



First Trust Global Risk Managed Income Index ETF
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Interim Management Report of Fund Performance
June 30, 2025

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INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

June 30, 2025

First Trust Global Risk Managed Income Index ETF (the “First Trust ETF”)

This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the First Trust ETF. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling 1-877-622-5552, by writing to us at FT Portfolios Canada Co., 40 King Street West, Suite 5102, Scotia Plaza, Box 312, Toronto, Ontario M5H 3Y2 or by visiting our web site at www.firsttrust.ca or SEDAR+ at www.sedarplus.com.

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

Forward-looking Statements

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts but instead represent beliefs regarding future events. By their nature, forward-looking statements are based on assumptions and are subject to inherent risks and uncertainties. There is significant risk that forward-looking statements will not prove to be accurate. Readers of this document should not place undue reliance on forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the expectations, estimates or intentions expressed or implied in the forward-looking statements. These factors include but are not limited to market and general economic conditions, interest rates, foreign currency exchange rates, the extent of industry sector exposure, the performance of the securities of the issuers held in the portfolio and regulatory developments and the risks detailed in the First Trust ETF's prospectus. The Manager does not undertake and specifically disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

First Trust Global Risk Managed Income Index ETF

Management Report of Fund Performance

For the six-month period ended June 30, 2025

Investment Objective and Strategy

The fundamental investment objective of **First Trust Global Risk Managed Income Index ETF** (the “First Trust ETF”) is to replicate, to the extent possible, the performance of the NASDAQ Global Risk Managed Income IndexSM (the “Index”), 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 such Index. The First Trust ETF may also hold cash and cash equivalents or other money market instruments to fund current liabilities.

The Index seeks to provide exposure to a risk managed, globally diversified income portfolio which generates a high yield for the risk taken and consists of liquid, income-bearing ETFs and other exchange traded products across various asset classes.

The Manager may use a sampling methodology in selecting investments for the First Trust ETF. As an alternative or in conjunction with investing in and holding constituent securities, the First Trust ETF may also invest in other securities to obtain exposure to the constituent securities of the applicable Index in a manner that is consistent with the investment objective and investment strategy of the First Trust ETF.

Risk

The risks associated with an investment in the First Trust ETF remain as discussed in the First Trust ETF’s most recent prospectus. There have been no significant changes during the reporting period that affected the overall level of risk associated with the First Trust ETF.

Results of Operations

General

The First Trust ETF’s total net asset value as of June 30, 2025, was \$15,171,330 or \$17.83 per unit. The First Trust ETF’s total net asset value as of December 31, 2024, was \$11,418,642 or \$17.55 per unit.

For the six-month period ended June 30, 2025, the First Trust ETF paid total cash distributions of \$0.4220 per unit. In addition, the First Trust ETF declared cash distributions of \$0.0600 per unit for record date of June 30, 2025, with payment date of July 8, 2025.

Investment Performance

For the six-month period ended June 30, 2025, the First Trust ETF returned 3.87% compared to the Index return of 4.15%. Unlike the Index, the First Trust ETF’s returns are net of fees and expenses.

