

Interim Management Report of Fund Performance

for the period ended June 30, 2021

All figures are reported in Canadian dollars unless otherwise noted.

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 investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling toll-free at 1-888-888-3863, by emailing the Manager at info@cibcassetmanagement.com, or by visiting CIBC's website at www.cibc.com/etfs or by contacting a registered dealer. These documents and other information about the CIBC ETFs are also available at www.sedar.com.

Unitholders 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.

Management Discussion of Fund Performance

Results of Operations

CIBC Flexible Yield ETF (CAD-Hedged)'s (referred to as the *CIBC ETF*) portfolio advisor is CIBC Asset Management Inc. (referred to as *CAMI* or the *Portfolio Advisor*). The CIBC ETF primarily invests in units of Renaissance Flexible Yield Fund (referred to as the *Underlying Fund*), which is sub-advised by DoubleLine Capital LP (referred to as the *Sub-Advisor*). The commentary that follows provides a summary of the results of operations for the period ended June 30, 2021. All dollar figures are expressed in thousands, unless otherwise indicated.

The CIBC ETF's net asset value increased by 14% during the period, from \$18,130 as at December 31, 2020 to \$20,579 as at June 30, 2021. Net sales of \$2,174 and positive investment performance resulted in an overall increase in net asset value.

The CIBC ETF posted a return of 3.2% for the period. The CIBC ETF's benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index (USD) (referred to as the *benchmark*), returned -3.2% for the same period. The CIBC ETF's return is after the deduction of fees and expenses, unlike the benchmark's return.

Over the period, the COVID-19 pandemic continued to dominate the global economy. As vaccination programs ramped up in the U.S., the number of new COVID-19 cases declined. U.S. Congress approved a large fiscal stimulus package, which included aid for state and local governments while providing another direct payment to American families.

The U.S. economy expanded at a relatively strong pace, with conditions improving as the vaccine rollout helped ease lockdown restrictions and lifted economic activity. In the first quarter of 2021, growth in U.S. gross domestic product, a measure of economic strength, expanded by a robust 6.4%, annualized.

Activity in the manufacturing and services sectors expanded at a record pace, driven by rising business activity. The U.S. labour market continued to improve as the total number of unemployed persons declined while the number of job openings rose to over nine million. The unemployment rate fell to 5.8%.

As estimated growth in gross domestic product was revised upwards, bond yields moved materially higher. Concerns that ongoing

government stimulus and improving growth conditions may cause inflation also affected bond yields. Consumer prices rose in response to higher prices for gasoline and food. Additionally, comparison to low prices in 2020 contributed to a higher year-over-year inflation rate. However, the U.S. Federal Reserve Board (referred to as the *Fed*) predicted that the sharp rise in inflation would prove to be transitory, and yields peaked in the middle of the second quarter as markets also adopted this view.

The Fed held the target range for the federal funds rate steady at 0.00%-0.25%, and continued purchasing bonds at a rate of \$120 USD billion per month.

In mid-June, in response to sharp improvement in the economy and higher inflation, the Fed signaled that its policy interest rate might be raised sooner than previously expected. Whereas no interest rate increases had been expected until 2024, a number of Federal Open Market Committee participants revealed they expect two interest rate increases in 2023. The Fed also began discussions about scaling back its bond purchases, given the ongoing progress of the economic recovery.

The U.S. Treasury curve steepened significantly, meaning longer-term bond yields rose more than shorter-term bonds.

The Underlying Fund's overweight exposure to subordinate tranche securitized products contributed to performance, as the Underlying Fund maintained exposure to sectors heavily affected by the pandemic. Underweight exposure to rate products, which underperformed as investors generally preferred risk assets and inflation expectations increased, also contributed to performance.

With the exception of U.S. Treasury bonds, all sectors in the portfolio had positive returns. U.S. Treasuries underperformed as their yields rose.

Over the period, the Sub-Advisor increased the Underlying Fund's allocation to bank loans, while reducing the Underlying Fund's allocations to U.S. Treasury bonds and high-yield corporate credit.

