QUARTERLY FUND REVIEW | As of June 30, 2022 **2Q22**

CTA | Simplify Managed Futures Strategy ETF

FUND OVERVIEW

The Simplify Managed Futures Strategy ETF (CTA) seeks long-term capital appreciation by systematically investing in commodity and financial futures (excluding equities and currencies) in an attempt to create an absolute return profile, that also has low correlation to equities, and can provide support in risk-off events.

To this end, CTA deploys a suite of systematic models that have been designed by Altis Partners, a commodity trading advisor with over 20 years of experience.

PERFORMANCE REVIEW

CTA posted a 14.02% Q2 return, almost 700 basis points (bps) ahead of its benchmark, successfully navigating the mid-quarter reversal in commodities (worst since Q1 2020) by reducing early March/April overweights in Natural gas and WTI Crude. Early in Q2 the fund held long positions in curves that had been in extreme backwardation, and later gained by shifting into sizable short positions in copper and precious metals. Meanwhile, a consistent underweight in contango curves (Live Cattle) and short duration positions in US dollar SOFR and Canadian Bankers Acceptance futures added to performance during the yield selloff.

Looking ahead, while Trend/Momentum had been the most prominent signal in physical commodities, near-term expected information ratios have begun to favor fair value reversion. Additionally, the fund realized volatility is running lower than early in the 2nd quarter, largely on account of smaller overall physical commodity weights.

Performance as of 06/30/22 | Inception Date: 03/07/22

	CUMULATIVE TOTAL RETURN			ANNUALIZED TOTAL RETURN	
	3 Mo	**6 Mo**	**Since Inception**	**1 Year**	**Since Inception**
NAV	14.02%	-	9.07%	-	-
Market Price	14.05%	-	8.57%	-	-
SG CTA Index	7.39%	-	6.77%	-	-

The performance data quoted represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. In addition, investment returns and the principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. For performance data current to the most recent month-end, please call (855) 772-8488 or go to https://www.simplify.us/etfs.

FUND DETAILS as of 06/30/22

TOP TEN HOLDINGS*

POSITION	ALLOCATION
US TBILL: 08-Sep-2022	45.26%
TREASURY BILL 0 8/25/2022	17.42%
CAN 10YR BOND FUT Sep22	13.45%
TREASURY BILL 0 7/14/2022	9.60%
WTI CRUDE FUTURE OCT22	2.45%
WTI CRUDE FUTURE Nov22	0.34%
NATURAL GAS FUTR Dec22	0.20%
NATURAL GAS FUTR Oct22	0.19%
NATURAL GAS FUTR Aug22	-0.19%
WTI CRUDE FUTURE Feb23	-0.32%
Cash	27.72%

*Holdings are subject to change without notice.

FUND DETAILS

Gross Expense Ratio	0.75%
Net Expense Ratio	-
SEC 30-Day Yield	0.03%
SEC 30-Day Yield Unsubsidized	0.03%

DEFINITIONS

Backwardation: The pattern of higher futures prices for shorter expiration futures contracts.

Basis Points: A common unit of measure for interest rates and other percentages in finance. One basis point is equal to 1/100th of 1%, or 0.01%.

Carry: A model that looks to "roll down" bond yield curves and exit positions before maturity to consistently capture the roll.

Contango: The pattern of higher futures contract prices for longer expiration contracts.

Long/Short Managed Futures: A systematic, rule-based investment strategy that can generally go long or short futures contracts across equities, fixed income, commodities, and foreign-exchange markets.

Market Price: The current price at which shares are bought and sold. Market returns are based upon the last trade price.

Mean Reversion: Designed to help prevent the trend system from becoming excessively positioned in a market that is deemed to be trading over or under its fundamental market value.

NAV: The dollar value of a single share, based on the value of the underlying assets of the fund minus its liabilities, divided by the number of shares outstanding. Calculated at the end of each business day.

Price Trend: Core strategy that forecasts market direction and invests accordingly (both long and short), relying on persistence of price movement to generate returns.

Reverse Repurchase Agreements: Contracts in which a seller of securities, usually U.S. government securities or other money market instruments, agrees to buy the securities back at a specified time and price. Reverse Repurchase agreements are primarily used as a short-term investment vehicle for cash positions.

DEFINITIONS (cont'd)

Risk-Off: A model that looks to protect the portfolio from an equity drawdown by quickly buying bonds in weaker equity markets and remaining out of bond in stronger equity markets. This is distinct from a long bond trend signal given its typically shorter forecasting horizon and reliance on equity index signals rather than a bond signal.

Rolling: occurs when the Fund closes out of a Futures Contract as it nears its expiration and replaces it with a contract that has a later expiration.

Schedule K-1: A federal tax document used to report the income, losses, and dividends of a business' or financial entity's partners or an S corporation's shareholders.

SEC 30-Day Yield: The yield is calculated with a standardized formula and represents net investment income earned by a fund over a 30-day period, expressed as an annual percentage rate based on the fund's share price. The yield includes the effect of any fee waivers and/or reimbursements. Without waivers, yields would be reduced. This is also referred to as the "standardized yield", "30-Day Yield" and "Current Yield". The unsubsidized SEC 30-Day Yield does not reflect the effect of any fee waivers and/or expense reimbursements.

IMPORTANT INFORMATION:

Investors should carefully consider the investment objectives, risks, charges and expenses of Exchange Traded Funds (ETFs) before investing. To obtain an ETF's prospectus containing this and other important information, please call (855) 772-8488 or view or download a prospectus online. Please read the prospectus carefully before you invest.

An investment in the fund involves risk, including possible loss of principal.

The fund is new and has a limited operating history to evaluate. The fund is actively-managed and subject to the risk that the strategy may not produce the intended results. The fund will also rely on the Futures Adviser's judgments about the value and potential appreciation of particular securities which if assessed incorrectly could negatively affect the Fund.

The Fund's use of futures may involve different or greater risks than investing directly in securities and the contract may not correlate perfectly with the underlying asset. These risks include leverage risk which means a small percentage of assets invested in futures can have a disproportionately large impact on the Fund. This risk could cause the Fund to lose more than the principal amount invested. Futures contracts may become mispriced or improperly valued when compared to the adviser's expectation and may not produce the desired investment results. The Fund's exposure to futures contracts is subject to risks related to rolling. Extended periods of contango or backwardation can cause significant losses for the Fund. Any short sales of the futures contracts by the fund theoretically involves unlimited loss potential since the market price of securities sold short may continuously increase.

Investments linked to commodity or currency futures contracts including exposure to non-U.S. currencies can be highly volatile affected by market movements, changes in interest rates or factors affecting a particular industry or commodity. Changes in currency exchange rates can be unpredictable or change quickly which will affect the value of the Fund.

Simplify ETFs are distributed by Foreside Financial Services, LLC.