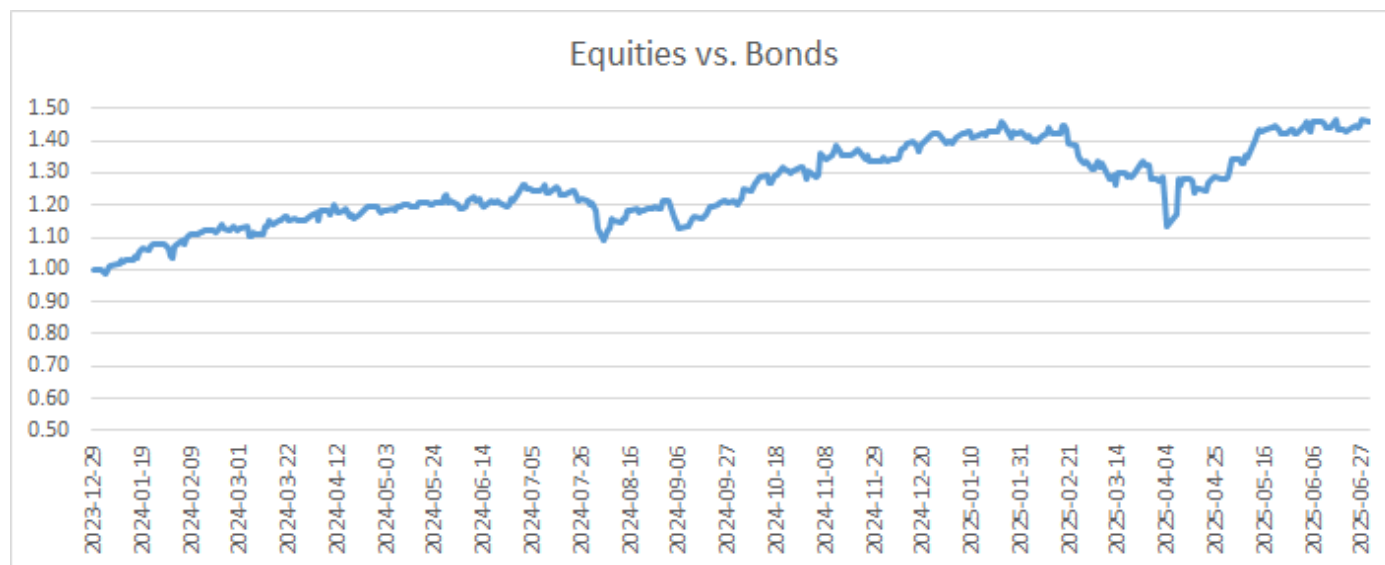
The return was positive for the first half of the year. Performance for the First Trust ETF exhibited a mixed trend. During the first quarter, performance was positive across January and February, with a loss in March. Performance began on a negative note in the second quarter, with a loss in April, and finished with gains in May and June.

The First Trust ETF began 2025 with a 25% exposure to equity and ended the first half at 20%. This equity exposure is unique to the Index and differentiates the First Trust ETF from a more typical bond fund. In the chart below, we can see that the relative strength of equities (using the SPY ETF as a proxy) versus government bonds (using the TLT ETF as a proxy) was positive for much of 2024 and then experienced a few months of weakness beginning in February 2025, with a return to a positive trend in May 2025. May and June 2025 accounted for most of the First Trust ETF performance divergence from a more standard Bond fund. This equity exposure can also provide benefits, as we can see from the differentiated returns in the monthly return chart.

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Source: Bloomberg and Nasdaq

Index Positions and Sector Performances as of June 30, 2025:

Nasdaq Global Risk Managed Income CAD™ Index (NQGRMIC™) - 1H2025															
		BY ASSET CLASS		BY CREDIT RATING				BY GEOGRAPHY				As Of 6/30/2025		6 Month Changes	
Symbol	Company Name	Equity	Bond	Rate	Credit	HY	Equity	Canada	U.S.	Int'l	Global	Weight	Yield	Wgt Chg	Yld Chg
CPD	iShares S&P/TSX Canadian Preferred Share Index ETF		Y			Y		Y				11.85%	5.1%	-0.81%	0.01%
ZPR	BMO Laddered Preferred Share Index ETF		Y			Y		Y				1.01%	4.7%	1.01%	-0.20%
XCB	iShares DEX All Corporate Bond Index ETF		Y		Y			Y				5.48%	4.1%	1.13%	0.08%
XGB	iShares DEX all Government Bond Index ETF		Y	Y				Y				3.68%	3.1%	1.10%	0.10%
CVD	iShares Convertible Bond Index ETF Trust Units		Y			Y		Y				15.20%	5.0%	5.51%	-0.20%
XLB	iShares Core Canadian Long Term Bond Index ETF		Y	Y				Y				3.65%	3.9%	1.80%	0.09%
HBB	Horizons CDN Select Universe Bond ETF		Y	Y				Y				4.16%	3.4%	1.26%	0.04%
VSF	Vanguard Canadian Short-Term Bond Index ETF		Y	Y				Y				10.85%	3.1%	4.11%	0.04%
ZFM	BMO Mid Federal Bond Index ETF		Y	Y				Y				0.00%	2.3%	0.00%	0.00%
ZHY	BMO High Yield US Corporate Bond Hedged To CAD ETF		Y		Y				Y			9.89%	6.0%	-8.59%	-0.11%
ZIC	BMO Mid-Term US IG Corporate Bond Index ETF CAD		Y		Y				Y			2.34%	3.9%	-1.79%	0.14%
ZCM	BMO Mid Corporate Bond Index ETF		Y		Y			Y				1.00%	3.9%	1.00%	0.01%
VLB	Vanguard Canadian Long-Term Bond Index ETF		Y	Y				Y				0.92%	3.8%	0.92%	0.06%
ZEF	BMO Emerging Markets Bond Hedged to CAD Index ETF		Y			Y				Y		10.27%	4.4%	-1.09%	-0.09%
ZUT	BMO Equal Weight Utilities Index ETF	Y					Y	Y				2.90%	3.7%	0.23%	-0.32%
ZRE	BMO Equal Weight REIT's Index ETF	Y					Y	Y				2.76%	4.9%	-0.42%	-0.36%
XFN	iShares S&P/TSX Capped Financials Index ETF	Y					Y	Y				1.89%	2.8%	-1.67%	-0.39%
XEI	iShares Core S&P/TSX Composite High Dividend Index ETF	Y					Y	Y				4.40%	5.4%	-0.26%	-0.14%
VDY	Vanguard FTSE Canadian High Dividend Yield Index ETF	Y					Y	Y				3.36%	4.4%	-1.01%	-0.01%
VGG	Vanguard US Dividend Appreciation Index ETF	Y					Y		Y			0.48%	1.3%	-1.00%	0.05%
CGR	iShares Global Real Estate Index ETF	Y					Y				Y	1.53%	2.6%	-0.21%	0.13%
CYH	iShares Global Monthly Dividend Index ETF	Y					Y				Y	2.39%	4.1%	-1.24%	-0.21%
NQGRMIC	NASDAQ Global Risk Managed Income CAD Index	20%	80%	23%	19%	38%	20%	73%	13%	10%	4%	100%	4.40%		-0.20%
XBB	iShares Core Canadian Universe Bond Index ETF		Y	Y	Y			Y				100%	3.34%		0.13%

Source: Nasdaq and Bloomberg

NASDAQ Global Risk Managed Income CAD Index (NQGRMIC) – Change

Nasdaq Global Risk Managed Income CAD Index (NQGRMIC) - Allocation Changes										
NQGRMIC (ETP) Allocation	BY ASSET CLASS		BY CREDIT RATING				BY GEOGRAPHY			
	Equity	Bond	Rate	Credit	HY	Equity	Canada	U.S.	EM	Global
31-Dec-24	25%	75%	14%	27%	34%	25%	59%	24%	11%	5%
30-Jun-25	20%	80%	23%	19%	38%	20%	73%	13%	10%	4%
Allocation Change	-6%	6%	9%	-8%	5%	-6%	14%	-11%	-1%	-1%

Source: Nasdaq

Rate: a fixed income product that is dominated by the government bond holdings
Credit: corporate bond focused that are usually for those rated as investment graded
HY: High Yield (junk) bonds, which also include preferred and emerging market bonds.

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The security weights of the First Trust ETF are determined by Newfound Research using their proprietary model. Index Securities with a higher yield-to-risk profile and positive price momentum are weighted more heavily within the Index. Over the first half of 2025, the model added substantial exposure across Rate (government bond) products, and modestly increased High Yield exposure, while substantially lowering Credit (investment grade corporate bonds) and Equity products.

As of June 30, 2025, the First Trust ETF held 80% in fixed income, up 6% since end of 2024, with equity exposure down 6%.

The First Trust ETF portfolio experienced a few material changes to its allocations across credit categories during the first half of the year. High Yield bonds increased by 5%, with investment grade corporate bonds ("Credit") decreasing by 8%. Government bonds ("Rate") increased by 9%.

There were material changes across Geographies, specifically Canada exposure increasing by 14%, mostly offset by US exposure decreasing 11%.

On the individual security level, the iShares Convertible Bond Index ETF had the largest increase, rising from 9.70% to 15.20% over the course of the first half of the year. The largest reduction in weight was for the BMO High Yield US Corporate Bond Hedged to CAD ETF, which was reduced by 8.59%.

