

December 31, 2024

Semi-Annual Financial Statements and Other Important Information

Simplify Exchange Traded Funds

Simplify Propel Opportunities ETF (SURI)



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Simplify Exchange Traded Funds

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This report is provided for the general information of shareholders and is not authorized for distribution to prospective investors unless preceded or accompanied by a current prospectus.

Simplify Propel Opportunities ETF

Schedule of Investments

December 31, 2024 (Unaudited)

	Shares	Value
Common Stocks – 57.3%		
Health Care – 57.3%		
Abeona Therapeutics, Inc.*	408,584	\$ 2,275,813
Achieve Life Sciences, Inc.*	217,845	766,814
Akero Therapeutics, Inc.*	228,454	6,355,590
Applied Therapeutics, Inc.*	2,817,505	2,412,348
Ardelyx, Inc.*	689,364	3,495,076
Athira Pharma, Inc.*	1,492,792	875,821
Avidity Biosciences, Inc.*	125,000	3,635,000
Chinook Therapeutics, Inc.*(a)	25,000	9,750
Compass Pathways PLC, ADR*	14,248	53,857
Delcath Systems, Inc.*	17,000	204,680
Eiger BioPharmaceuticals, Inc.*(a)	90,000	765,000
Jasper Therapeutics, Inc.*	20,000	427,600
Kura Oncology, Inc.*	80,000	696,800
Kymera Therapeutics, Inc.*	30,515	1,227,618
MAAT Pharma Saca*	3,151	25,981
Madrigal Pharmaceuticals, Inc.*	23,294	7,187,830
Phathom Pharmaceuticals, Inc.*	581,935	4,725,312
Syndax Pharmaceuticals, Inc.*	120,000	1,586,400
TScan Therapeutics, Inc.*	1,046,916	3,182,625
Zevra Therapeutics, Inc.*	120,000	1,000,800
Total Common Stocks (Cost \$51,470,362)		<u>40,910,715</u>
	Principal	
U.S. Treasury Bills – 41.9%		
U.S. Treasury Bill, 4.32%, 1/28/2025 (b)(c)		
(Cost \$29,904,589)	\$ 30,000,000	<u>29,909,217</u>
	Shares	
Limited Partnership – 32.8%		
Energy – 32.8%		
Plains GP Holdings LP, Class A*		
(Cost \$16,999,399)	1,272,360	<u>23,385,977</u>
	Principal	
Corporate Bonds – 5.6%		
Communications – 5.6%		
Telesat Canada / Telesat LLC, 5.63%, 12/6/2026, 144A(d)	2,700,000	1,516,421
Telesat Canada / Telesat LLC, 6.50%, 10/15/2027, 144A(d)	6,124,000	2,492,639
Total Corporate Bonds (Cost \$5,136,957)		<u>4,009,060</u>
	Shares	
Money Market Funds – 3.5%		
Fidelity Investments Money Market Treasury Only Portfolio - Class I, 4.32%(e)		
(Cost \$2,480,649)	2,480,649	<u>2,480,649</u>
Total Investments – 141.1%		
(Cost \$105,991,956)		\$ 100,695,618
Liabilities in Excess of Other Assets – (41.1%)		<u>(29,331,573)</u>
Net Assets – 100.0%		<u>\$ 71,364,045</u>

Simplify Propel Opportunities ETF

Schedule of Investments (Continued)

December 31, 2024 (Unaudited)

* Non Income Producing

(a) Investment was valued using significant unobservable inputs.

(b) Represents a zero coupon bond. Rate shown reflects the effective yield.

(c) Security, or a portion thereof, in the amount of \$29,909,100 has been pledged as collateral for reverse repurchase agreements as of December 31, 2024. See note 3 for additional information.

(d) Security was purchased (sold) pursuant to Rule 144A under the Securities Act of 1933 and may not be resold (repurchased) subject to that rule except to qualified institutional buyers. Unless otherwise noted, Rule 144A securities are deemed to be liquid. Total fair value of Rule 144A securities amounts to \$4,009,060, which represents 5.6% of net assets as of December 31, 2024.

(e) Rate shown reflects the 7-day yield as of December 31, 2024.

