

December 31, 2023

Semi-Annual Report

Simplify Exchange Traded Funds

Simplify Opportunistic Income ETF (CRDT)



(This page intentionally left blank)

Simplify Exchange Traded Funds

Table of Contents

Fees and Expenses	4
Schedule of Investments	5
Statement of Assets and Liabilities.....	10
Statement of Operations.....	11
Statements of Changes in Net Assets	12
Financial Highlights	13
Notes to Financial Statements.....	14
Additional Information.....	21

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 Exchange Traded Funds Fees and Expenses (Unaudited)

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, including brokerage commissions paid on purchases and sales of fund shares, and (2) ongoing costs, including unitary advisory fees and other Fund expenses. In the most recent six-month period the Fund limited these expenses; had it not done so, expenses would have been higher. The expense examples below are intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other funds.

The examples in the tables are based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (July 1, 2023 to December 31, 2023).

Actual expenses

The first line in the following tables provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading "Expenses Paid During the Period" to estimate the expenses you paid on your account during this period.

Hypothetical example for comparison purposes

The second line in the following tables provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratios and an assumed rate of return of 5% per year before expenses (which is not the Fund's actual return). The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the tables are meant to highlight your ongoing costs only, and do not reflect any transactional costs. Therefore the second line in the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	Beginning Account Value July 1, 2023	Ending Account Value December 31, 2023	Annualized Expense Ratio	Expenses Paid During the Period Per \$1,000 ⁽¹⁾
Simplify Opportunistic Income ETF				
Actual.....	\$1,000.00	\$1,052.10	0.52%	\$2.68
Hypothetical (5% return before expenses).....	\$1,000.00	\$1,022.52	0.52%	\$2.64

(1) Expenses are equal to each Fund's annualized expense ratio, multiplied by the average account value over the period, multiplied by 184 (the number of days in the most recent six-month period), then divided by 366.

Simplify Opportunistic Income ETF

Schedule of Investments

December 31, 2023 (Unaudited)

	Principal	Value
U.S. Treasury Bills – 24.6%		
U.S. Treasury Bill, 5.44%, 1/11/2024(a)	\$ 1,500,000	\$ 1,498,042
U.S. Treasury Bill, 5.54%, 3/28/2024(a)	2,400,000	2,370,234
U.S. Treasury Bill, 5.42%, 4/9/2024(a)	7,000,000	6,901,082
U.S. Treasury Bill, 5.52%, 5/2/2024(a)	5,400,000	5,306,487
Total U.S. Treasury Bills (Cost \$16,069,688)		<u>16,075,845</u>
Corporate Bonds – 18.4%		
Basic Materials – 1.6%		
Domtar Corp., 6.75%, 10/1/2028, 144A(b)	1,150,000	1,041,000
Communications – 2.2%		
Frontier Communications Holdings LLC, 8.63%, 3/15/2031, 144A(b)	200,000	204,026
GoTo Group, Inc., 5.50%, 9/1/2027, 144A(b)	500,000	242,336
GrubHub Holdings, Inc., 5.50%, 7/1/2027, 144A(b)	700,000	589,193
Liberty Interactive LLC, 8.50%, 7/15/2029	200,000	88,194
Uber Technologies, Inc., 8.00%, 11/1/2026, 144A(b)	300,000	305,776
		<u>1,429,525</u>
Consumer, Cyclical – 3.7%		
QVC, Inc., 4.38%, 9/1/2028	600,000	433,875
Rivian Holdings LLC/Rivian LLC/Rivian Automotive LLC, 11.49%, (6-Month US LIBOR + 5.63%), 10/15/2026, 144A(b)(c)	1,650,000	1,653,309
Tenneco, Inc., 8.00%, 11/17/2028, 144A(b)	400,000	341,864
		<u>2,429,048</u>
Consumer, Non-cyclical – 0.3%		
RP Escrow Issuer LLC, 5.25%, 12/15/2025, 144A(b)	200,000	160,240
Energy – 2.3%		
Enterprise Products Operating LLC, 5.38%, (CME 3-Month SOFR + 2.83%), 2/15/2078(c)	550,000	494,307
Valaris Ltd., 8.38%, 4/30/2030, 144A(b)	1,000,000	1,025,395
		<u>1,519,702</u>
Financial – 7.1%		
Apollo Commercial Real Estate Finance, Inc., 4.63%, 6/15/2029, 144A(b)	400,000	336,842
First Republic Bank, 4.63%, 2/13/2047	1,500,000	86,250
Icahn Enterprises LP / Icahn Enterprises Finance Corp., 4.75%, 9/15/2024	200,000	198,902
Liberty Mutual Group, Inc., 4.13%, (US 5 Year CMT T-Note + 3.32%), 12/15/2051, 144A(b)(c)	1,500,000	1,260,250
Rithm Capital Corp., 6.25%, 10/15/2025, 144A(b)	400,000	394,188
Signature Bank/New York NY, 4.00%, (3 Month AMERIBOR + 3.89%), 10/15/2030	1,250,000	496,875
Uniti Group LP / Uniti Group Finance, Inc. / CSL Capital LLC, 10.50%, 2/15/2028, 144A(b)	650,000	659,463
Uniti Group LP / Uniti Group Finance, Inc. / CSL Capital LLC, 4.75%, 4/15/2028, 144A(b)	800,000	690,682
WeWork Cos. US LLC, 15.00%, 8/15/2027, 144A(b)(d)	1,500,000	517,500
		<u>4,640,952</u>
Utilities – 1.2%		
NRG Energy, Inc., 10.25%, (US 5 Year CMT T-Note + 5.92%), 9/15/2172, 144A(b)(c)	767,000	799,276
Total Corporate Bonds (Cost \$11,262,320)		<u>12,019,743</u>
Foreign Bonds – 16.7%		
Basic Materials – 2.0%		
Lithium Americas Corp., 1.75%, 1/15/2027	1,000,000	644,526
Stillwater Mining Co., 4.50%, 11/16/2029, 144A(b)	850,000	675,040
		<u>1,319,566</u>

