

December 31, 2025

# 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, 2025 (Unaudited)

	Shares	Value
<b>Common Stocks – 52.5%</b>		
<b>Health Care – 52.5%</b>		
Aardvark Therapeutics, Inc.*	2,808	\$ 36,855
Abeona Therapeutics, Inc.*	500,342	2,636,802
Achieve Life Sciences, Inc.*	1,184,512	5,887,025
Athira Pharma, Inc.*	149,279	1,130,042
Celldex Therapeutics, Inc.*	85,000	2,308,600
Chinook Therapeutics, Inc.*(a)	25,000	2,500
Compass Pathways PLC, ADR*	290,000	2,001,000
Delcath Systems, Inc.*	261,126	2,637,373
Eiger BioPharmaceuticals, Inc.*(a)	90,000	900
Inventiva SACA, ADR*	337,662	1,570,128
Kalaris Therapeutics, Inc.*	20,074	169,424
Kyverna Therapeutics, Inc.*	192,339	1,807,987
LENZ Therapeutics, Inc.*	17,481	279,696
Milestone Pharmaceuticals, Inc.*	1,506,405	3,042,938
Nektar Therapeutics*	28,000	1,183,840
Novo Nordisk A/S	145,609	426,634
Oculis Holding AG*	98,765	1,972,337
Phathom Pharmaceuticals, Inc.*	321,935	5,340,902
Quoin Pharmaceuticals Ltd., ADR*	17,448	251,775
REGENXBIO, Inc.*	38,000	547,200
SAB Biotherapeutics, Inc.*	208,227	778,769
Viridian Therapeutics, Inc.*	103,531	3,221,885
WTS - Achieve Life Science, Inc.*(a)	966,667	1,904,334
Zevra Therapeutics, Inc.*	37,821	338,876
Total Common Stocks (Cost \$45,663,736)		<u>39,477,822</u>
	<b>Principal</b>	
<b>U.S. Treasury Bills – 39.4%</b>		
U.S. Treasury Bill, 3.60%, 4/28/2026 (b) (Cost \$29,657,742)	\$ 30,000,000	<u>29,660,241</u>
	<b>Shares</b>	
<b>Limited Partnership – 32.4%</b>		
<b>Energy – 32.4%</b>		
Plains GP Holdings LP, Class A* (Cost \$4,616,206)	1,272,360	<u>24,352,970</u>
<b>Money Market Fund – 10.8%</b>		
Dreyfus Treasury Obligations Cash Management Fund, Institutional Shares, 3.65%(c) (Cost \$8,146,920)	8,146,920	<u>8,146,920</u>
<b>Warrants – 2.6%</b>		
<b>Health Care – 2.6%</b>		
Jasper Therapeutics, Inc., Expires 12/31/49*	609,053	1
Milestone Pharmaceuticals, Inc., Expires 7/14/30*	1,842,974	958,347
Milestone Pharmaceuticals, Inc., Expires 7/14/30*	1,842,974	267,231
Quoin Pharmaceuticals Ltd., ADR, Expires 7/14/30*	17,447	251,758
Quoin Pharmaceuticals Ltd., ADR, Expires 7/14/30*	34,895	186,863
Quoin Pharmaceuticals Ltd., ADR, Expires 7/14/30*	34,895	143,680
Quoin Pharmaceuticals Ltd., ADR, Expires 7/14/30*	34,895	71,709

See Notes to Financial Statements.