ADR : American Depositary Receipt

Summary of Investment Type††

Investment Categories	% of Net Assets
Common Stocks	57.3%
U.S. Treasury Bills	41.9%
Limited Partnership	32.8%
Corporate Bonds	5.6%
Money Market Funds	3.5%
Total Investments	141.1%
Liabilities in Excess of Other Assets	(41.1)%
Net Assets	100.0%

†† The percentage shown for each investment category is the total value of investments in that category as a percentage of the net assets of the Fund. The table depicts the Fund's investments but may not represent the Fund's market exposure to certain derivatives, if any, which are included in Liabilities in Excess of Other Assets.

At December 31, 2024, open reverse repurchase agreements were as follows:

Counterparty	Interest Rate	Trade Date	Maturity Date	Face Amount	Payable for Reverse Repurchase Agreements
Morgan Stanley Capital Services LLC	4.95%	12/31/2024	1/2/2025	\$ 29,303,045	\$ 29,303,045
				\$ 29,303,045	\$ 29,303,045

Simplify Exchange Traded Funds

Statement of Assets and Liabilities

December 31, 2024 (Unaudited)

	Simplify Propel Opportunities ETF
Assets	
Investments, at value	\$ 100,695,618
Cash	1
Receivables:	
Interest	119,775
Securities sold	17,671
Prepaid expenses	30
Total assets	<u>100,833,095</u>
Liabilities	
Payables:	
Reverse repurchase agreement	29,303,045
Investment advisory fees	166,005
Total liabilities	<u>29,469,050</u>
Net Assets	<u>\$ 71,364,045</u>
Net Assets Consist of	
Paid-in capital	\$ 94,889,740
Distributable earnings (loss)	(23,525,695)
Net Assets	<u>\$ 71,364,045</u>
Number of Common Shares outstanding	<u>4,490,001</u>
Net Asset Value, offering and redemption price per share	<u>\$ 15.89</u>
Investments, at cost	<u>\$ 105,991,956</u>

Simplify Exchange Traded Funds

Statement of Operations

For the Six Months Ended December 31, 2024 (Unaudited)

	Simplify Propel Opportunities ETF
Investment Income	
Dividend income	\$ 904,221
Interest income	733,610
Total income	<u>1,637,831</u>
Expenses	
Investment advisory fees	1,374,975
Interest on reverse repurchase agreement	25,235
Total expenses	<u>1,400,210</u>
Less fees waived:	
Waiver	<u>(124,998)</u>
Net expenses	<u>1,275,212</u>
Net investment income (loss)	362,619
Realized and Unrealized Gain (Loss)	
Net realized gain (loss) from:	
Investments	3,954,004
Foreign currency transactions	(40)
Net realized gain (loss)	<u>3,953,964</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	<u>(26,476,680)</u>
Net unrealized gain (loss)	<u>(26,476,680)</u>
Net realized and unrealized gain (loss)	<u>(22,522,716)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ (22,160,097)</u>

Simplify Exchange Traded Funds

Statements of Changes in Net Assets

	Simplify Propel Opportunities ETF	
	For the Six Months Ended December 31, 2024 (Unaudited)	Year Ended June 30, 2024
Increase (Decrease) in Net Assets from Operations		
Net investment income (loss)	\$ 362,619	\$ (576,611)
Net realized gain (loss)	3,953,964	(9,112,974)
Net change in net unrealized appreciation (depreciation)	<u>(26,476,680)</u>	<u>24,763,358</u>
Net increase (decrease) in net assets resulting from operations	<u>(22,160,097)</u>	<u>15,073,773</u>
Distributions to Shareholders from:		
Distributions	(6,052,002)	—
Return of capital	—	(14,533,703)
Total distributions	<u>(6,052,002)</u>	<u>(14,533,703)</u>
Fund Shares Transactions		
Proceeds from shares sold	3,805,076	24,650,767
Value of shares redeemed	<u>(1,172,502)</u>	<u>(28,418,927)</u>
Net increase (decrease) in net assets resulting from fund share transactions	<u>2,632,574</u>	<u>(3,768,160)</u>
Total net increase (decrease) in Net Assets	<u>(25,579,525)</u>	<u>(3,228,090)</u>
Net Assets		
Beginning of period	<u>96,943,570</u>	<u>100,171,660</u>
End of period	<u>\$ 71,364,045</u>	<u>\$ 96,943,570</u>
Changes in Shares Outstanding		
Shares outstanding, beginning of period	4,380,001	4,570,001
Shares sold	160,000	1,060,000
Shares redeemed	<u>(50,000)</u>	<u>(1,250,000)</u>
Shares outstanding, end of period	<u>4,490,001</u>	<u>4,380,001</u>

