

June 30, 2025

# Annual Financial Statements and Other Important Information

## Simplify Exchange Traded Funds

Simplify Opportunistic Income ETF (CRDT)



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**Simplify Exchange Traded Funds**  
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# Simplify Opportunistic Income ETF

## Schedule of Investments

June 30, 2025

	Principal	Value
<b>Asset Backed Securities – 33.3%</b>		
Allo Issuer LLC, Class C, Series 2025-1A, 144A, 8.10%, 4/20/2055(a) . . . . .	\$ 1,750,000	\$ 1,752,324
Ally Bank Auto Credit-Linked Notes Series 2024-B, Class F, Series 2024-B, 144A, 8.04%, 9/15/2032(a) . . . . .	595,245	602,335
AMSR 2024-SFR2 Trust, Class E1, Series 2024-SFR2, 144A, 4.15%, 11/17/2041(a) . . . .	1,000,000	935,653
Anchorage Capital CLO 19 Ltd., Class E, Series 2021-19A, 144A, 11.97%, (3-Month CME Term SOFR + 7.71%), 10/15/2034(a)(b) . . . . .	1,000,000	1,003,630
Apidos CLO Lii, Class F, Series 2025-52A, 144A, 10.76%, (3-Month CME Term SOFR + 6.50%), 4/20/2038(a)(b) . . . . .	500,000	463,975
Apidos CLO Xliii Ltd., Class FR, Series 2025-43A, 144A, 10.98%, (3-Month CME Term SOFR + 6.67%), 7/25/2038(a)(b) . . . . .	1,000,000	952,500
Chase Auto Credit Linked Notes Series 2025-1, Class G, Series 2025-1, 144A, 10.42%, 2/25/2033(a) . . . . .	800,000	802,625
Elmwood CLO XII Ltd., Class FR, Series 2021-5A, 144A, 13.01%, (3-Month CME Term SOFR + 8.75%), 10/15/2037(a)(b) . . . . .	1,677,000	1,530,181
Frontier Issuer LLC, Class C, Series 2023-1, 144A, 11.50%, 8/20/2053(a) . . . . .	300,000	315,708
GoldenTree Loan Management US CLO 16 Ltd., Class FRR, Series 2025-16A, 144A, 12.02%, (3-Month CME Term SOFR + 7.75%), 1/20/2038(a)(b) . . . . .	1,000,000	907,942
Goodgreen 2024-1 Ltd., Class C, Series 2024-1A, 144A, 8.50%, 7/15/2056(a) . . . . .	462,000	456,798
Green Lakes Park CLO LLC 2019-2, Class ERR, Series 2025-1A, 144A, 9.03%, (3-Month CME Term SOFR + 4.75%), 1/25/2038(a)(b) . . . . .	1,000,000	978,659
Hertz Vehicle Financing III LLC, Class D, Series 2025-3A, 144A, 8.55%, 12/26/2029(a) . .	1,000,000	1,007,472
Hertz Vehicle Financing LLC, Class D, Series 2022-4A, 144A, 6.56%, 9/25/2026(a) . . . .	500,000	499,999
Huntington Bank Auto Credit-Linked Notes Series 2024-2, Class E, Series 2024-2, 144A, 11.80%, (SOFR + 7.50%), 10/20/2032(a)(b) . . . . .	559,014	560,685
Huntington Bank Auto Credit-Linked Notes Series 2025-1, Class D, Series 2025-1, 144A, 7.80%, (SOFR + 3.50%), 3/21/2033(a)(b) . . . . .	448,370	448,723
Invitation Homes 2024-SFR1 Trust, Class F, Series 2024-SFR1, 144A, 4.50%, 9/17/2041(a) . . . . .	1,000,000	923,027
Magnetite 50 Ltd., Class F, Series 2025-50A, 144A, (3-Month CME Term SOFR + 6.68%), 7/25/2038(a)(b) . . . . .	250,000	245,000
Milford Park CLO Ltd., Class ER, Series 2025-1A, 144A, 9.12%, (3-Month CME Term SOFR + 4.85%), 1/20/2038(a)(b) . . . . .	1,000,000	986,998
Navient Private Education Refi Loan Trust 2021-B, Class R, Series 2021-BA, 144A, 7/15/2069(a)(c) . . . . .	4,722	1,605,480
New Economy Assets Phase 1 Sponsor LLC, Class B1, Series 2021-1, 144A, 2.41%, 10/20/2061(a) . . . . .	1,750,000	1,606,967
Parallel 2020-1 Ltd., Class DR, Series 2021-1A, 144A, 11.03%, (3-Month CME Term SOFR + 6.76%), 7/20/2034(a)(b) . . . . .	800,000	786,176
Point Securitization Trust 2025-1, Class B1, Series 2025-1, 144A, 5.50%, 6/25/2055(a) . .	1,500,000	1,171,041
Saluda Grade Alternative Mortgage Trust 2024-FIG5, Class E, Series 2024-FIG5, 144A, 8.49%, 4/25/2054(a) . . . . .	784,510	808,673
Uniti Fiber Abs Issuer Llc, Class C, Series 2025-1A, 144A, 9.12%, 4/20/2055(a) . . . . .	2,000,000	2,070,726
Zayo Issuer LLC, Class C, Series 2025-1A, 144A, 8.66%, 3/20/2055(a) . . . . .	2,500,000	2,572,716
Total Asset Backed Securities (Cost \$26,028,317) . . . . .		25,996,013
<b>Corporate Bonds – 18.0%</b>		
<b>Basic Materials – 1.2%</b>		
Magnera Corp., 7.25%, 11/15/2031, 144A(a) . . . . .	1,000,000	942,125
<b>Communications – 2.4%</b>		
GoTo Group, Inc., 5.50%, 5/1/2028, 144A(a) . . . . .	223,300	73,131
Lumen Technologies, Inc., 7.60%, 9/15/2039, Series P . . . . .	2,175,000	1,852,077
		1,925,208
<b>Energy – 1.5%</b>		
Energy Transfer LP, 6.00%, 6/15/2048 . . . . .	1,200,000	1,154,424

