolio.

ETP, FJFB, and FST are Canadian funds therefore they have insignificant currency risk as at June 30, 2023.

#### **Liquidity risk**

Liquidity risk is defined as the risk that the First Trust ETFs may not be able to settle or meet their obligation. The First Trust ETFs are exposed to daily cash redemptions of redeemable units. Therefore, the First Trust ETFs invest the majority of the assets in investments that are traded in the active market and can be readily disposed. In addition, the First Trust ETFs retain sufficient cash and cash equivalent positions to maintain liquidity.

#### **Concentration Risk**

Concentration risk indicates the relative sensitivity of the First Trust ETFs' performance to developments affecting a particular industry or geographical location. Concentration risk also arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other

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conditions. The Portfolio Advisor monitors concentration risk through diversification and a thorough understanding of each investment in the portfolio.

#### **Specific Risks associated with Target Outcome Funds**

**Buffered Loss Risk.** There can be no guarantee that the First Trust ETF will be successful in its strategy to buffer against Underlying ETF losses if the fair value of the Underlying ETF decreases over the Target Outcome Period by 10% or less. A unitholder may lose their entire investment. The First Trust ETF's strategy seeks to deliver returns that match the Underlying ETF (up to the cap), while limiting downside losses, if units are bought on the day on which the First Trust ETF enters into the FLEX Options and held until those FLEX Options expire at the end of each Target Outcome Period. In the event an investor purchases units after the date on which the FLEX Options were entered into or sells units prior to the expiration of the FLEX Options, the buffer that the First Trust ETF seeks to provide may not be available.

**Capped Upside Risk.** The First Trust ETF's strategy seeks to provide returns that match those of the Underlying ETF for First Trust ETF units purchased on the first day of a Target Outcome Period and held for the entire Target Outcome Period, subject to a pre-determined upside cap. If an investor does not hold its First Trust ETF units for an entire Target Outcome Period, the returns realized by that investor may not match those the First Trust ETF seeks to achieve. If the Underlying ETF experiences gains during a Target Outcome Period, the First Trust ETF will not participate in those gains beyond the cap. In the event an investor purchases Fund units after the first day of a Target Outcome Period and the First Trust ETF has risen in value to a level near to the cap, there may be little or no ability for that investor to experience an investment gain on their First Trust ETF units.

**FLEX Options Correlation Risk.** The FLEX Options held by the First Trust ETF will be exercisable at the strike price only on their expiration date. Prior to the expiration date, the value of the FLEX Options will be determined based upon market quotations or using other recognized pricing methods. The value of the FLEX Options prior to the expiration date may vary because of related factors other than the value of the Underlying ETF. Factors that may influence the value of the FLEX Options, other than changes in the value of the Underlying ETF, may include interest rate changes, changing supply and demand, decreased liquidity of the FLEX Options and changing volatility levels of the Underlying ETF.

**FLEX Options Liquidity Risk.** The FLEX Options are listed on an exchange; however, no one can guarantee that a liquid secondary trading market will exist for the FLEX Options. In the event that trading in the FLEX Options is limited or absent, the value of the First Trust ETF's FLEX Options may decrease. In a less liquid market for the FLEX Options, liquidating the FLEX Options may require the payment of a premium (for written FLEX Options) or acceptance of a discounted price (for purchased FLEX Options) and may take longer to complete. A less liquid trading market may adversely impact the value of the FLEX Options and First Trust ETF units and result in the First Trust ETF being unable to achieve its investment objective. The trading in FLEX Options may be less deep and liquid than the market for certain other securities. FLEX Options may be less liquid than certain non-customized options. In a less liquid market for the FLEX Options, the liquidation of a large number of options may more significantly impact the price. A less liquid trading market may adversely impact the value of the FLEX Options and the value of the investor's investment.

**FLEX Options Risk.** The OCC may be unable or unwilling to perform its obligations under the FLEX Options contracts. Additionally, FLEX Options may be less liquid than other exchange-traded options. The value of the FLEX Options prior to their expiration date may vary because of factors other than fluctuations in the value of the Underlying ETF, such as an increase in interest rates, a change in the actual and perceived volatility of the stock market and the Underlying ETF and the remaining time to expiration. Additionally, the value of the FLEX Options does not increase or decrease at the same rate as the Underlying ETF or its underlying securities. FLEX Option prices may be highly volatile and may fluctuate substantially during a short period of time. Trading FLEX Options involves risks different from, or possibly greater than, the risks associated with investing directly in securities.

**FLEX Options Valuation Risk.** The FLEX Options held by the First Trust ETF will be exercisable at the strike price only on their expiration date. Prior to the expiration date, the value of the FLEX Options will be determined based upon market quotations or using other recognized pricing methods. The value of the FLEX Options prior to the

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expiration date may vary because of related factors other than the value of the Underlying ETF. During periods of reduced market liquidity or in the absence of readily available market quotations for the holdings of the First Trust ETF, the ability of the First Trust ETF to value the FLEX Options becomes more difficult and the judgment of the First Trust ETF's Portfolio Advisor may play a greater role in the valuation of the First Trust ETF's holdings due to reduced availability of reliable objective pricing data.

**Target Outcome Period Risk.** The First Trust ETF's investment strategy is designed to deliver returns that match the Underlying ETF if First Trust ETF units are bought on the day on which the First Trust ETF enters into the FLEX Options (i.e., the first day of a Target Outcome Period) and held until those FLEX Options expire at the end of the Target Outcome Period. In the event an investor purchases First Trust ETF units after the first day of a Target Outcome Period or sells units prior to the expiration of the Target Outcome Period, the value of that investor's investment in First Trust ETF units may not be buffered against a decline in the value of the Underlying ETF and may not participate in a gain in the value of the Underlying ETF up to the cap for the investor's investment period.

#### **12. CAPITAL MANAGEMENT**

The First Trust ETFs' capital are the net assets, representing unitholders' equity. The First Trust ETFs' objectives when managing capital is to safeguard the First Trust ETFs' ability to continue as a going concern in order to provide returns for unitholders, maximize unitholder value and maintain financial strength.

The First Trust ETFs are not subject to any externally imposed capital requirements.

#### **13. SECURITIES LENDING**

A First Trust ETF may, in compliance with National Instrument 81-102, Investment Funds lend portfolio securities to third parties pursuant to the terms of a securities lending agreement between the First Trust ETF and a securities lending agent under which: (i) the borrower will pay to the First Trust ETF a negotiated securities lending fee and will make compensation payments to the First Trust ETF equal to any distributions received by the borrower on the securities borrowed; (ii) the securities loans qualify as "securities lending arrangements" for the purposes of the Tax Act; and (iii) the First Trust ETF will receive collateral security equal to at least 102% of the value of the portfolio securities loaned. The securities lending agent for a First Trust ETF will be responsible for the ongoing administration of the securities loans, including the obligation to mark-to-market the collateral on a daily basis.

During the period ended June 30, 2023 and year ended December 31, 2022, there were no securities lending done by the First Trust ETFs.

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