Simplify Exchange Traded Funds

Statement of Cash Flows

For the Six Months Ended December 31, 2024 (Unaudited)

	Simplify Propel Opportunities ETF
Cash Flows Provided by (Used for) Operating Activities:	
Net increase (decrease) in net assets resulting from operations	\$ (22,160,097)
Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided by / (used for) operating activities:	
Purchases of long-term investment securities	(4,893,512)
Net purchases and sales in short term investments	(32,043,902)
Net change in unrealized (appreciation) / depreciation on investments	26,476,680
Net realized (gain) / loss from sales of investments	(3,954,004)
Proceeds from sale of securities	11,185,893
Net amortization of premium / (discount)	(457,166)
(Increase) Decrease in dividends and interest receivable	18,792
(Increase) Decrease in due from investment advisor	20,464
(Increase) Decrease in securities sold receivable	(17,671)
Increase (Decrease) in investment advisory fees payable	(59,093)
Net Cash Provided by / (Used for) Operating Activities	<u>(25,883,616)</u>
Cash Flows Provided by (Used for) from Financing Activities:	
Shares Sold	3,805,076
Shares redeemed	(1,172,502)
Proceeds from reverse repurchase agreement	5,236,113,570
Payments made on reverse repurchase agreement	(5,206,810,525)
Distributions paid	(6,052,002)
Cash provided by (used for) financing activities	<u>25,883,617</u>
Net increase (decrease) in cash	<u>1</u>
Cash and Restricted Cash:	
Cash and Restricted Cash, at beginning of period	—
Cash and Restricted Cash, at end of period	<u>\$ 1</u>
Supplemental Disclosure of Cash Flow Information	
Non-cash financing activities:	
Cash paid for interest on reverse repurchase agreements	\$ 25,235
Reconciliation of Restricted and Unrestricted Cash at the beginning of period to the Statements of Assets and Liabilities	
Cash	\$ —
Reconciliation of Restricted and Unrestricted Cash at the end of period to the Statements of Assets and Liabilities	
Cash	\$ 1

Simplify Exchange Traded Funds

Financial Highlights

Simplify Propel Opportunities ETF Selected Per Share Data	For the Six Months Ended		
	December 31, 2024 (Unaudited)	Year Ended June 30, 2024	Period Ended June 30, 2023 ^(a)
Net Asset Value, beginning of period	\$ 22.13	\$ 21.92	\$ 25.00
Income (loss) from investment operations:			
Net investment income (loss) ^(b)	0.08	(0.13)	(0.04)
Net realized and unrealized gain (loss)	(4.96)	3.63	(1.36)
Total from investment operations	(4.88)	3.50	(1.40)
Less distributions from:			
Net investment income	(1.36)	—	(0.87)
Return of capital	—	(3.29)	(0.81)
Total distributions	(1.36)	(3.29)	(1.68)
Net Asset Value, end of period	\$ 15.89	\$ 22.13	\$ 21.92
Total Return (%)	(22.93) ^(c)	17.27	(4.97) ^(c)
Ratios to Average Net Assets and Supplemental Data			
Net Assets, end of period (\$ millions)	\$ 71	\$ 97	\$ 100
Ratio of expenses before fee waiver (%)	2.80 ^{(d)(e)}	2.75 ^(f)	2.75 ^{(d)(f)}
Ratio of expenses after fee waiver (%)	2.55 ^{(d)(e)}	2.50 ^(f)	2.50 ^{(d)(f)}
Ratio of net investment income (loss) (%)	0.73 ^(d)	(0.60)	(0.50) ^(d)
Portfolio turnover rate (%) ^(g)	5 ^(c)	42	46 ^(c)

- (a) For the period February 8, 2023 (commencement of operations) through June 30, 2023.
- (b) Per share numbers have been calculated using the average shares method.
- (c) Not annualized.
- (d) Annualized.
- (e) The ratios of expenses to average net assets includes interest expense fees of 0.05%.
- (f) The Fund invests in other ETFs and indirectly bears its proportionate shares of fees and expenses incurred by the Underlying Funds in which the Fund is invested. This ratio does not included these indirect fees and expenses.
- (g) Excludes the impact of in-kind transactions related to the processing of capital share transactions in Creation Units.