Recent Developments

The COVID-19 pandemic and the restrictions imposed by governments around the world to limit its spread have disrupted the global economy and financial markets in unprecedented and unpredictable ways. COVID-19 outbreak may adversely affect the performance of the CIBC ETF.

Related Party Transactions

Canadian Imperial Bank of Commerce (referred to as *CIBC*) and its affiliates have the following roles and responsibilities with respect to the CIBC ETF, and receive the fees described below in connection with their roles and responsibilities.

Manager, Trustee, and Portfolio Advisor of the CIBC ETF

CAMI, a wholly-owned subsidiary of CIBC, is the CIBC ETF's Manager, Trustee, and Portfolio Advisor. CAMI receives management fees with respect to the CIBC ETF's day-to-day business and operations, calculated based on the net asset value of units of the CIBC ETF as described in *Management Fees*. As Trustee, CAMI holds title to the CIBC ETF's property (cash and securities) on behalf of its unitholders. As Portfolio Advisor, CAMI provides, or arranges to provide for, investment advice and portfolio management services to the CIBC ETF. CAMI also compensates dealers in connection with their marketing activities regarding the CIBC ETF. From time to time, CAMI may invest in units of the CIBC ETF.

Designated Broker and Dealer

CAMI has entered into an agreement with CIBC World Markets Inc. (referred to as *CIBC WM*), an affiliate of CAMI, to act as designated broker and dealer for distribution of the CIBC ETF, on terms and conditions that are comparable to arm's length agreements in the exchange traded funds industry.

Brokerage Arrangements and Soft Dollars

The Portfolio Advisor makes decisions, including the selection of markets and dealers and the negotiation of commissions, with respect to the purchase and sale of portfolio securities, certain derivative products and the execution of portfolio transactions. Brokerage business may be allocated by the Portfolio Advisor to CIBC WM and CIBC World Markets Corp., each a subsidiary of CIBC. CIBC WM and CIBC World Markets Corp. may also earn spreads on the sale of fixed income and other securities, and certain derivative products to the CIBC ETF. A spread is the difference between the bid and ask prices for a security in the applicable marketplace, with respect to the execution of portfolio transactions. The spread will differ based upon various factors such as the nature and liquidity of the security.

Dealers, including CIBC WM and CIBC World Markets Corp., may furnish goods and services, other than order execution, to the Portfolio Advisor when they process trades through them (referred to in the industry as "soft-dollar" arrangements). These goods and services are paid for with a portion of the brokerage commissions and assist the Portfolio Advisor with investment decision-making services for the CIBC ETF or relate directly to the execution of portfolio transactions on behalf of the CIBC ETF. Any soft dollar arrangements shall be in compliance with applicable laws.

In addition, the Manager may enter into commission recapture arrangements with certain dealers with respect to the CIBC ETF. Any commission recaptured will be paid to the CIBC ETF.

During the period, the CIBC ETF did not pay any brokerage commissions or other fees to CIBC WM or CIBC World Markets Corp. Spreads associated with fixed income and other securities are not ascertainable and, for that reason, cannot be included when determining these amounts.

CIBC ETF Transactions

The CIBC ETF may enter into one or more of the following transactions (referred to as the *Related Party Transactions*) which the Manager, on behalf of the CIBC ETF, has obtained exemptive relief from the Canadian Securities Regulatory Authorities:

- to invest in or hold equity securities of CIBC or issuers related to the Portfolio Advisor;
- to invest in or hold non-exchange-traded debt securities of CIBC or an issuer related to CIBC in a primary offering and in the secondary market;
- to make an investment in the securities of an issuer for which CIBC WM, CIBC World Markets Corp., or any affiliate of CIBC (a "Related Dealer" or the "Related Dealers") acts as an underwriter during the offering of the securities or at any time during the 60-day period following the completion of the offering of such securities, including in respect of equity securities of a reporting issuer pursuant to a "private placement" offering (an offering under exemptions from the prospectus requirements) and for the 60-day period following the completion of the offering, in each case in accordance with certain conditions;
- to purchase equity and debt securities from or sell them to a Related Dealer, where it is acting as principal;
- to purchase securities from or sell securities to another investment fund or a managed account managed by the Manager or an affiliate of the Manager (referred to as inter-fund trades or cross-trades), subject to certain conditions;
- to purchase equity securities of a reporting issuer during the period of distribution of the issuer's securities pursuant to a "private placement" offering (an offering under exemptions from the prospectus requirements) and for the 60-day period following the completion of the offering, notwithstanding that a Related Dealer is acting or has acted as underwriter in connection with the offering of the same class of such securities (the "Private Placement Relief Order"); and
- to engage in in-specie transfers by receiving portfolio securities from, or delivering portfolio securities to, a managed account or another investment fund managed by the Manager or an affiliate of the Manager, in respect of a purchase or redemption of Units of the CIBC ETF, subject to certain conditions.

The IRC reviews conflict of interest matters referred to it by the Manager and provides to the Manager a recommendation or, where required under National Instrument 81-107 or elsewhere in securities legislation, an approval relating to these matters. Approvals and

recommendations may also be given in the form of standing instructions from the IRC.

Custodian

CIBC Mellon Trust Company is the custodian of the CIBC ETF (referred to as the *Custodian*). The Custodian holds cash, securities, and other assets of the CIBC ETF and ensures that those assets are kept separate from any other cash, securities, or other assets that the custodian might be holding. The Custodian also provides other services to the CIBC ETF including record-keeping and processing of foreign exchange transactions. The fees and spreads for services of the Custodian directly related to the execution of portfolio transactions by the CIBC ETF are paid by CAMI and/or dealer(s) directed by CAMI, up to the amount of the credits generated under soft dollar arrangements from trading on behalf of the CIBC ETF during that month. All other fees and spreads for the services of the Custodian are paid by the Manager and charged to the CIBC ETF on a recoverable basis. CIBC owns a 50% interest in the Custodian.

Service Provider

CIBC Mellon Global Securities Services Company (referred to as *CIBC GSS*) provides certain services to the CIBC ETF, including securities lending, fund accounting and reporting, and portfolio valuation. Such servicing fees are paid by the Manager and charged to the CIBC ETF on a recoverable basis. CIBC indirectly owns a 50% interest in CIBC GSS.

CIBC Flexible Yield ETF (CAD-Hedged)

Financial Highlights

The following tables show selected key financial information about the CIBC ETF and are intended to help you understand the CIBC ETF's financial performance for the period ended June 30, 2021 and December 31 of any other period(s) shown.

The CIBC ETF's Net Assets per Unit¹ - Common Units

	2021	2020 ^a
Net Assets, beginning of period	\$ 19.49	\$ 20.00 ^b
Increase (decrease) from operations:		
Total revenue	\$ 0.39	\$ 0.90
Total expenses	(0.07)	(0.14)
Realized gains (losses) for the period	—	(0.99)
Unrealized gains (losses) for the period	0.30	(0.07)
Total increase (decrease) from operations²	\$ 0.62	\$ (0.30)
Distributions:		
From income (excluding dividends)	\$ 0.33	\$ 0.75
From dividends	—	—
From capital gains	—	—
Return of capital	—	—
Total Distributions³	\$ 0.33	\$ 0.75
Net Assets, end of period	\$ 19.79	\$ 19.49

^a Information presented is for the period from January 27, 2020 to December 31, 2020.

^b Initial offering price.

¹ This information is derived from the CIBC ETF's audited annual and unaudited interim financial statements.

² Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

³ Distributions were paid in cash, reinvested in additional units of the CIBC ETF, or both.