# Simplify Opportunistic Income ETF

## Schedule of Investments (Continued)

June 30, 2025

	Principal	Value
<b>Corporate Bonds (continued)</b>		
<b>Financial – 11.9%</b>		
Assured Guaranty Municipal Holdings, Inc., 6.40%, 12/15/2066, 144A(a)(b) . . . . .	\$ 1,000,000	\$ 929,693
First Republic Bank, 4.63%, 2/13/2047(d) . . . . .	1,500,000	5,625
Flagstar Bancorp, Inc., 4.13%, (3-Month CME Term SOFR + 3.91%), 11/1/2030(b) . . . . .	1,109,000	1,036,522
Flagstar Financial, Inc., 7.30%, (3-Month CME Term SOFR + 3.04%), 11/6/2028(b) . . . . .	2,000,000	1,891,246
Global Atlantic Fin Co., 7.95%, (US 5 Year CMT T-Note + 3.61%), 10/15/2054, 144A(a)(b) . . . . .	1,500,000	1,564,664
Lincoln National Corp., 6.94%, (3-Month CME Term SOFR + 2.62%), 5/17/2066(b) . . . . .	812,000	693,406
Office Properties Income Trust, 9.00%, 3/31/2029, 144A(a) . . . . .	850,000	829,504
Pennymac Corp., 8.50%, 6/1/2029 . . . . .	2,300,000	2,334,500
		<u>9,285,160</u>
<b>Retail – 1.0%</b>		
Kohl's Corp., 6.88%, 12/15/2037 . . . . .	1,250,000	768,299
Total Corporate Bonds (Cost \$12,862,925) . . . . .		<u>14,075,216</u>
<b>U.S. Treasury Bills – 14.4%</b>		
U.S. Treasury Bill, 4.34%, 8/5/2025 (e)(f) . . . . .	700,000	697,105
U.S. Treasury Bill, 4.31%, 8/26/2025 (e)(f) . . . . .	4,700,000	4,668,434
U.S. Treasury Bill, 4.33%, 9/30/2025 (e)(f) . . . . .	5,900,000	5,837,399
Total U.S. Treasury Bills (Cost \$11,203,570) . . . . .		<u>11,202,938</u>
	<b>Shares</b>	
<b>Preferred Stocks – 13.2%</b>		
<b>Consumer Discretionary – 0.7%</b>		
QVC Group, Inc., 8.00% . . . . .	78,266	537,687
<b>Financial – 12.5%</b>		
AGNC Investment Corp., 7.75%, (US 5 Year CMT T-Note + 4.39%), Series G(b) . . . . .	22,060	548,191
B Riley Financial, Inc., 5.25% . . . . .	74,272	457,516
Chimera Investment Corp., 10.35%, (3-Month CME Term SOFR + 6.05%), Series B(b) . . . . .	74,800	1,826,616
Chimera Investment Corp., 7.75%, Series C(b) . . . . .	20,000	451,400
Franklin BSP Realty Trust, Inc., 7.50%, Series E . . . . .	11,300	228,486
MFA Financial, Inc., 8.88% . . . . .	20,000	497,000
Rithm Capital Corp., 9.56%, (3-Month CME Term SOFR + 5.23%), Series C(b) . . . . .	109,696	2,687,552
Rithm Capital Corp., 7.00%, (US 5 Year CMT T-Note + 6.22%), Series D(b) . . . . .	112,564	2,694,782
Two Harbors Investment Corp., 8.13%, Series A(b) . . . . .	16,561	380,406
		<u>9,771,949</u>
Total Preferred Stocks (Cost \$12,019,764) . . . . .		<u>10,309,636</u>
<b>Common Stocks – 6.5%</b>		
<b>Consumer Discretionary – 0.2%</b>		
QVC Group, Inc.* . . . . .	12,000	33,000
Vinty Holding 5 SA* . . . . .	110,068,833	104,330
		<u>137,330</u>
<b>Financial – 6.2%</b>		
AGNC Investment Corp. . . . .	86,000	790,340
Annaly Capital Management, Inc. . . . .	62,900	1,183,778
Chimera Investment Corp. . . . .	51,025	707,717
Rithm Capital Corp. . . . .	142,085	1,604,140
Two Harbors Investment Corp. . . . .	53,250	573,502
		<u>4,859,477</u>

See Notes to Financial Statements.