Simplify Exchange Traded Funds

Notes to Financial Statements

December 31, 2024 (Unaudited)

1. Organization

Simplify Exchange Traded Funds (the “Trust”) is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end registered management investment company organized as a Delaware statutory trust.

As of December 31, 2024, the Trust consists of thirty four investment series of exchange-traded funds (“ETFs”) in operation and trading. These financial statements report on the Fund listed below:

Simplify Propel Opportunities ETF (the “Fund”). The Fund is a non-diversified series of the Trust.

Simplify Asset Management Inc. (the “Adviser”) serves as investment adviser to the Fund and has overall responsibility for the general management and administration of the Fund, subject to the oversight of the Trust’s Board of Trustees (the “Board”).

The Fund offers shares that are listed and traded on the NYSE Arca, Inc. (“NYSE Arca” or the “Exchange”). Unlike mutual funds, the Fund issues and redeems shares on a continuous basis, at net asset value (“NAV”), only in large specified lots consisting of 25,000 shares, each called a “Creation Unit”, to authorized participants who have entered into agreements with the Fund’s distributor. Shares are not individually redeemable securities of the Fund, and owners of the shares may acquire those shares from the Fund, or tender such shares for redemption to the Fund, in Creation Units only.

Fund	Investment objectives
Simplify Propel Opportunities ETF	The Fund seeks to provide long-term growth of capital.

2. Significant Accounting Policies

The financial statements have been prepared in conformity with U.S. generally accepted accounting principles (“U.S. GAAP”), which require management to make certain estimates and assumptions that affect the reported amounts and disclosures of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The Fund is an investment company and accordingly follow the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 Financial Services – Investment Companies including Accounting Standards Update 2013-08. The following is a summary of significant accounting policies followed by the Fund.

Investment Valuation

The Fund’s investments are valued using procedures approved by the Board and are generally valued using market valuations (Market Approach). A market valuation generally means a valuation (i) obtained from an exchange, a pricing service, or a major market maker (or dealer) or (ii) based on a price quotation or other equivalent indication of value supplied by an exchange, a pricing service, or a major market maker (or dealer). A price obtained from a pricing service based on such pricing service’s valuation matrix may be considered a market valuation.

If market quotations are not readily available, securities will be valued at their fair market value as determined using the “fair value” procedures approved by the Board and the Adviser. Fair value pricing involves subjective judgments and it is possible that the fair value determined for a security may be materially different than the value that could be realized upon the sale of that security. The fair value prices can differ from market prices when they become available or when a price becomes available. The Board has designated the Adviser as its valuation designee to execute these procedures pursuant to Rule 2a-5 under the 1940 Act. Independent pricing services may assist in calculating the value of the Fund’s portfolio securities. The Board reviews the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results. These securities are either categorized as Level 2 or 3 of the fair value hierarchy depending on the relevant inputs used.

Equity securities, closed-end funds, and ETFs are valued at the most recent sale price or official closing price reported on the exchange (U.S. or foreign) or over-the-counter market on which they trade. Securities, closed-end funds or ETFs for which no sales are reported are valued at the calculated mean between the most recent bid and asked quotations on the relevant market or, if a mean cannot be determined, at the most recent bid quotation. Equity securities, closed-end funds, and ETFs are generally categorized as Level 1 of the fair value hierarchy.

Exchange traded options are valued at the mean between the current bid and ask prices on the exchange on which such options are traded. If a mean price is not available, the closing price is used. Exchange trade options are categorized as Level 1. Options with international equity exposure are marked to market using closing prices for the underlying and interpolated option implied volatilities obtained from mid-market prices for options on the same underlying of similar expiries and strike prices. These securities are categorized as Level 2 in the fair value hierarchy.

Money Market Funds are valued at NAV.

Debt securities not traded on an exchange may be valued at prices supplied by a pricing agent(s) based on broker or dealer supplied valuations or matrix pricing, a method of valuing securities by reference to the value of other securities with similar characteristics, such as rating, interest rate and maturity. Debt securities are generally categorized as Level 2 of the fair value hierarchy.

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2024 (Unaudited)

Reverse repurchase agreements are valued at cost plus accrued interest. These securities are categorized as Level 2 in the fair value hierarchy.