Ratios and Supplemental Data - Common Units

	2021	2020 ^a
Total Net Asset Value (000s)⁴	\$ 20,579	\$ 18,130
Number of Units Outstanding⁴	1,040,000	930,000
Management Expense Ratio⁵	0.77% *	0.82% *
Management Expense Ratio before waivers or absorptions⁶	1.17% *	1.44% *
Trading Expense Ratio⁷	0.00% *	0.00% *
Portfolio Turnover Rate⁸	0.00%	83.74%
Net Asset Value per Unit	\$ 19.79	\$ 19.49
Closing Market Price	\$ 19.74	\$ 19.44

^a Information presented is for the period from January 27, 2020 to December 31, 2020.

* Ratio has been annualized.

⁴ This information is presented as at June 30, 2021 and December 31 of the period(s) shown.

⁵ Management expense ratio is based on the total expenses of the CIBC ETF (excluding commissions and other portfolio transaction costs), incurred by or allocated to a series of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that series during the period. The management expense ratio includes the fees attributable to exchange traded funds, where applicable.

⁶ The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders. The management expense ratio before waivers or absorptions includes the fees attributable to exchange traded funds, where applicable.

⁷ The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

⁸ The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to the CIBC ETF buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by the CIBC ETF in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the CIBC ETF.

Management Fees

The CIBC ETF pays CAMI an annual management fee to cover the costs of managing the CIBC ETF. Management fees are based on the CIBC ETF's net asset value and are calculated daily and paid monthly. Management fees are paid to CAMI in consideration for providing, or arranging for the provision of, management, distribution, and portfolio advisory services. Advertising and promotional expenses, and office overhead expenses related to the Manager's activities and the fees of the Portfolio Advisor are paid by CAMI out of the management fees received from the CIBC ETFs. The CIBC ETF is required to pay applicable taxes on the management fees paid to CAMI. Refer to the CIBC ETF's prospectus for the annual management fee rate.

For the period ended June 30, 2021, 100% of the management fees collected from the CIBC ETF was attributable to general administration and investment advice.

Past Performance

The performance data provided assumes reinvestment of distributions only and does not take into account sales, redemption, distribution, or other optional charges payable by any unitholder that would have reduced returns. Past performance does not necessarily indicate how a fund will perform in the future.

The CIBC ETF's returns are after the deduction of fees and expenses, and the difference in returns between classes of units is primarily due to differences in the management expense ratio. See *Financial Highlights* section for the management expense ratio.

Year-by-Year Returns

These bar charts show the annual performance of each class of units of the CIBC ETF for each of the periods shown, and illustrate how the performance has changed from period to period. These bar charts show, in percentage terms, how an investment made on January 1 would have increased or decreased by December 31, unless otherwise indicated.

Common Units



^a 2020 return is for the period from January 27, 2020 to December 31, 2020.

^b 2021 return is for the period from January 1, 2021 to June 30, 2021.

CIBC Flexible Yield ETF (CAD-Hedged)

Summary of Investment Portfolio (as at June 30, 2021)

This CIBC ETF invests primarily in units of its Underlying Fund. You can find the simplified prospectus and additional information about the Underlying Fund by visiting www.sedar.com.

The summary of investment portfolio may change due to ongoing portfolio transactions of the CIBC ETF. A quarterly update is available by visiting www.cibc.com/etfs. The CIBC ETF invests all or substantially all of its assets in hedged class units of Renaissance Flexible Yield Fund and attempts to reduce its currency exposure to non-Canadian dollar currencies by implementing a currency hedging strategy. The information below shows the Portfolio Breakdown of the CIBC ETF and the Top Positions of the Renaissance Flexible Yield Fund. If the Renaissance Flexible Yield Fund holds fewer than 25 positions in total, all positions are shown.