Recent Developments

After peaking in late 2022, measures of inflation such as the U.S. Consumer Price Index flattened and started to drift downward throughout much of 2023. Despite a temporary uptick at the beginning of 2024, the CPI year over year change (YoY) cooled back down towards 3.2% in the second half of 2024, with the core CPI even falling below 3%; both measures have cooled further in 2025 down towards 2.8%/2.4% respectively. With inflation largely stabilized, the Federal Reserve ("the Fed") started cutting rates in September of 2024, delivering 100 bps of total rate cuts by year-end. The Fed then went on pause in 2025 following substantial new tariffs announced by the U.S. on trading partners. But with inflation data stable, the Fed may resume cutting as soon as September 2025. Longer dated U.S. Government bonds came under pressure at the height of the tariff-driven market volatility in April 2025, with the 30-Year yield reaching as high as 5.15% before settling at 4.77% by end of June, nearly unchanged vs. levels at end of 2024. In contrast, Canadian 30-year rates have been much more stable, but have gradually risen about 23 bps since then to 3.56%.

After a brief growth scare in response to the tariff announcements, investors increasingly expect that there will not be a recession in the US anytime soon, even with the Fed putting rate cuts mostly on hold, given the countervailing force of stimulative US fiscal policies. Canadian equities have been rallying as well, with the S&P/TSX Composite Index up 8.6% in the first half of 2025, outperforming the S&P 500 which was up 5.5%. If this continues to be the case, the Index can maintain a healthy allocation to equities while attempting to generate balanced income for long-term investors. If a recession does occur, then the Index can rotate into assets with lower risk to attempt to cushion the losses from a bear market.

Related Party Transactions

FT Portfolios Canada Co. is the Manager of the First Trust ETF and is a Canadian affiliate of First Trust Advisors L.P., the investment advisor (the "Advisor") of the First Trust ETF.

Pursuant to terms of the declaration of trust of the First Trust ETF, the Manager provides or arranges for all management, administrative and other services required by the First Trust ETF. The Manager receives a management fee from the First Trust ETF. For further details, please see "Management Fees".

The Manager has retained the Advisor to provide certain services to the First Trust ETF pursuant to an investment advisory agreement. The Advisor receives advisory fees from the Manager out of the management fee.

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For the six-month period ended June 30, 2025

Financial Highlights

The following tables show selected key financial information about the First Trust ETF and are intended to help you understand the First Trust ETF's financial performance for the six-month period ended June 30, 2025, and for the five years ended December 31. This information is derived from the First Trust ETF's unaudited interim and audited annual financial statements.

Net Asset Value per Unit

ETP	2025	2024	2023	2022 ^(a)	2021	2020
Net asset value, beginning of period/year ⁽¹⁾	\$17.55	\$16.46	\$16.22	\$19.05	\$18.24	\$19.11
Increase (Decrease) from operations:						
Total revenue	0.40	0.71	0.72	0.61	0.61	0.68
Total expenses	(0.05)	(0.08)	(0.09)	(0.12)	(0.09)	(0.10)
Realized gains (losses) for the period/year	0.16	0.28	(0.80)	(0.18)	0.20	(1.08)
Unrealized gains (losses) for the period/year	0.16	0.87	1.03	(2.64)	0.64	0.14
Total increase (decrease) from operations ⁽²⁾	\$0.67	\$1.78	\$0.86	\$(2.33)	\$1.36	\$(0.36)
Distributions:						
From income (excluding dividends)	(0.39)	(0.43)	(0.44)	(0.33)	(0.35)	(0.42)
From dividends	-	(0.23)	(0.22)	(0.18)	(0.18)	(0.17)
From capital gains	-	-	-	-	(0.02)	-
Return of capital	-	-	(0.02)	(0.02)	-	(0.10)
Total annual distributions ⁽³⁾	\$(0.39)	\$(0.66)	\$(0.68)	\$(0.53)	\$(0.55)	\$(0.69)
Net asset value, end of period/year ⁽⁴⁾	\$17.83	\$17.55	\$16.46	\$16.22	\$19.05	\$18.24

(a) As of February 28, 2022, the First Trust ETF no longer offered ETP.A and the Manager successfully redesignated ETP.A to ETP of the First Trust ETF.

(1) This information is provided as at June 30, 2025 and December 31 of the years shown and is prepared under IFRS® Accounting Standards as issued by the International Accounting Standards Board ("IASB").