# Simplify Propel Opportunities ETF

## Schedule of Investments (Continued)

December 31, 2025 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<b>Warrants (continued)</b>		
<b>Health Care (continued)</b>		
Quoin Pharmaceuticals Ltd., ADR, Expires 7/14/30* . . . . .	34,895	\$ 71,709
Tenaya Therapeutics, Inc, Expires 7/14/30* . . . . .	560,000	<u>1</u>
Total Warrants (Cost \$143,936) . . . . .		<u>1,951,299</u>
	<u>Principal</u>	
<b>Corporate Bonds – 1.0%</b>		
<b>Communications – 1.0%</b>		
Telesat Canada / Telesat LLC, 5.63%, 12/6/2026, 144A(d) (Cost \$859,678) . . . . .	\$ 1,000,000	<u>799,300</u>
Total Investments – 138.7%		
(Cost \$89,088,218) . . . . .		\$ 104,388,552
Liabilities in Excess of Other Assets – (38.7%) . . . . .		<u>(29,141,387)</u>
<b>Net Assets – 100.0%</b> . . . . .		<b><u>\$ 75,247,165</u></b>

\* Non Income Producing

(a) Investment was valued using significant unobservable inputs.

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

(c) Rate shown reflects the 7-day yield as of December 31, 2025.

(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 \$799,300, which represents 1.1% of net assets as of December 31, 2025.

### Abbreviations:

ADR : American Depositary Receipt

At December 31, 2025, open reverse repurchase agreements were as follows:

<u>Counterparty</u>	<u>Interest Rate</u>	<u>Trade Date</u>	<u>Maturity Date</u>	<u>Face Amount</u>	<u>Payable for Reverse Repurchase Agreements</u>
Morgan Stanley Capital Services LLC	4.00%	12/31/2025	1/5/2026	\$ 29,059,585	\$ 29,059,585
				<u>\$ 29,059,585</u>	<u>\$ 29,059,585</u>

# Simplify Exchange Traded Funds

## Statement of Assets and Liabilities

December 31, 2025 (Unaudited)

	<b>Simplify Propel Opportunities ETF</b>
<b>Assets</b>	
Investments, at value .....	\$ 104,388,552
Foreign currency at value .....	17
Receivables:	
Securities sold .....	48,215
Interest .....	33,988
Total assets .....	<u>104,470,772</u>
<b>Liabilities</b>	
Payables:	
Reverse repurchase agreement .....	29,059,585
Investment advisory fees .....	164,020
Securities purchased .....	2
Total liabilities .....	<u>29,223,607</u>
<b>Net Assets</b> .....	<u>\$ 75,247,165</u>
<b>Net Assets Consist of</b>	
Paid-in capital .....	\$ 82,549,217
Distributable earnings (loss) .....	<u>(7,302,052)</u>
<b>Net Assets</b> .....	<u>\$ 75,247,165</u>
Number of Common Shares outstanding .....	4,480,001
<b>Net Asset Value, offering and redemption price per share</b> .....	<u>\$ 16.80</u>
Investments, at cost .....	<u>\$ 89,088,218</u>
Foreign currency, at cost .....	\$ 17

# Simplify Exchange Traded Funds

## Statement of Operations

For the Six Months Ended December 31, 2025 (Unaudited)

	<b>Simplify Propel Opportunities ETF</b>
<b>Investment Income</b>	
Dividend income . . . . .	\$ 1,062,375
Interest income . . . . .	472,260
Total income . . . . .	<u>1,534,635</u>
<b>Expenses</b>	
Investment advisory fees . . . . .	994,220
Interest on reverse repurchase agreement . . . . .	16,458
Total expenses . . . . .	<u>1,010,678</u>
Less fees waived:	
Waiver . . . . .	<u>(90,391)</u>
Net expenses . . . . .	<u>920,287</u>
Net investment income (loss) . . . . .	614,348
<b>Realized and Unrealized Gain (Loss)</b>	
Net realized gain (loss) from:	
Investments . . . . .	(92,543)
Foreign currency transactions . . . . .	<u>(2,609)</u>
Net realized gain (loss) . . . . .	(95,152)
Net change in unrealized appreciation (depreciation) on:	
Investments . . . . .	13,373,980
Foreign currency translations . . . . .	<u>(45)</u>
Net unrealized gain (loss) . . . . .	<u>13,373,935</u>
Net realized and unrealized gain (loss) . . . . .	<u>13,278,783</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations . . . . .</b>	<b><u>\$ 13,893,131</u></b>