Under certain circumstances, the Fund may use an independent pricing service to calculate the fair market value of foreign equity securities on a daily basis by applying valuation factors to the last sale price or the mean price as noted above. The fair market values supplied by the independent pricing service will generally reflect market trading that occurs after the close of the applicable foreign markets of comparable securities or the value of other instruments that have a strong correlation to the fair valued securities. The independent pricing service will also take into account the current relevant currency exchange rate. A security that is fair valued may be valued at a price higher or lower than actual market quotations or the value determined by other funds using their own fair valuation procedures. Because foreign securities may trade on days when Shares are not priced, the value of securities held by the Fund can change on days when Shares cannot be redeemed or purchased. In the event that a foreign security's market quotations are not readily available or are deemed unreliable (for reasons other than because the foreign exchange on which it trades closed before the Fund's calculation of NAV), the security will be valued at its fair market value as determined in good faith by the Adviser as the Board's valuation designee in accordance with procedures approved by the Board. Without fair valuation, it is possible that short-term traders could take advantage of the arbitrage opportunity and dilute the NAV of long-term investors. Fair valuation of the Fund's portfolio securities can serve to reduce arbitrage opportunities available to short-term traders, but there is no assurance that it will prevent dilution of the Fund's NAV by short-term traders. In addition, because the Fund may invest in underlying ETFs which hold portfolio securities primarily listed on foreign (non- U.S.) exchanges, and these exchanges may trade on weekends or other days when the underlying ETFs do not price their shares, the value of these portfolio securities may change on days when you may not be able to buy or sell Shares.

Investments initially valued in currencies other than the U.S. dollar are converted to U.S. dollars using exchange rates obtained from pricing services or other parties in accordance with the valuation procedures of the Adviser. As a result, the NAV of the Shares may be affected by changes in the value of currencies in relation to the U.S. dollar. The value of securities traded in markets outside the United States or denominated in currencies other than the U.S. dollar may be affected significantly on a day that the Exchange is closed and an investor is not able to purchase, redeem or exchange Shares.

The Fund categorizes the inputs to valuation techniques used to value its investments into a disclosure hierarchy consisting of three levels as shown below:

- Level 1 – Quoted prices in active markets for identical assets that the fund has the ability to access.
- Level 2 – Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).
- Level 3 – Significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the valuations as of December 31, 2024 for the Fund based upon the three levels defined above:

Simplify Propel Opportunities ETF

Assets	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 40,135,965	\$ —	\$ 774,750	\$ 40,910,715
U.S. Treasury Bills	29,909,217	—	—	29,909,217
Limited Partnership	23,385,977	—	—	23,385,977
Corporate Bonds	—	4,009,060	—	4,009,060
Money Market Funds	2,480,649	—	—	2,480,649
TOTAL	\$ 95,911,808	\$ 4,009,060	\$ 774,750	\$ 100,695,618

Liabilities	Level 1	Level 2	Level 3	Total
Reverse Repurchase Agreements	\$ —	\$ (29,303,045)	\$ —	\$ (29,303,045)
TOTAL	\$ —	\$ (29,303,045)	\$ —	\$ (29,303,045)

Cash

Cash consists of cash on deposit with a major financial institution which may exceed federally insured limits.

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2024 (Unaudited)

Foreign Currency Translations

The books and records of the Fund are maintained in U.S. dollars. Investment securities and other assets and liabilities denominated in a foreign currency are translated into U.S. dollars at the prevailing exchange rates at period end. Purchases and sales of investment securities, income and expenses are translated into U.S. dollars at the prevailing exchange rates on the respective dates of the transactions.

Net realized and unrealized gains and losses on foreign currency transactions represent net gains and losses between trade and settlement dates on securities transactions, the acquisition and disposition of foreign currencies, and the difference between the amount of net investment income accrued and the U.S. dollar amount actually received. The portion of both realized and unrealized gains and losses on investments that results from fluctuations in foreign currency exchange rates is not separately disclosed, but is included with net realized and unrealized gain/appreciation and loss/depreciation on investments.

Investment Transactions and Related Income

For financial reporting purposes, investment transactions are reported on the trade date. However, for daily NAV determination, portfolio securities transactions are reflected no later than in the first calculation on the first business day following trade date. Dividend income is recorded on the ex-dividend date. Interest income is recognized on an accrual basis and includes, where applicable, the amortization of premium or accretion of discount based on effective yield. Gains or losses realized on sales of securities are determined using the specific identification method by comparing the identified cost of the security lot sold with the net sales proceeds. Dividend Income on the Statements of Operations is shown net of any foreign taxes withheld on income from foreign securities, which are provided for in accordance with the Fund's understanding of the applicable tax rules and regulations.