# Simplify Opportunistic Income ETF

## Schedule of Investments (Continued)

June 30, 2025

	Shares	Value
<b>Common Stocks (continued)</b>		
<b>Information Technology – 0.1%</b>		
DSG TopCo Private Equity*(c) . . . . .	2,754	\$ 41,310
Total Common Stocks (Cost \$4,825,714) . . . . .		5,038,117
	<b>Principal</b>	
<b>Mortgage Backed Securities – 6.2%</b>		
<b>Collateralized Mortgage Backed Securities – 4.7%</b>		
BBCMS Mortgage Trust 2025-C32, 4.50%, 2/15/2062 . . . . .	\$ 1,000,000	723,350
Benchmark 2019-B9 Mortgage Trust, 3.00%, 3/15/2052 . . . . .	1,000,000	458,089
Benchmark 2021-B25 Mortgage Trust, 3.20%, 4/15/2054 . . . . .	591,160	414,762
Multifamily Connecticut Avenue Securities Trust 2025-01, 9.51%, 5/25/2055 . . . . .	1,300,000	1,321,483
PRET 2025-NPL6 LLC, 5.74%, 6/25/2055 . . . . .	250,000	250,000
Wells Fargo Commercial Mortgage Trust 2024-5C2, 4.25%, 11/15/2057 . . . . .	560,000	490,968
		3,658,652
<b>Collateralized Mortgage Obligations – 1.5%</b>		
Radnor RE 2024-1 Ltd., 8.31%, 9/25/2034 . . . . .	1,150,000	1,188,542
Total Mortgage Backed Securities (Cost \$4,875,358) . . . . .		4,847,194
<b>U.S. Government Agency Mortgage Backed Securities – 2.5%</b>		
Government National Mortgage Association, Class FM, Series 2025-28, 5.30%, 2/20/2055 . . . . .		
Total U.S. Government Agency Mortgage Backed Securities (Cost \$1,960,883) . . . . .	\$ 1,967,642	1,963,626
<b>Foreign Bonds – 2.5%</b>		
<b>Airlines – 0.5%</b>		
Azul Investments LLP, 7.25%, 6/15/2026 . . . . .	4,105,000	410,500
Azul Investments LLP, 7.25%, 6/15/2026, 144A(a) . . . . .	149,000	14,900
		425,400
<b>Energy – 0.7%</b>		
MC Brazil Downstream Trading SARL, 7.25%, 6/30/2031, 144A(a) . . . . .	391,275	309,772
Petroleos de Venezuela SA, 6.00%, 5/16/2024 . . . . .	1,800,000	229,848
		539,620
<b>Financial – 0.0%</b>		
GOL Finance SA, Escrow (c) . . . . .	3,230,000	—
<b>Government – 1.3%</b>		
Bahamas Government International Bond, 9.00%, 6/16/2029, 144A(a) . . . . .	500,000	532,000
Panama Government International Bond, 6.85%, 3/28/2054 . . . . .	500,000	458,315
		990,315
Total Foreign Bonds (Cost \$4,822,867) . . . . .		1,955,335
	<b>Number of Contracts</b>	<b>Notional Amount</b>
<b>Purchased Options – 0.1%</b>		
<b>Call - Over-the Counter – 0.1%</b>		
USD/HKD, July Strike Price \$7.8, Expires 7/08/25 (counterparty: UBS Bank) . . . . .	12,500,000	975,000
Total Purchased Options (Cost \$6,893) . . . . .		71,996

# Simplify Opportunistic Income ETF

## Schedule of Investments (Continued)

June 30, 2025

	Principal	Value
<b>Term Loans – 0.1%</b>		
<b>Communications – 0.1%</b>		
Diamond Sports Group LLC, 15.00%, 1/3/2028		
(Cost \$63,202) .....	\$ 63,202	\$ 57,356
 Total Investments – 96.8%		
(Cost \$78,669,493) .....		\$ 75,517,427
Other Assets in Excess of Liabilities – 3.2% .....		2,526,164
<b>Net Assets – 100.0%</b> .....		<b>\$ 78,043,591</b>

\* Non Income Producing

(a) 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 \$31,191,802, which represents 40.0% of net assets as of June 30, 2025.

(b) Floating rate investment. Interest rates reset periodically. Certain securities are fixed to variable and currently in the fixed phase. Interest rate shown reflects the rate in effect at June 30, 2025. For securities based on a published reference rate and spread, the reference rate and spread are indicated in the description above.

(c) Investment was valued using significant unobservable inputs.

(d) Defaulted security.

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

(f) Securities with an aggregate market value of \$991,984 have been pledged as collateral for futures contracts as of June 30, 2025

### Portfolio Abbreviations:

CME : Chicago Mercantile Exchange

CMT : Treasury Constant Maturity Rate

SOFR : Secured Overnight Financing Rate

At June 30, 2025, open futures contracts were as follows:

	Number of Contracts	Notional Value	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
<b>Long position contracts:</b>				
U.S. 5 Year Note (CBT) .....	688	\$ 74,992,000	9/30/25	\$ 581,686
 <b>Short position contracts:</b>				
U.S. Ultra Bond (CBT) .....	(133)	(15,843,625)	9/19/25	(451,094)
<b>Total net unrealized appreciation</b>				<b>\$ 130,592</b>

# Simplify Opportunistic Income ETF

## Schedule of Investments (Continued)

June 30, 2025

### Summary of Investment Type††

Investment Categories	% of Net Assets
Asset Backed Securities . . . . .	33.3%
Corporate Bonds . . . . .	18.0%
U.S. Treasury Bills . . . . .	14.4%
Preferred Stocks . . . . .	13.2%
Common Stocks . . . . .	6.5%
Mortgage Backed Securities . . . . .	6.2%
U.S. Government Agency Mortgage Backed Securities . . . . .	2.5%
Foreign Bonds . . . . .	2.5%
Purchased Options . . . . .	0.1%
Term Loans . . . . .	0.1%
Total Investments . . . . .	96.8%
Other Assets in Excess of Liabilities . . . . .	3.2%
<b>Net Assets . . . . .</b>	<b>100.0%</b>

†† 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 Other Assets in Excess of Liabilities.