# Simplify Exchange Traded Funds

## Statements of Changes in Net Assets

	Simplify Propel Opportunities ETF	
	For the Six Months Ended December 31, 2025 (Unaudited)	Year Ended June 30, 2025
<b>Increase (Decrease) in Net Assets from Operations</b>		
Net investment income (loss) . . . . .	\$ 614,348	\$ (435,792)
Net realized gain (loss) . . . . .	(95,152)	(489,569)
Net change in net unrealized appreciation (depreciation) . . . . .	13,373,935	(19,253,942)
Net increase (decrease) in net assets resulting from operations . . . . .	<u>13,893,131</u>	<u>(20,179,303)</u>
<b>Distributions to Shareholders from:</b>		
Distributions . . . . .	(6,072,401)	—
Return of capital . . . . .	—	(12,083,603)
Total distributions . . . . .	<u>(6,072,401)</u>	<u>(12,083,603)</u>
<b>Fund Shares Transactions</b>		
Proceeds from shares sold . . . . .	1,452,651	4,458,058
Value of shares redeemed . . . . .	—	(3,164,938)
Net increase (decrease) in net assets resulting from fund share transactions . . . . .	<u>1,452,651</u>	<u>1,293,120</u>
Total net increase (decrease) in Net Assets . . . . .	<u>9,273,381</u>	<u>(30,969,786)</u>
<b>Net Assets</b>		
Beginning of year . . . . .	65,973,784	96,943,570
End of period . . . . .	<u>\$ 75,247,165</u>	<u>\$ 65,973,784</u>
<b>Changes in Shares Outstanding</b>		
Shares outstanding, beginning of year . . . . .	4,390,001	4,380,001
Shares sold . . . . .	90,000	200,000
Shares redeemed . . . . .	—	(190,000)
Shares outstanding, end of period . . . . .	<u>4,480,001</u>	<u>4,390,001</u>

# Simplify Exchange Traded Funds

## Statement of Cash Flows

For the Six Months Ended December 31, 2025 (Unaudited)

	Simplify Propel Opportunities ETF
<b>Cash Flows Provided by (Used for) Operating Activities:</b>	
Net increase (decrease) in net assets resulting from operations . . . . .	\$ 13,893,131
<b>Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided by / (used for) operating activities:</b>	
Purchases of long-term investment securities . . . . .	(20,038,768)
Net purchases and sales in short term investments . . . . .	9,508,576
Net change in unrealized (appreciation) / depreciation on investments . . . . .	(13,373,980)
Net realized (gain) / loss from sales of investments . . . . .	92,543
Proceeds from sale of securities . . . . .	23,729,895
Net amortization of premium / (discount) . . . . .	(330,653)
(Increase) Decrease in dividends and interest receivable . . . . .	107,773
(Increase) Decrease in securities sold receivable . . . . .	(31,263)
Increase (Decrease) in investment advisory fees payable . . . . .	23,163
Increase (Decrease) securities purchased payable . . . . .	(2,899,999)
Net Cash Provided by / (Used for) Operating Activities . . . . .	<u>10,680,418</u>
<b>Cash Flows Provided by (Used for) from Financing Activities:</b>	
Shares Sold . . . . .	1,452,651
Proceeds from reverse repurchase agreement . . . . .	91,442,750
Payments made on reverse repurchase agreement . . . . .	(97,503,405)
Distributions paid . . . . .	(6,072,401)
Cash provided by (used for) financing activities . . . . .	<u>(10,680,405)</u>
Net increase (decrease) in cash . . . . .	<u>13</u>
<b>Cash and Restricted Cash:</b>	
Cash and Restricted Cash, at beginning of period . . . . .	4
Cash and Restricted Cash, at end of period . . . . .	<u>\$ 17</u>
<b>Supplemental Disclosure of Cash Flow Information</b>	
Non-cash financing activities:	
Cash paid for interest on reverse repurchase agreements . . . . .	\$ 16,458