Income Tax Information and Distributions to Shareholders

It is the Fund's policy to comply with all requirements of the Internal Revenue Code of 1986, as amended (the "Code"). The Fund intends to qualify for and to elect treatment as a separate Regulated Investment Company ("RIC") under Subchapter M of the Code. It is the Fund's policy to pay out dividends from net investment income quarterly. Taxable net realized gains from investment transactions, reduced by capital loss carryforwards, if any, will be declared and distributed to shareholders at least annually. The capital loss carryforward amount, if any, will be available to offset future net capital gains. The Fund may occasionally be required to make supplemental distributions at some other time during the year. The Fund reserves the right to declare special distributions if, in its reasonable discretion, such action is necessary or advisable to preserve the status of the Fund as a RIC or to avoid imposition of income or excise taxes on undistributed income. Dividends and distributions to shareholders, if any, will be recorded on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized capital gains will be determined in accordance with Federal income tax regulations which may differ from U.S. GAAP. These "book/tax" differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, (e.g., return of capital and distribution reclassifications), such amounts are reclassified within the composition of net assets based on their federal tax basis treatment; temporary differences (e.g., wash sales and straddles) do not require a reclassification. Dividends and distributions, which exceed earnings and profits for the full year for tax purposes, will be reported as a tax return of capital.

In accordance with U.S. GAAP requirements regarding accounting for uncertainties in income taxes, management has analyzed the Fund's tax positions expected to be taken on foreign, federal and state income tax returns for all open tax years and has concluded that no provision for income tax is required in the Fund's financial statement.

The Fund will recognize interest and penalties, if any, related to uncertain tax positions as income tax expense on the Statement of Operations.

3. Reverse Repurchase Agreements

Reverse repurchase agreements are executed under standardized netting agreements. A netting arrangement creates an enforceable right of set-off that becomes effective, and affects the realization of settlement on individual assets, liabilities and collateral amounts, only following a specified event of default or early termination. Default events may include the failure to make payments or deliver securities timely, material adverse changes in financial condition or insolvency, the breach of minimum regulatory capital requirements, or loss of license, charter or other legal authorization necessary to perform under the contract. These agreements mitigate counterparty credit risk by providing for a single net settlement with a counterparty of all financial transactions covered by the agreement in an event of default as defined under such agreement.

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2024 (Unaudited)

Offsetting of Reverse Repurchase Agreements Liabilities

Simplify Propel Opportunities ETF

	Gross Amounts of Recognized Liabilities	Gross Amounts Offset in the Consolidated Statements of Assets and Liabilities	Net Amounts Presented in the Consolidated Statements of Assets and Liabilities	Gross Amounts Not Offset in the Statements of Assets and Liabilities		
				Financial Instruments(a)	Collateral Pledged(a)	Net Amount Payable
Reverse Repurchase Agreements	\$ 29,303,045	\$ —	\$ 29,303,045	\$ 29,303,045	\$ 29,303,045	\$ —

(a) These amounts are limited to the derivatives asset/liability balance and, accordingly, do not include excess collateral received/pledged.

Reverse repurchase agreements involve the sale of securities held by the Fund with an agreement to repurchase the securities at an agreed-upon price, date and interest payment. The Fund may borrow for investment purposes indirectly using reverse repurchase agreements. Cash received in exchange for securities delivered plus accrued interest payments to be made by the Fund to counterparties are reflected as a liability on the Statements of Assets and Liabilities. Interest payments made by the Funds to counterparties are recorded as a component of interest expense on the Fund's Statements of Operations. Borrowing may cause the Fund to liquidate positions under adverse market conditions to satisfy its repayment obligations. The use of reverse repurchase agreements involves risks that are different from those associated with ordinary portfolio securities transactions. The Fund is subject to credit risk (i.e., the risk that a counterparty is or is perceived to be unwilling or unable to meet its contractual obligations) with respect to the security it expects to receive back from a counterparty. If a counterparty becomes bankrupt or fails to perform its obligations, or if any collateral posted by the counterparty for the benefit of the Funds is insufficient or there are delays in the Fund's ability to access such collateral, the value of an investment in the Fund may decline. As of December 31, 2024, the average amount of reverse repurchase agreements outstanding and the daily weighted average interest rate for the Fund was \$25,047,573 and 5.00%, respectively.