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# Simplify Exchange Traded Funds

## Statement of Assets and Liabilities

June 30, 2025

	Simplify Opportunistic Income ETF
<b>Assets</b>	
Investments, at value . . . . .	\$ 75,517,427
Cash . . . . .	471,153
Receivables:	
Securities sold . . . . .	1,520,052
Due from broker . . . . .	503,991
Interest . . . . .	468,911
Dividends . . . . .	114,047
Total assets . . . . .	<u>78,595,581</u>
<b>Liabilities</b>	
Due to Custodian-Foreign Currency . . . . .	438
Payables:	
Securities purchased . . . . .	495,000
Investment advisory fees . . . . .	56,552
Total liabilities . . . . .	<u>551,990</u>
<b>Net Assets</b> . . . . .	<u><u>\$ 78,043,591</u></u>
<b>Net Assets Consist of</b>	
Paid-in capital . . . . .	\$ 83,341,973
Distributable earnings (loss) . . . . .	(5,298,382)
<b>Net Assets</b> . . . . .	<u><u>\$ 78,043,591</u></u>
Number of Common Shares outstanding . . . . .	3,275,001
<b>Net Asset Value, offering and redemption price per share</b> . . . . .	<u><u>\$ 23.83</u></u>
Investments, at cost . . . . .	<u>\$ 78,669,493</u>
Foreign currency, at cost . . . . .	<u>\$ (424)</u>

# Simplify Exchange Traded Funds

## Statement of Operations

For the Year Ended June 30, 2025

	Simplify Opportunistic Income ETF
<b>Investment Income</b>	
Dividend income . . . . .	\$ 1,713,835
Interest income . . . . .	5,800,576
Total income . . . . .	<u>7,514,411</u>
<b>Expenses</b>	
Investment advisory fees . . . . .	771,205
Interest expense . . . . .	2,458
Tax expenses . . . . .	18,887
Total expenses . . . . .	<u>792,550</u>
Less fees waived:	
Waiver . . . . .	<u>(107,547)</u>
Net expenses . . . . .	<u>685,003</u>
Net investment income (loss) . . . . .	6,829,408
<b>Realized and Unrealized Gain (Loss)</b>	
Net realized gain (loss) from:	
Investments . . . . .	1,375,379
Futures . . . . .	689,907
Swaps . . . . .	(2,683,088)
Written options . . . . .	40,520
Foreign currency transactions . . . . .	<u>(48,534)</u>
Net realized gain (loss) . . . . .	(625,816)
Net change in unrealized appreciation (depreciation) on:	
Investments . . . . .	(4,601,433)
Foreign currency translations . . . . .	(36,620)
Futures . . . . .	(147,689)
Swaps . . . . .	<u>(206,282)</u>
Net unrealized gain (loss) . . . . .	<u>(4,992,024)</u>
Net realized and unrealized gain (loss) . . . . .	<u>(5,617,840)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations . . . . .</b>	<b><u>\$ 1,211,568</u></b>

# Simplify Exchange Traded Funds

## Statements of Changes in Net Assets

	Simplify Opportunistic Income ETF	
	Year Ended June 30, 2025	Year Ended June 30, 2024
<b>Increase (Decrease) in Net Assets from Operations</b>		
Net investment income (loss) . . . . .	\$ 6,829,408	\$ 5,159,653
Net realized gain (loss) . . . . .	(625,816)	(4,182,952)
Net change in net unrealized appreciation (depreciation) . . . . .	(4,992,024)	1,964,012
Net increase (decrease) in net assets resulting from operations . . . . .	<u>1,211,568</u>	<u>2,940,713</u>
<b>Distributions to Shareholders from:</b>		
Distributions . . . . .	(5,139,704)	(4,326,748)
Return of capital . . . . .	(587,298)	—
Total distributions . . . . .	<u>(5,727,002)</u>	<u>(4,326,748)</u>
<b>Fund Shares Transactions</b>		
Proceeds from shares sold . . . . .	60,653,361	41,737,365
Value of shares redeemed . . . . .	(52,794,986)	(3,166,583)
Net increase (decrease) in net assets resulting from fund share transactions . . . . .	<u>7,858,375</u>	<u>38,570,782</u>
Total net increase (decrease) in Net Assets . . . . .	<u>3,342,941</u>	<u>37,184,747</u>
<b>Net Assets</b>		
Beginning of year . . . . .	74,700,650	37,515,903
End of year . . . . .	<u>\$ 78,043,591</u>	<u>\$ 74,700,650</u>
<b>Changes in Shares Outstanding</b>		
Shares outstanding, beginning of year . . . . .	3,025,001	1,500,001
Shares sold . . . . .	2,400,000	1,650,000
Shares redeemed . . . . .	(2,150,000)	(125,000)
Shares outstanding, end of year . . . . .	<u>3,275,001</u>	<u>3,025,001</u>

# Simplify Exchange Traded Funds

## Financial Highlights

Simplify Opportunistic Income ETF Selected Per Share Data	Years Ended June 30		Period Ended June 30, 2023 <sup>(a)</sup>
	2025	2024	
Net Asset Value, beginning of period	\$ 24.69	\$ 25.01	\$ 25.00
Income (loss) from investment operations:			
Net investment income (loss) <sup>(b)</sup>	2.11	1.97	0.01
Net realized and unrealized gain (loss)	(1.20)	(0.73)	—
Total from investment operations	0.91	1.24	0.01
Less distributions from:			
Net investment income	(1.59)	(1.56)	—
Return of capital	(0.18)	—	—
Total distributions	(1.77)	(1.56)	—
Net Asset Value, end of period	\$ 23.83	\$ 24.69	\$ 25.01
<b>Total Return (%)</b>	<b>3.54</b>	<b>5.05</b>	<b>0.04<sup>(c)</sup></b>
<b>Ratios to Average Net Assets and Supplemental Data</b>			
Net Assets, end of period (\$ millions)	\$ 78	\$ 75	\$ 38
Ratio of expenses before fee waiver (%)	0.98 <sup>(d)</sup>	0.96 <sup>(e)(f)</sup>	0.95 <sup>(g)</sup>
Ratio of expenses after fee waiver (%)	0.84 <sup>(d)(h)</sup>	0.51 <sup>(e)(f)</sup>	0.50 <sup>(g)</sup>
Ratio of net investment income (loss) (%)	8.41	7.83	4.52 <sup>(g)</sup>
Portfolio turnover rate (%) <sup>(i)</sup>	418	322	0 <sup>(c)</sup>

(a) For the period June 27, 2023 (commencement of operations) through June 30, 2023.