(2) Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the period/year.

(3) Distributions were paid in cash or reinvested in additional units of the First Trust ETF, or both. Non-cash distributions are reinvested in additional units of the First Trust ETF and subsequently consolidated. Neither the number of units held by the unitholder, nor the net asset per unit of the First Trust ETF change as a result of any non-cash distributions.

(4) This table is not intended to be a reconciliation of beginning to ending net asset value per unit.

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Ratios and Supplemental Data

ETP	2025	2024	2023	2022 ^(a)	2021	2020
Net asset value (000's)	\$15,171	\$11,419	\$16,469	\$18,670	\$25,458	\$22,552
Number of units outstanding	850,811	650,811	1,000,811	1,150,811	1,336,214	1,236,214
Management expense ratio ⁽¹⁾	0.87%	0.87%	0.87%	1.01%	0.93%	0.94%
Management expense ratio before waivers or absorption	1.07%	1.07%	1.07%	1.21%	1.14%	1.15%
Trading expense ratio ⁽²⁾	0.12%	0.03%	0.13%	0.14%	0.07%	0.12%
Portfolio turnover rate ⁽³⁾	65.33%	11.50%	88.00%	106.67%	36.93%	108.97%

(a) As of February 28, 2022, the First Trust ETF no longer offered ETP.A and the Manager successfully redesignated ETP.A to ETP of the First Trust ETF.

(1) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period/year, including the First Trust ETF's proportionate share of the MER of any underlying funds in which the First Trust ETF has invested, and is expressed as an annualized percentage of daily average net asset value during the period/year.

(2) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period/year. This includes the First Trust ETF's proportionate share of the commissions of any underlying funds in which the First Trust ETF has invested.

(3) The First Trust ETF's portfolio turnover rate indicates how actively the First Trust ETF's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the First Trust ETF buying and selling all of the securities in its portfolio once in the course of the period/year. The higher a First Trust ETF's portfolio turnover rate in a period/year, the greater the trading cost payable by the First Trust ETF in the period/year, and the greater the chance of an investor receiving taxable capital gains in the period/year. There is not necessarily a relationship between high turnover rate and the performance of a First Trust ETF.

Management Fees

The First Trust ETF will pay the Manager a management fee of 0.60% based on the average daily NAV of the First Trust ETF. The management fee, plus applicable taxes including HST, will be 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. The First Trust ETF currently pays the Manager a management fee equal to 0.41%.

The First Trust ETF's management fee will also bear the weighted management fee of the underlying funds.

First Trust Global Risk Managed Income Index ETF

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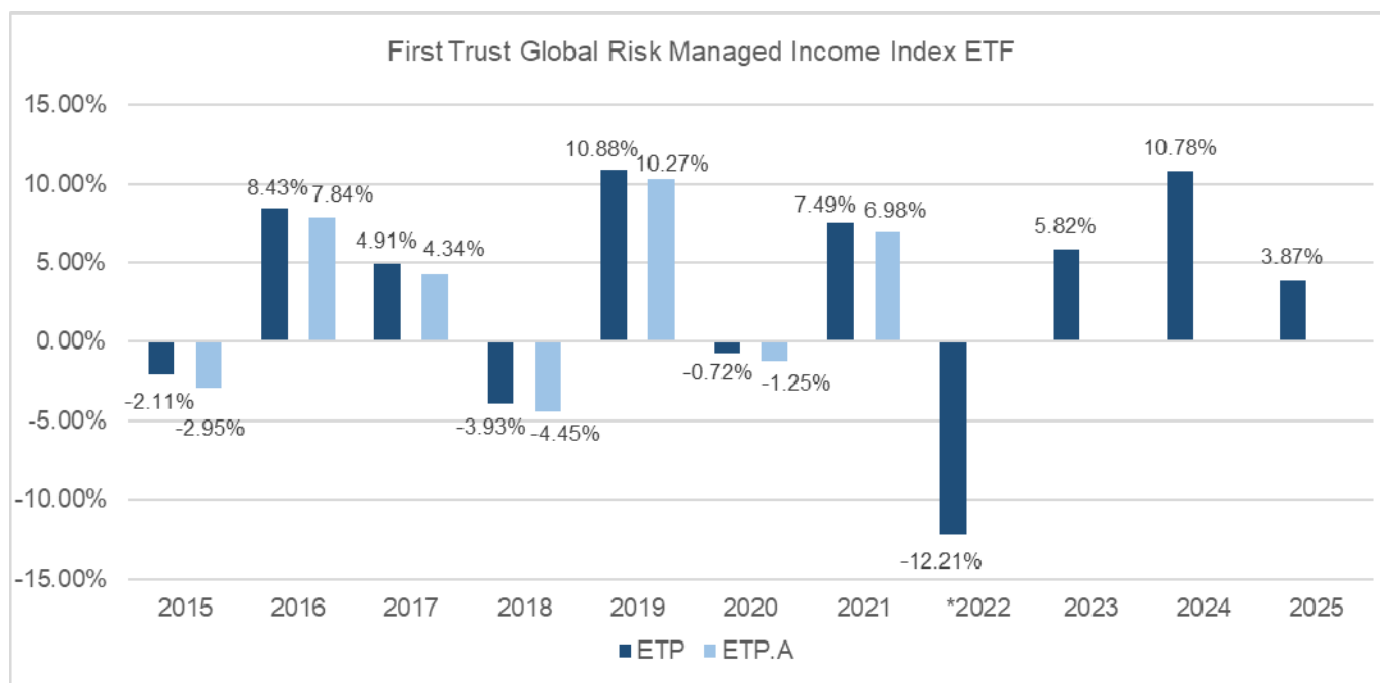
Past Performance