The following table indicates the total amount of reverse repurchased agreements, including accrued interest, reconciled to the Fund's liability as of December 31, 2024:

	Less than 30 days	30-90 days	Greater than 90 days	Total
U.S. Government Obligations	\$ 29,303,045	\$ —	\$ —	\$ 29,303,045

4. Investment Advisory Agreement and Other Agreements

The Adviser has overall responsibility for the general management and administration of the Fund, subject to the oversight of the Board. Under an investment advisory agreement between the Trust, on behalf of the Fund, and the Adviser (the "Investment Advisory Agreement"), the Adviser is responsible for arranging sub-advisory, transfer agency, custody, fund administration, and all other non-distribution related services for the Fund to operate.

Propel Bio Management, LLC (the "Sub-Adviser") serves as investment sub-adviser to the Fund. The Sub-Adviser is responsible for day-to-day management of the Fund, subject to supervision of the Adviser. The Adviser, not the Fund, pays the sub-advisory fee to the Sub-Adviser.

In addition to serving as Portfolio Manager of the Sub-Adviser with respect to the Fund, Mr. Richard Kayne (through a trust where he serves as a trustee) indirectly owns voting preferred shares of the Adviser and through the same trust is indirectly the Fund's seed investor. Mr. Kayne is also a majority owner in Propel Bio Partners, LLC (the "General Partner"), a Delaware limited liability company, which serves as the general partner to the Propel Bio Partners, L.P. (the "Private Fund"). The Private Fund is a pooled investment vehicle that is exempt from registration under the Investment Company Act of 1940 and the Securities Act of 1933. The Sub-Adviser has been retained by the General Partner to serve as the investment adviser to the Private Fund. Mr. Kayne's indirect part ownership of the Adviser and provision of seed capital to the Fund presents a potential conflict of interest on the part of the Adviser in selecting the Sub-Adviser. These relationships between Mr. Kayne and each of the Adviser and the Sub-Adviser were fully disclosed to, discussed with and considered by the Board in approving and renewing the appointment of the Sub-Adviser.

For its investment advisory services, the Adviser is entitled to receive a management fee based on the Fund's average daily net assets, computed and accrued daily and payable monthly, at an annual rate equal to:

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2024 (Unaudited)

Assets	Management Fee
Up to and including \$1 billion.....	2.75%
Over \$1 billion and less the \$ 5 billion.....	2.50%
Over \$5 billion and less the \$ 10 billion.....	2.00%
Over \$10 billion.....	1.00%

The Adviser and Sub-Adviser have collectively agreed to waive 0.25% of the management and sub advisory fee on an annualized basis through October 31, 2025. This waiver may be terminated by the Fund's Board of Trustees on 60 days' notice and terminates automatically if the management agreement or sub-advisory agreement is terminated. For the period ended December 31, 2024, the Adviser waived fees of \$124,998.

Under the Investment Advisory Agreement, the Adviser has agreed to pay substantially all the operating expenses of the Fund, excluding interest expenses, taxes, brokerage expenses, Rule 12b-1 fees (if any), acquired fund fees and expenses, expenses incidental to a meeting of the Fund's shareholders and the Management Fee. In addition to the excluded operating expenses, the Fund also pays non-operating expenses such as litigation and indemnification expenses and other expenses determined to be extraordinary by the Trust.

The Board has adopted a Distribution and Service Plan pursuant to Rule 12b-1 under the 1940 Act. In accordance with its Rule 12b-1 plan, the Fund is authorized to pay an amount up to 0.25% of its average daily net assets each year to finance activities primarily intended to result in the sale of Creation Units of the Fund or the provision of investor services. No Rule 12b-1 fees are currently paid by the Fund and there are no plans to impose these fees. However, in the event Rule 12b-1 fees are charged in the future, they will be paid out of the Fund's assets, and directly impact the NAV per share of the Fund.

The Bank of New York Mellon, a wholly-owned subsidiary of The Bank of New York Mellon Corporation, serves as Administrator, Custodian, Accounting Agent and Transfer Agent for the Fund.