(b) Per share numbers have been calculated using the average shares method.

(c) Not annualized.

(d) The ratios of expenses to average net assets includes interest expense fees of 0.03%.

(e) The ratios of expenses to average net assets includes interest expense fees of 0.01%.

(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 include these indirect fees and expenses.

(g) Annualized.

(h) The increase in the Fund's expense ratio is due to expiration of the advisory fee waiver which was in place through October 31, 2024. See Note 4.

(i) 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

June 30, 2025

### 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 June 30, 2025, the Trust consists of thirty four investment series of exchange-traded funds (“ETFs”) in operation and trading. These financial statements report on the Simplify Opportunistic Income ETF (the “Fund”). The Fund is a 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 (“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 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 who are authorized participants may acquire those Shares from the Fund, or tender such Shares for redemption to the Fund, in Creation Units only.

<b>Fund</b>	<b>Investment Objectives</b>
Simplify Opportunistic Income ETF	The Fund seeks to provide current income. Long-term capital appreciation is a secondary objective.

### 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 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.

Over-the-counter options are valued based upon prices provided by market makers in such securities. Over-the-counter options are categorized as Level 2.

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)**

June 30, 2025

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Futures contracts are generally valued at the settlement prices established each day on the exchange on which they are traded and are categorized as Level 1.

Swap agreements and other derivatives are generally valued daily depending on the type of instrument and reference assets based upon market prices, the mean between bid and asked prices quotations from market makers or by a pricing service or other parties in accordance with the valuation procedures approved by the Board.

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 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's 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 the Board's valuation designee. 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 June 30, 2025 for the Fund based upon the three levels defined above:

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

### Simplify Opportunistic Income ETF

<b>Assets</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Asset Backed Securities . . . . .	\$ —	\$ 24,390,533	\$ 1,605,480	\$ 25,996,013
Corporate Bonds . . . . .	—	14,075,216	—	14,075,216
U.S. Treasury Bills . . . . .	11,202,938	—	—	11,202,938
Preferred Stocks . . . . .	10,309,636	—	—	10,309,636
Common Stocks . . . . .	4,892,477	104,330	41,310	5,038,117
Mortgage Backed Securities . . . . .	—	4,847,194	—	4,847,194
U.S. Government Agency Mortgage Backed Securities . . . . .	—	1,963,626	—	1,963,626
Foreign Bonds . . . . .	—	1,955,335	—	1,955,335
Term Loans . . . . .	—	57,356	—	57,356
Purchased Options . . . . .	—	71,996	—	71,996
Futures . . . . .	581,686	—	—	581,686
<b>TOTAL</b>	<b>\$ 26,986,737</b>	<b>\$ 47,465,586</b>	<b>\$ 1,646,790</b>	<b>\$ 76,099,113</b>
<b>Liabilities</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Futures . . . . .	(451,094)	—	—	(451,094)
<b>TOTAL</b>	<b>\$ (451,094)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ (451,094)</b>

A reconciliation of assets in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 financial instruments at the beginning and/or end of the reporting year. At June 30, 2025, the reconciliation of assets is as follows:

<b>Simplify Opportunistic Income ETF</b>	<b>Asset Backed Securities</b>	<b>Common Stocks</b>	<b>Total</b>
Balance at June 30, 2024 . . . . .	\$ 2,844,325	\$ —	2,844,325
Purchases . . . . .	895,000	—	895,000
Sales . . . . .	(2,118,083)	—	(2,118,083)
Transfer into Level 3 . . . . .	—	—	—
Transfer out of Level 3 . . . . .	—	—	—
Net Realized Gain (Loss) . . . . .	118,118	—	118,118
Net Change in Unrealized Appreciation (Depreciation) . . . . .	(133,880)	41,310	(92,570)
Balance at June 30, 2025 . . . . .	\$ 1,605,480	\$ 41,310	\$ 1,646,790

The following table presents quantitative information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 at June 30, 2025:



# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

### Simplify Opportunistic Income ETF

	Fair Value at June 30, 2025	Market Approach	Unobservable Input	Range (Weighted Average)(a)	Impact to Valuation from an Increase in Input(b)
Common Stock	\$ 41,310	Market Approach	Broker Quote	\$15 (100%)	Increase
	<b>\$ 41,310</b>				
Asset Backed Security	\$ 1,605,480	Market Approach	Broker Quote	\$34,000 (100%)	Increase
	<b>\$ 1,605,480</b>				
Foreign Bond	\$ -	Liquidation Basis	Expected Proceeds	\$0 (100%)	Increase
	<b>\$ -</b>				

(a) Unobservable inputs were weighted by the notional value of the instruments.

(b) Represents the change in fair value of the level 3 investments that would result from an increase in the corresponding input. A decrease in the unobservable input would have the opposite effect.

### Cash

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

### 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. 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 Statement 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.

### When-Issued and Delayed-Delivery Transactions

The Portfolio may engage in when-issued or delayed-delivery transactions. The Portfolio record when-issued securities on the trade date. Securities purchased on a when-issued or delayed-delivery basis are marked to market daily and begin earning interest on the settlement date. Losses may occur on these transactions due to changes in market conditions or the failure of counterparties to perform under the contract.

### 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 monthly. 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

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

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. Derivative Financial Instruments

In the normal course of business, the Fund uses derivative contracts in connection with its proprietary trading activities. Derivative contracts are subject to additional risks that can result in a loss of all or part of an investment. The Fund's derivative activities and exposure to derivative contracts are classified by the following primary underlying risks: interest rate, credit, foreign exchange, commodity price, and equity price. In addition to its primary underlying risks, the Fund is also subject to additional counterparty risk due to inability of its counterparties to meet the terms of their contracts.