General

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

Year by Year Returns

The bar chart below shows the First Trust ETF's performance for the six-month period ended June 30, 2025, for the years ended December 31 and illustrates how the investment fund's performance has changed from year to year. The chart also shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.



*As of February 28, 2022, the First Trust ETF no longer offered ETP.A and the Manager successfully redesignated ETP.A to ETP of the First Trust ETF.

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Summary of Investment Portfolio

The table below sets out the percentage (based on total net asset value) of the First Trust ETF's holdings as at June 30, 2025. This summary of portfolio holdings may change due to ongoing portfolio transactions of the First Trust ETF. Daily and quarterly updates are available at www.firsttrust.ca.

Holdings	% of ETF Total Net Asset Value
iShares Convertible Bond Index ETF (CAD - Hedged)	15.16%
iShares S&P/TSX Canadian Preferred Share Index ETF	11.81%
Vanguard Canadian Short-Term Bond Index ETF	10.82%
BMO Emerging Markets Bond Hedged to CAD Index ETF	10.27%
BMO High Yield U.S. Corporate Bond Hedged to CAD Index ETF	9.86%
iShares Canadian Corporate Bond Index ETF	5.46%
iShares Core S&P / TSX Composite High Dividend Index ETF	4.39%
Global X Canadian Select Universe Bond Index Corporate Class ETF	4.15%
iShares Canadian Government Bond Index ETF	3.67%
iShares Core Canadian Long Term Bond Index ETF	3.64%
Vanguard FTSE Canadian High Dividend Yield Index ETF	3.35%
BMO Equal Weight Utilities Index ETF	2.89%
BMO Equal Weight REITs Index ETF	2.75%
iShares Global Monthly Dividend Index ETF (CAD-Hedged)	2.38%
BMO Mid-Term U.S. IG Corporate Bond Index ETF	2.34%
iShares S&P/TSX Capped Financials Index ETF	1.89%
iShares Global Real Estate Index ETF	1.52%
BMO Laddered Preferred Share Index ETF	1.00%
BMO Mid Corporate Bond Index ETF	1.00%
Vanguard Canadian Long-Term Bond Index ETF	0.92%
Vanguard U.S. Dividend Appreciation Index ETF	0.47%
Cash and Cash Equivalents	0.46%
Other Assets, Less Liabilities	-0.20%
Total	100.00%

Portfolio Breakdown

The table below sets out the percentage (based on total net asset value) of the First Trust ETF's portfolio as at June 30, 2025.

Sector Weightings	% of ETF Total Net Asset Value
Exchange-Traded Funds	99.74%
Cash and Cash Equivalents	0.46%
Other Assets, Less Liabilities	-0.20%
Total	100.00%

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