Foreside Financial Services, LLC (the "Distributor") serves as the distributor of Creation Units for the Fund on an agency basis. The Distributor does not maintain a secondary market in shares of the Fund. Foreside Fund Officer Services, LLC a related party to the Distributor also serves as the Trust's Compliance Officer.

A Trustee and certain Officers of the Trust are also employees of the Adviser and/or an affiliate of the Distributor.

5. Investment Transactions

Purchases and sales of securities, other than short-term securities, U.S. Government Securities and in-kind transactions were as follows:

Fund	Purchases	Sales
Simplify Propel Opportunities ETF	\$ 4,893,512	\$ 11,185,893

6. Fund Share Transactions

The Fund issues and redeems Shares at NAV only in large blocks of 25,000 Shares (each block of Shares is called a "Creation Unit"). Creation Units are issued and redeemed primarily in-kind for securities but may include cash. Individual Shares may only be purchased and sold in secondary market transactions through brokers. Except when aggregated in Creation Units in transactions with Authorized Participants, the Shares are not redeemable securities of the Fund.

Fund Shares are listed and traded on the Exchange on each day that the Exchange is open for business ("Business Day"). The Fund's Shares may only be purchased and sold on the Exchange through a broker-dealer. Because the Fund's Shares trade at market prices rather than at their NAV, Shares may trade at a price equal to the NAV, greater than NAV (premium) or less than NAV (discount).

Authorized participants pay a fixed transaction fee of \$500 to the shareholder servicing agent when purchasing and redeeming Creation Units of the Fund. The transaction fee is used to defray the costs associated with the issuance and redemption of Creation Units. In addition to the fixed transaction fee, the Fund may charge an additional maximum 3% of the amount invested variable fee for creations and redemptions in cash, to offset brokerage and impact expenses associated with a cash transaction.

7. Federal Income Taxes

At June 30, 2024, gross unrealized appreciation and depreciation of investments owned by the Fund, based on cost for federal income tax purposes were as follows:

Simplify Exchange Traded Funds
Notes to Financial Statements (Continued)
December 31, 2024 (Unaudited)

Fund	Tax Cost	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)
Simplify Propel Opportunities ETF	\$81,763,301	\$33,056,499	\$(17,810,193)	\$15,246,306

The differences between book-basis and tax-basis components of net assets are primarily attributable to the tax deferral of losses on wash sales and return of capital basis adjustments from underlying investments.

At June 30, 2024, for federal income tax purposes, the Fund had capital loss carryforwards available as shown in the table below, to the extent provided by regulations, to offset future capital gains for an unlimited period. To the extent that these capital loss carryforwards are used to offset future capital gains, it is probable that the capital gains so offset will not be distributed to shareholders.

Fund	Short-Term	Long-Term	Total Amount
Simplify Propel Opportunities ETF	\$ 8,326,533	\$ 2,233,369	\$ 10,559,902

8. In-Kind Seeding

Assets contributed to Simplify Propel Opportunities ETF (SURI) were \$60,286,654 in cash and securities at fair market of \$71,250,025 with unrealized appreciation of \$10,963,371, in exchange for 2,850,001 shares at a NAV of \$25 on February 7, 2023. On June 21, 2023, additional assets contributed to Simplify Propel Opportunities ETF (SURI) were \$29,722,184 in cash and securities at fair market of \$37,751,058 with unrealized appreciation of \$8,028,874 in exchange for 1,650,000 shares at a NAV of \$22.88. The fair value of assets contributed to Simplify Propel Opportunities ETF (SURI) became the new cost basis for financial reporting purposes.

9. Segment Reporting

The Fund operates in one segment. The Chief Operating Decision Maker ("CODM") is the President and Chief Executive Officer of the Fund. The CODM reviews the operating results of the Fund on a consolidated basis as part of making decisions for allocating resources and evaluating performance.

10. Subsequent Events

Management has evaluated subsequent events through the date of issuance of these financial statements and has determined that there are no subsequent events that require adjustment to, or disclosure in, the financial statement.

Simplify Exchange Traded Funds

Additional Information (Unaudited)

Proxy Voting Policies and Procedures

Information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available without charge, upon request, by calling 1-855-772-8488; and on the SEC's website at www.sec.gov.

Discount & Premium Information

Information regarding how often shares of the Fund traded on NYSE Arca at a price above (i.e., at a premium) or below (i.e., at a discount) the NAV of the Fund can be found at www.simplify.us.