FASB Accounting Standards Codification, Derivatives and Hedging (“ASC 815”) requires enhanced disclosures about the Fund's use of, and accounting for, derivative instruments and the effect of derivative instruments on the Fund's financial position and results of operations. Tabular disclosure regarding derivative fair value and gain/loss by contract type (e.g., interest rate contracts, foreign exchange contracts, credit contracts, etc.) is required and derivatives accounted for as hedging instruments under ASC 815 must be disclosed separately from those that do not qualify for hedge accounting. Even though the Fund may use derivatives in an attempt to achieve an economic hedge, the Fund's derivatives are not accounted for as hedging instruments under ASC 815 because investment companies account for their derivatives at fair value and record any changes in fair value in current period earnings.

#### Futures Contracts

A futures contract provides for the future sale by one party and purchase by another party of a specified amount of a specific financial instrument (e.g., units of a stock index) for a specified price, date, time and place designated at the time the contract is made. Brokerage fees are paid when a futures contract is bought or sold and margin deposits must be maintained. Unlike when the Fund purchases or sells a security, no price would be paid or received by the Fund upon the purchase or sale of a futures contract. Upon entering into a futures contract, and to maintain the Fund's open positions in futures contracts, the Fund would be required to deposit with its custodian or futures broker in a segregated account in the name of the futures broker an amount of cash, U.S. government securities, suitable money market instruments, or other liquid securities, known as “initial margin.” The margin required for a particular futures contract is set by the exchange on which the contract is traded, and may be significantly modified from time to time by the exchange during the term of the contract. If the price of an open futures contract changes (by increase in underlying instrument or index in the case of a sale or by decrease in the case of a purchase) so that the loss on the futures contract reaches a point at which the margin on deposit does not satisfy margin requirements, the broker will require an increase in the margin. However, if the value of a position increases because of favorable price changes in the futures contract so that the margin deposit exceeds the required margin, the broker will pay the excess to the Fund.

These subsequent payments, called “variation margin,” to and from the futures broker, are made on a daily basis as the price of the underlying assets fluctuate making the long and short positions in the futures contract more or less valuable, a process known as “marking to the market.” The Fund expects to earn interest income on margin deposits.

The primary risks associated with the use of futures contracts are (a) the imperfect correlation between the change in market value of the instruments held by the Fund and the price of the forward or futures contract; (b) possible lack of a liquid secondary market for a forward or futures contract and the resulting inability to close a forward or futures contract when desired; (c) investments in futures contracts involves leverage, which means a small percentage of assets in futures can have a disproportionately large impact on the Fund and the Fund can lose more than the principal amount invested; (d) losses caused by unanticipated market movements, which are potentially unlimited; (e) the adviser's inability to predict correctly the direction of securities prices, interest rates, currency exchange rates and other economic factors; (f) the possibility that the counterparty will default in the performance of its obligations; and (g) if the Fund has insufficient cash, it may have to sell securities from its portfolio to meet daily variation margin requirements, and the Fund may have to sell securities at a time when it may be disadvantageous to do so.

#### Option Contracts

The Fund may purchase and write (i.e., sell) put and call options. Such options may relate to particular securities or stock indices, and may or may not be listed on a domestic or foreign securities exchange and may or may not be issued by the Options Clearing Corporation. Options trading is a highly specialized activity that entails greater than ordinary investment risk. Options may be more volatile than the underlying instruments, and therefore, on a percentage basis, an investment in options may be subject to greater fluctuation than an investment in the underlying instruments themselves.

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

A call option for a particular security gives the purchaser of the option the right to buy, and the writer (seller) the obligation to sell, the underlying security at the stated exercise price at any time prior to the expiration of the option, regardless of the market price of the security. The premium paid to the writer is in consideration for undertaking the obligation under the option contract. A put option for a particular security gives the purchaser the right to sell the security at the stated exercise price at any time prior to the expiration date of the option, regardless of the market price of the security. Stock index options are put options and call options on various stock indices. In most respects, they are identical to listed options on common stocks. The primary difference between stock options and index options occurs when index options are exercised. In the case of stock options, the underlying security, common stock, is delivered. However, upon the exercise of an index option, settlement does not occur by delivery of the securities comprising the index. The option holder who exercises the index option receives an amount of cash if the closing level of the stock index upon which the option is based is greater than, in the case of a call, or less than, in the case of a put, the exercise price of the option. This amount of cash is equal to the difference between the closing price of the stock index and the exercise price of the option expressed in dollars times a specified multiple. A stock index fluctuates with changes in the market value of the stocks included in the index.

Premiums paid on options purchased and premiums received on options written, as well as the daily fluctuation in market value, are included in investments at value and options written at value, respectively, in the Statement of Assets and Liabilities. When an instrument is purchased or sold through the exercise of an option, the premium is offset against the cost or proceeds of the underlying instrument. When an option expires, a realized gain or loss is recorded in the Statement of Operations to the extent of the premiums received or paid. When an option is closed or sold, a gain or loss is recorded in the Statement of Operations to the extent the cost of the closing transaction exceeds the premiums received or paid. When the Fund write a call option, such option is typically "covered," meaning that they hold the underlying instrument subject to being called by the option counterparty. When the Fund write a put option, cash is segregated in an amount sufficient to cover the obligation. These amounts, which are considered restricted, are included in cash pledged as collateral for options written in the Statement of Assets and Liabilities.