<i>Portfolio Breakdown</i>	<i>% of Net Asset Value</i>
Foreign Currency Bonds	97.7
Cash	7.9
Corporate Bonds	0.9
Forward & Spot Contracts	-1.8
Other Assets, less Liabilities	-4.7

<i>Top Positions</i>	<i>% of Net Asset Value</i>
Cash	7.6
United States Treasury Bond, 0.63%, 2027/11/30	1.6
FMC GMSR Issuer Trust, Class 'A', Series '19-GT1', Variable Rate, Callable, 5.07%, 2024/05/25	1.5
United States Treasury Bond, 0.88%, 2030/11/15	1.4
PNMAC GMSR Issuer Trust, Class 'A', Series '18-FT1', Callable, 2.44%, 2023/04/25	1.1
Progress Residential Trust, Class 'E', Series '19-SFR3', 3.37%, 2036/09/17	1.0
PMT Credit Risk Transfer Trust, Class 'A', Series '19-2R', Floating Rate, Callable, 2.85%, 2023/05/27	1.0
Preston Ridge Partners Mortgage LLC, Class 'A2', Series '19-GS1', Variable Rate, Callable, 4.75%, 2024/10/25	0.9
FirstKey Homes Trust, Class 'F1', Series '21-SFR1', 3.24%, 2028/08/17	0.9
WaMu Mortgage Pass-Through Certificates, Class '1A', Series '06-AR9', Floating Rate, Callable, 1.13%, 2046/08/25	0.9
LHFC Depositor LLC, Class 'A2', Series '19-RTL2', Callable, 4.34%, 2024/03/25	0.7
NewRez Warehouse Securitization Trust, Class 'E', Series '21-1', Floating Rate, Callable, 3.34%, 2055/05/25	0.7
Long Beach Mortgage Loan Trust, Class '2A3', Series '06-3', Floating Rate, Callable, 0.45%, 2046/05/25	0.7
Countrywide Alternative Loan Trust, Class '3A1', Series '05-80CB', Callable, 6.50%, 2036/02/25	0.7
Marble Point CLO Ltd., Class 'B', Series '19-1A', Floating Rate, Callable, 2.32%, 2032/07/25	0.7
Washington Mutual Mortgage Pass-Through Certificates, Class '2A1', Series '06-4', Callable, 6.50%, 2036/04/25	0.7
Starwood Mortgage Residential Trust, Class 'B1', Series '19-INV1', Variable Rate, Callable, 3.66%, 2049/08/25	0.5
Freddie Mac, Class 'B1', Series '20-DNA2', Floating Rate, Callable, 2.59%, 2050/02/25	0.5
Alliance Bancorp Trust, Class 'A1', Series '07-OA1', Variable Rate, Callable, 0.33%, 2037/07/25	0.5
AMSR Trust, Class 'F', Series '19-SFR1', 3.87%, 2027/01/17	0.5
Trimaran Advisors CAVU LLC, Class 'B', Series '19-1A', Floating Rate, Callable, 2.42%, 2032/07/20	0.5
Morgan Stanley Re-REMIC Trust, Class '6B', Series '10-R5', Step Rate, Callable, 1.25%, 2036/07/26	0.5
Steele Creek CLO Ltd., Class 'B', Series '19-2A', Floating Rate, Callable, 2.49%, 2032/07/15	0.5
Hertz Vehicle Financing II L.P., Class 'B', Series '17-1A', Callable, 3.56%, 2021/10/25	0.5
Steele Creek CLO Ltd., Class 'BR', Series '19-2A', Floating Rate, Callable, 0.00%, 2032/07/15	0.5

A note on forward-looking statements

The management report of fund performance may contain forward-looking statements. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates", or other similar wording. In addition, any statements that may be made concerning future performance, strategies, or prospects and possible future actions taken by the CIBC ETF, are also forward-looking statements. Forward-looking statements are not guarantees of future performance. These statements involve known and unknown risks, uncertainties, and other factors that may cause the actual results and achievements of the CIBC ETF to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market, and business conditions; fluctuations in securities prices, interest rates, and foreign currency exchange rates; changes in government regulations; and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. CIBC Asset Management Inc. does not undertake, and specifically disclaims, any obligation to update or revise any forward-looking statements, whether as a result of new information, future developments, or otherwise prior to the release of the next management report of fund performance.



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