See Notes to Financial Statements.

Simplify Opportunistic Income ETF
Schedule of Investments (Continued)
December 31, 2023 (Unaudited)

	<u>Principal</u>	<u>Value</u>
Foreign Bonds (continued)		
Communications – 2.5%		
Altice France Holding SA, 10.50%, 5/15/2027, 144A(b)	\$ 2,000,000	\$ 1,297,278
Telecom Italia SpA/Milano, 5.30%, 5/30/2024, 144A(b)	300,000	<u>298,827</u>
		<u>1,596,105</u>
Consumer, Cyclical – 1.2%		
Aston Martin Capital Holdings Ltd., 10.50%, 11/30/2025, 144A(b)	400,000	404,160
Mclaren Finance PLC, 7.50%, 8/1/2026, 144A(b)	450,000	<u>390,121</u>
		<u>794,281</u>
Energy – 1.5%		
MC Brazil Downstream Trading SARL, 7.25%, 6/30/2031, 144A(b)	1,256,127	<u>985,984</u>
Government – 9.5%		
Angolan Government International Bond, 9.13%, 11/26/2049	600,000	491,250
Egypt Government International Bond, 6.20%, 3/1/2024, 144A(b)	500,000	493,889
Egypt Government International Bond, 6.20%, 3/1/2024	500,000	493,890
Egypt Government International Bond, 7.90%, 2/21/2048	1,250,000	757,289
Egypt Government International Bond, 7.50%, 2/16/2061	1,200,000	704,652
Kenya Government International Bond, 8.25%, 2/28/2048	400,000	332,936
Mexican Bonos, 8.00%, 9/5/2024, Series M	MXN 27,700,000	1,599,716
Mexican Bonos, 5.00%, 3/6/2025, Series M	MXN 10,900,000	608,817
Nigeria Government International Bond, 8.25%, 9/28/2051	400,000	329,416
Ukraine Government International Bond, 7.75%, 9/1/2028	1,500,000	<u>419,877</u>
		<u>6,231,732</u>
Total Foreign Bonds (Cost \$10,240,719)		<u>10,927,668</u>
	<u>Shares</u>	
U.S. Exchange-Traded Funds – 13.8%		
Simplify Interest Rate Hedge ETF(e)	29,334	1,173,360
Simplify MBS ETF(e)	62,332	3,221,941
Simplify Short Term Treasury Futures Strategy ETF(e)	200,495	<u>4,641,459</u>
Total U.S. Exchange-Traded Funds (Cost \$9,224,791)		<u>9,036,760</u>
Common Stocks – 13.0%		
Financial – 13.0%		
AGNC Investment Corp.	180,000	1,765,800
Annaly Capital Management, Inc.	93,200	1,805,284
ARMOUR Residential REIT, Inc., Class REIT	15,000	289,800
Oaktree Specialty Lending Corp.	161,510	3,298,034
Saratoga Investment Corp.	51,700	<u>1,336,962</u>
Total Common Stocks (Cost \$7,997,238)		<u>8,495,880</u>
Preferred Stocks – 6.3%		
Consumer, Cyclical – 1.0%		
Qurata Retail, Inc.	18,600	<u>668,856</u>
Financial – 5.3%		
AGNC Investment Corp., (CME 3-Month SOFR + 5.37%), Series C(c)	23,400	581,022
Annaly Capital Management, Inc., (3-Month US LIBOR + 4.99%), Series F(c)	24,500	615,930
Chimera Investment Corp., (3-Month US LIBOR + 5.79%), Series B(c)	24,800	581,064
Franklin BSP Realty Trust, Inc., Series E	11,300	233,232
Rithm Capital Corp., (3-Month US LIBOR + 4.97%), Series C(c)	19,996	420,516