### Swaps

Swap agreements are agreements between the Fund and a counterparty to exchange cash flows, assets, foreign currencies or market-linked returns at specified intervals. Swap agreements are privately negotiated in the OTC market (OTC swaps) or may be executed on a registered commodities exchange (centrally cleared swaps). Swaps are marked-to-market daily and the change in value is recorded as a component of unrealized appreciation/depreciation of swap contracts. The value of the swap will typically impose collateral posting obligations on the party that is considered out-of-the-money on the swap. Upfront payments made/received by the fund, if any, are amortized/accreted for financial reporting purposes, with the unamortized/unaccreted portion included in the Statement of assets and liabilities. A termination payment by the counterparty or the fund is recorded as realized gain or loss, as well as the net periodic payments received or paid by the fund. Entering into swap agreements involves, to varying degrees, elements of credit, market and documentation risk that may provide outcomes that produce losses in excess of the amounts recognized on the Statement of assets and liabilities. Such risks involve the possibility that there will be no liquid market for the swap, or that a counterparty may default on its obligation or delay payment under the swap terms. The counterparty may disagree or contest the terms of the swap. In addition to interest rate risk, market risks may also impact the swap. The fund may also suffer losses if it is unable to terminate or assign outstanding swaps or reduce its exposure through offsetting transactions.

### Total Return Swaps

Total return swaps are commitments where one party pays a fixed or variable rate premium (the Buyer) in exchange for a market-linked return (the Seller). The Seller pays the total return of a specific reference asset or index and in return receives interest payments from the Buyer. To the extent the total return of the underlying asset or index exceeds or falls short of the offsetting interest rate obligation, the Buyer will receive or make a payment to the Seller. The Fund may enter into total return swaps in which it may act as either the Buyer or the Seller. Total return swap contracts are subject to the risk associated with the investment in the underlying reference asset or index. The risk in the case of short total return swap contracts is unlimited based on the potential for unlimited increases in the market value of the underlying reference asset or index.

The following table summarizes the value of the Fund's derivative instruments held as of June 30, 2025 and the related location in the accompanying Statement of Assets and Liabilities presented by underlying risk exposure:

Fund	Asset Derivatives		Liability Derivatives	
Simplify Opportunistic Income ETF				
Interest Rate Contracts . . . . .	Unrealized appreciation on futures contracts*	\$ 581,686	Unrealized depreciation on futures contracts*	\$ 451,094
Foreign Exchange Contracts . . . . .	Investments <sup>(1)</sup>	\$ 71,996	investments <sup>(1)</sup>	\$ —

\* Includes cumulative unrealized appreciation or unrealized cumulative depreciation on futures contracts as disclosed in the Schedule of Investments.

(1) Purchased option contracts are included in Investments within the Statement of Assets and Liabilities.

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

For the year ended June 30, 2025, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on purchased option contracts <sup>(a)</sup> by risk type, as disclosed in the Statement of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/(Depreciation)
Simplify Opportunistic Income ETF. ....	Equity	\$ (236,880)	\$ —
	Foreign		
	Exchange		
Simplify Opportunistic Income ETF. ....	Contracts	366,597	65,103
Simplify Opportunistic Income ETF. ....	Interest Rate	(19,740)	—

(a) Purchased option contracts are included in Net Realized Gain (Loss) on Investments within the Statement of Operations.

For the year ended June 30, 2025, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on swap contracts by risk type, as disclosed in the Statement of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF. ....	Equity	\$ (90,633)	\$ 97,960
Simplify Opportunistic Income ETF. ....	Interest Rate	(1,130,515)	—
Simplify Opportunistic Income ETF. ....	Credit	(1,461,941)	(304,242)

For the year ended June 30, 2025, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on futures contracts by risk type, as disclosed in the Statement of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF. ....	Commodity	\$ (68,980)	\$ —
Simplify Opportunistic Income ETF. ....	Interest Rate	758,887	(147,689)

For the year ended June 30, 2025, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on written option contracts by risk type, as disclosed in the Statement of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF. ....	Equity	\$ 40,520	\$ —

For the year ended June 30, 2025, the average fiscal quarter end balances of outstanding derivative financial instruments were as follows:

Fund	Purchased Option Contracts (Contract Value)	Futures Contracts (Notional Value)	Written Option Contracts (Contract Value)	Swaps (Notional Value)
Simplify Opportunistic Income ETF. ....	\$ 24,424	\$ 51,964,118	\$ — <sup>(a)</sup>	\$ 50,492,617

(a) Derivative financial instrument not held at any quarter-end during the year ended June 30, 2025. The risk type table serves as an indicator of activity during the period.

The Fund enters into International Swaps and Derivatives Association, Inc. Master Agreements ("ISDA Master Agreements") or similar master agreements (collectively, "Master Agreements") with its OTC derivative contract counterparties in order to, among other things, reduce its credit risk to counterparties. ISDA Master Agreements include provisions for general obligations, representations, collateral and events of default or termination. Under an ISDA Master Agreement, the Fund typically may offset with the counterparty certain derivative

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

financial instrument's payables and/or receivables with collateral held and/or posted and create one single net payment (close-out netting) in the event of default or termination.

The following table presents Fund's derivative assets and liabilities by counterparty net of amounts available for offset under a master netting agreement or similar arrangement (collectively referred to as "MNA") and net of the related collateral received/pledged by the Fund as of June 30, 2025:

Fund	Gross Amounts of Assets Presented in the Statement of Assets and Liabilities	Financial Instruments and Derivatives Available for Offset	Collateral Received <sup>(1)</sup>	Non-Cash Collateral Received <sup>(1)</sup>	Net Amount of Derivatives Assets
<b>Simplify Opportunistic Income ETF</b>					
UBS.....	\$ 71,996	\$ —	\$ —	\$ —	\$ 71,996
	\$ 71,996	\$ —	\$ —	\$ —	\$ 71,996

(1) The actual collateral received and/or pledged may be more than amount shown.

