

As a digital asset custodian, safety and security of customer assets is at the heart of Fidelity Clearing Canada ULC's (FCC) business. Recent events in the crypto world have further underscored the importance of stringent operational practices and standards.

FCC and Fidelity Investments Canada ULC (FIC) have always prioritized operational excellence across all of Fidelity Canada's businesses.

- Neither FCC nor FIC or its funds have a commercial relationship with FTX. Our businesses have always been and remains operationally independent from FTX and Alameda.
- FCC's digital asset business is regulated by Investment Industry Regulatory Organization of Canada (IIROC) and the Ontario Securities Commission.
- Fidelity Digital Assets<sup>SM</sup> (FDAS), as sub-custodian to FCC for digital assets, does not utilize third party digital asset custodians, and holds all of clients' digital assets in their proprietary custody solution.
- FDAS has provided FIC with FIC and FCC with its most recent SOC 1 Type 2 report in respect of its internal controls for its last fiscal year. In addition, FIC will seek written confirmation from FCC or FDAS to permit the auditor to test its internal controls in connection with its audit of the annual financial statements of FIC's bitcoin and ether ETFs in any year when a SOC 2 Type 2 report is not obtained.
- Digital assets held in custody by FCC are owned by its clients, and FCC does not pledge, grant a security interest in or otherwise encumber a client's digital assets without clients' consent.