# Simplify Exchange Traded Funds

## Financial Highlights

Simplify Propel Opportunities ETF Selected Per Share Data	For the Six Months Ended December 31, 2025 (Unaudited)	Years Ended June 30		Period Ended June 30, 2023 <sup>(a)</sup>
		2025	2024	
Net Asset Value, beginning of period . . . . .	\$ 15.03	\$ 22.13	\$ 21.92	\$ 25.00
Income (loss) from investment operations:				
Net investment income (loss) <sup>(b)</sup> . . . . .	0.14	(0.10)	(0.13)	(0.04)
Net realized and unrealized gain (loss) . . . . .	2.99	(4.28)	3.63	(1.36)
Total from investment operations . . . . .	3.13	(4.38)	3.50	(1.40)
Less distributions from:				
Net investment income . . . . .	(1.36)	—	—	(0.87)
Return of capital . . . . .	—	(2.72)	(3.29)	(0.81)
Total distributions . . . . .	(1.36)	(2.72)	(3.29)	(1.68)
Net Asset Value, end of period . . . . .	\$ 16.80	\$ 15.03	\$ 22.13	\$ 21.92
<b>Total Return (%)</b> . . . . .	21.57 <sup>(c)</sup>	(20.69)	17.27	(4.97) <sup>(c)</sup>
<b>Ratios to Average Net Assets and Supplemental Data</b>				
Net Assets, end of period (\$ millions) . . . . .	\$ 75	\$ 66	\$ 97	\$ 100
Ratio of expenses before fee waiver (%) . . . . .	2.80 <sup>(d)(e)</sup>	2.81 <sup>(f)</sup>	2.75 <sup>(g)</sup>	2.75 <sup>(d)(g)</sup>
Ratio of expenses after fee waiver (%) . . . . .	2.55 <sup>(d)(e)</sup>	2.56 <sup>(f)</sup>	2.50 <sup>(g)</sup>	2.50 <sup>(d)(g)</sup>
Ratio of net investment income (loss) (%) . . . . .	1.70 <sup>(d)</sup>	(0.52)	(0.60)	(0.50) <sup>(d)</sup>
Portfolio turnover rate (%) <sup>(h)</sup> . . . . .	29 <sup>(c)</sup>	22	42	46 <sup>(c)</sup>

(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 ratios of expenses to average net assets includes interest expense fees of 0.06%.

(g) 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.

(h) 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, 2025 (Unaudited)

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### 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, 2025, the Trust consists of thirty eight investment series of exchange-traded funds (“ETFs”) in operation and trading. These financial statements report on the 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 (“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 Propel Opportunities ETF	The Fund seeks long-term capital appreciation.

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### 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 statements 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, 2025 (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, 2025 for the Fund based upon the three levels defined above:

### Simplify Propel Opportunities ETF

<b>Assets</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Common Stocks . . . . .	\$ 37,570,088	\$ —	\$ 1,907,734	\$ 39,477,822
U.S. Treasury Bills . . . . .	29,660,241	—	—	29,660,241
Limited Partnership . . . . .	24,352,970	—	—	24,352,970
Warrants . . . . .	—	—	1,951,299	1,951,299
Corporate Bonds . . . . .	—	799,300	—	799,300
Money Market Fund . . . . .	8,146,920	—	—	8,146,920
<b>TOTAL</b>	<b>\$ 99,730,219</b>	<b>\$ 799,300</b>	<b>\$ 3,859,033</b>	<b>\$ 104,388,552</b>

  

<b>Liabilities</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Reverse Repurchase Agreements . . . . .	\$ —	\$ (29,059,585)	\$ —	\$ (29,059,585)
<b>TOTAL</b>	<b>\$ —</b>	<b>\$ (29,059,585)</b>	<b>\$ —</b>	<b>\$ (29,059,585)</b>

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

December 31, 2025 (Unaudited)

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 period. At December 31, 2025, the reconciliation of assets is as follows:

	Common Stocks	Warrants	Total
<b>Simplify Propel Opportunities ETF</b>			
Balance at June 30, 2025	\$ 3,269,825	\$ —	\$ 3,269,825
Purchases	—	287,880	287,880
Sales	(357,660)	—	(357,660)
Transfer into Level 3	—	—	—
Transfer out of Level 3	(2,844,325)	—	(2,844,325)
Net Realized Gain (Loss)	357,660	(143,944)	213,716
Net Change in Unrealized Appreciation (Depreciation)	1,482,234	1,807,363	3,289,597
Balance at December 31, 2025	\$ 1,907,734	\$ 1,951,299	\$ 3,859,033

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 December 31, 2025:

### Simplify Propel Opportunities ETF

	Fair Value at December 31, 2025	Market Approach	Unobservable Input	Range (Weighted Average)(a)	Impact to Valuation from an Increase in Input(b)
Common Stock	\$ 1,904,334	Intrinsic Value	Market Approach	—	Increase
Common Stock	\$ 3,400	Market Approach	—	—	Increase
	<b>\$ 1,907,734</b>				
Warrant	\$ 1,951,299	Intrinsic Value	Market Approach	—	Increase
	<b>\$ 1,951,299</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. Dividend income

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

December 31, 2025 (Unaudited)

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 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.

### 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 is 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 financial statements.

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

The Fund is subject to Rule 18f-4 under the 1940 Act. Rule 18f-4 imposes limits on the amount of derivatives and other transactions the Fund can enter into, eliminates the asset segregation framework that had been used by the Fund to comply with Section 18 of the 1940 Act, and requires a fund whose use of derivatives is more than a limited specified exposure to establish and maintain a comprehensive derivatives risk management program and appoint a derivatives risk manager.

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.

#### 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 . . . . .	\$ 29,059,585	\$ —	\$ 29,059,585	\$ 29,059,585	\$ 29,059,585	\$ —

(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

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

December 31, 2025 (Unaudited)

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 Statement of Assets and Liabilities. Interest payments made by the Fund to counterparties are recorded as a component of interest expense on the Statement 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 Fund 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, 2025, the average amount of reverse repurchase agreements outstanding and the daily weighted average interest rate for the Fund was \$35,291,787 and 4.80%, respectively.

The following table indicates the total amount of reverse repurchased agreements, including accrued interest, reconciled to Fund liability as of December 31, 2025:

	<u>Less than 30 days</u>	<u>30-90 days</u>	<u>Greater than 90 days</u>	<u>Total</u>
U.S. Government Obligations . . . . .	\$ —	\$ 29,059,585	\$ —	\$ —

### 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's equity portfolio, subject to supervision of the Adviser. The Adviser, not the Fund, pays the sub-advisory fee to the Sub-Adviser.

Mr. Richard Kayne (through a trust where he serves as a trustee) directly 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, a Delaware limited liability company, which serves as the general partner to Propel Bio Partners, L.P. (the "Private Fund"), a Delaware limited partnership and a private pooled investment vehicle that is exempt from registration under the 1940 Act and the Securities Act of 1933. The Sub-Adviser serves as the investment adviser to the Private Fund. Mr. Kayne's indirect part ownership of the Adviser and provision of see 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 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:

<b>Assets</b>	<b>Management Fee</b>
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 each agreed to waive its respective advisory and sub-advisory fee by 0.25% on an annualized basis through October 31, 2026. This waiver may be terminated by the Board on 60 days' notice and terminates automatically if the Investment Advisory Agreement or sub-advisory agreement is terminated. For the period ended December 31, 2025, the Adviser waived fees of \$90,391.

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.

# Simplify Exchange Traded Funds

## Notes to Financial Statements (Continued)

December 31, 2025 (Unaudited)

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.

Forside 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 Propel Opportunities ETF .....	\$ 20,038,768	\$ 23,372,245

### 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

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

Fund	Tax Cost	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)
Simplify Propel Opportunities ETF .....	\$111,412,915	\$18,192,448	\$(25,629,152)	\$(7,436,704)

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.

### 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**

## **Additional Information** (Unaudited)

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### ***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).