Purchased option contracts are included in Investments within the Statement of Assets and Liabilities.

### 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.

Asterozoa 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-Adviser.

For its investment advisory services to the Fund, the Adviser is entitled to receive a management fee computed and accrued daily and payable monthly, at an annual rate equal to 0.95% of the Fund's average daily net assets.

The Adviser contractually agreed to waive its fee payable under the management agreement by 0.45% through October 31, 2024. For the year ended June 30, 2025, the Adviser waived fees of \$107,547.

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. Adviser Compliance Associates, LLC d/b/a ACA Group, a related party to the Distributor, also provides a Chief Compliance Officer to the Trust.

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 Opportunistic Income ETF .....	\$ 337,767,703	\$ 332,787,315

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

### 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 Fund's custodian 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 variable fee of up to a maximum of 3% of the amount invested for creations and redemptions in cash, to offset brokerage and impact expenses associated with a cash transaction.

### 7. Federal Income Taxes

For the year ended June 30, 2025, the effect of permanent "book/tax" reclassifications to the components of net assets are included below. These differences, if any, are primarily due to redemptions-in-kind, non-deductible excise tax paid, prior year true ups, distributions in excess, return of capital distributions, and if applicable, controlled foreign corporations income reversal.

Fund	Distributable earnings (loss)	Paid-in Capital
Simplify Opportunistic Income ETF. ....	\$—	\$—

The tax character of dividends and distributions declared for the year ended June 30, 2025 were as follows:

Fund	Ordinary Income*	Long -Term Capital Gains	Return of Capital
Simplify Opportunistic Income ETF. ....	\$5,139,704	\$—	\$587,298

\* For tax purposes short-term capital gain distributions are considered ordinary income distributions.

The tax character of dividends and distributions declared for the year ended June 30, 2024 were as follows:

Fund	Ordinary Income*	Long -Term Capital Gains	Return of Capital
Simplify Opportunistic Income ETF. ....	\$4,326,748	\$—	\$—

\* For tax purposes short-term capital gain distributions are considered ordinary income distributions.

As of June 30, 2025, the components of accumulated earnings (losses) on a tax basis were as follows:

Fund	Undistributed Ordinary Income	Undistributed Long-term Capital Gains	Temporary Book/Tax Differences	Net Unrealized Appreciation (Depreciation)	Accumulated Capital and Other Losses	Post-October / Late-year Ordinary Loss Deferrals	Distributable earnings (loss)
Simplify Opportunistic Income ETF. ....	\$ —	\$ —	\$ —	\$ (3,261,105)	\$ (2,037,277)	\$ —	\$ (5,298,382)

At June 30, 2025, gross unrealized appreciation and depreciation of investments, including derivatives, owned by the Fund, based on cost for federal income tax purposes were as follows:



# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

June 30, 2025

Fund	Tax Cost	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)
Simplify Opportunistic Income ETF .....	\$ 78,731,400	\$ 2,902,618	\$(6,163,723)	\$ (3,261,105)

The differences between book-basis and tax-basis components of net assets, if applicable, are primarily attributable to the tax deferral of losses on wash sales, grantor trust adjustments, section 1256 mark-to-market treatment of derivatives and return of capital basis adjustments from underlying investments.

If available, the Fund utilized capital loss carryforwards to offset taxable gains realized during the year ended June 30, 2025 as follows:

Fund	Amount
Simplify Opportunistic Income ETF .....	\$ 1,109,295

At June 30, 2025, 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 Opportunistic Income ETF .....	\$ 2,037,277	\$ —	\$ 2,037,277

Certain capital and qualified late year ordinary losses incurred after October 31 and December 31, respectively can be deferred. If elected these deferred losses are deemed to arise on the first business day of the Fund's next taxable year. As of tax year-end June 30 2025, the Fund will elect to defer post-October capital losses and late year ordinary losses as follows:

Fund	Capital Post-October Losses	Late-year ordinary Losses
Simplify Opportunistic Income ETF .....	\$—	\$—

## 8. 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.

## 9. 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 statements.

# **Simplify Exchange Traded Funds**

## **Report of Independent Registered Public Accounting Firm**

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To the Shareholders and Board of Trustees of

Simplify Exchange Traded Funds

### Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Simplify Opportunistic Income ETF (the "Fund"), a series of Simplify Exchange Traded Funds, as of June 30, 2025, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for the years ended June 30, 2025 and 2024, and for the period from June 27, 2023 (commencement of operations) through June 30, 2023, and the related notes (collectively referred to as the "Financial Statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of June 30, 2025, the results of its operations for the year then ended, the changes in net assets for each of the two years in the period then ended, and the financial highlights each of the three periods in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

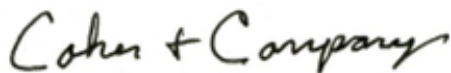
### Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of June 30, 2025, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as the auditor of one or more funds advised by Simplify Asset Management, Inc. since 2020.



COHEN & COMPANY, LTD.  
Cleveland, Ohio  
August 29, 2025



# 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; by visiting [www.simplify.us](http://www.simplify.us); and on the SEC's website at [www.sec.gov](http://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](http://www.simplify.us).

### Tax Information

Form 1099-DIV and other year-end tax information provide shareholders with actual calendar year amounts that should be included in their tax returns. Shareholders should consult their tax advisors.

The Fund designates the following amounts or, if subsequently determined to be different, the maximum allowable for its year ended June 30, 2025.

Fund	Qualified Dividend Income*	Dividends Received Deduction
Simplify Opportunistic Income ETF	29.52%	31.76%

\* The above percentage is based on ordinary income dividends paid to shareholders during the Fund's fiscal year.