



# Simplify MBS ETF

MTBA | NYSE Arca, Inc.

Annual Shareholder Report | June 30, 2024

This annual shareholder report contains important information about Simplify MBS ETF ("MTBA" or the "Fund") for the period of November 6, 2023 to June 30, 2024. You can find additional information about the Fund at [www.simplify.us/resources](http://www.simplify.us/resources). You can also request this information by contacting us at (855) 772-8488.

## What were the Fund's costs for the period?

(based on a hypothetical \$10,000 investment)

Fund	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Simplify MBS ETF	\$12 <sup>(1)</sup>	0.17%

(1) Based on the period November 6, 2023 (commencement of operations) through June 30, 2024. Expenses would have been higher if based on the full reporting period.

## Management's Discussion of Fund Performance

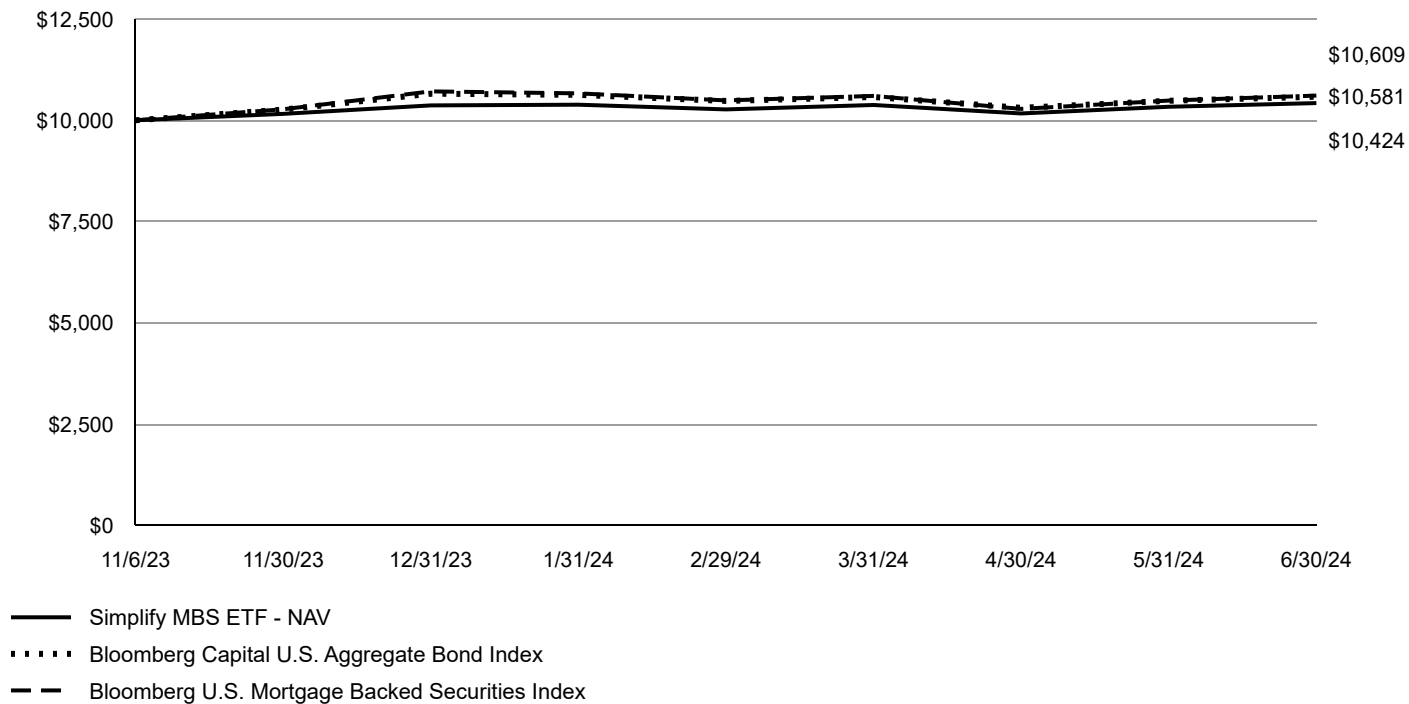
For the period November 7, 2023, to June 30, 2024, MTBA returned 4.24% vs. the Bloomberg US MBS Index Total Return of 6.09%, underperforming the benchmark by 1.85%.

MTBA invests in the mortgage market by taking long positions in current coupon TBA mortgage futures in the over-the-counter market. These positions accrue mortgage interest, incur financing charges, and experience mark-to-market gains and losses from interest rate changes. From inception, mortgage rates were volatile but decreased slightly. TBA positions are notional, leaving NAV to be invested in short-term treasuries.

Looking ahead, the Fund's performance is sensitive to changes in fixed-rate mortgage rates and short-term financing rates. Mortgage rates depend on multiple points on the term structure, volatilities, and supply-demand dynamics, all of which are challenging to predict.

## Fund Performance

### Growth of an Assumed \$10,000 Investment



AVERAGE ANNUAL TOTAL RETURN	Since Inception
Fund/Index	11/6/2023
Simplify MBS ETF - NAV	4.24%
Simplify MBS ETF - Market	4.01%
Bloomberg Capital U.S. Aggregate Bond Index	5.81%
Bloomberg U.S. Mortgage Backed Securities Index	6.09%

**The Fund's past performance is not a good predictor of future performance. The graph and table do not reflect deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.**

The Fund had a return of capital of \$2,807,611.

## Key Fund Statistics

The following table outlines key fund statistics that you should pay attention to.

Fund net assets	\$750,306,937
Total number of portfolio holdings	5
Total advisory fee paid, net of waiver	\$387,878
Period portfolio turnover rate	769%

## Graphical Representation of Holdings

The table below shows the types of investments that make up the Fund as of the end of the reporting period.

Investment Categories	% of Net Assets
U.S. Treasury Bills	99.7%
U.S. Government Agency Mortgage Backed Securities	98.3%
Liabilities in Excess of Other Assets	(98.0)%
Total	100.0%

## Availability of Additional Information

You can find additional information about the Fund such as the prospectus, financial information, fund holdings and proxy voting at the website address or contact number included at the beginning of this shareholder report.

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