See Notes to Financial Statements.

Simplify Opportunistic Income ETF
Schedule of Investments (Continued)
December 31, 2023 (Unaudited)

	<u>Shares</u>	<u>Value</u>
Preferred Stocks (continued)		
Financial (continued)		
Rithm Capital Corp., (US 5 Year CMT T-Note + 6.22%), Series D(c)	45,564	\$ 994,206
		<u>3,425,970</u>
Total Preferred Stocks (Cost \$3,965,647)		<u>4,094,826</u>
	<u>Principal</u>	
Asset Backed Securities – 4.8%		
Adams Outdoor Advertising LP, Class B, Series 2023-1, 144A, 8.81%, 7/15/2053(b)	\$ 500,000	514,123
Frontier Issuer LLC, Class B, Series 2023-1, 144A, 8.30%, 8/20/2053(b)	300,000	299,010
Frontier Issuer LLC, Class C, Series 2023-1, 144A, 11.50%, 8/20/2053(b)	300,000	296,958
Octane Receivables Trust 2022-1, Class R1, Series 2022-1A, 144A, 12/20/2029(b)	12,121	1,999,965
Total Asset Backed Securities (Cost \$3,083,485)		<u>3,110,056</u>
	<u>Shares</u>	
Closed-End Funds – 0.6%		
Central and Eastern Europe Fund, Inc. (Cost \$353,193)	38,957	379,831
	<u>Number of Contracts</u>	<u>Notional Amount</u>
Purchased Options – 0.3%		
Calls – Exchange-Traded – 0.1%		
Generac Holdings Inc., February Strike Price \$135, Expires 2/16/24	85	1,147,500
		<u>54,400</u>
Puts – Exchange-Traded – 0.2%		
American Airlines Group, March Strike Price \$12, Expires 3/15/24	1,200	1,440,000
Bank OZK, January Strike Price \$45, Expires 1/19/24	120	540,000
Caesars Entertainment Inc., March Strike Price \$40, Expires 3/15/24	250	1,000,000
Carnival Corp., April Strike Price \$16, Expires 4/19/24	350	560,000
Delta Air Lines Inc., March Strike Price \$36, Expires 3/15/24	450	1,620,000
Rivian Automotive, Inc., March Strike Price \$15, Expires 3/15/24	350	525,000
Trinity Capital Inc., January Strike Price \$15, Expires 1/19/24	340	510,000
		<u>165,450</u>
Total Purchased Options (Cost \$278,805)		<u>219,850</u>
Total Investments – 98.5%		
(Cost \$62,475,886)		\$ 64,360,459
Other Assets in Excess of Liabilities – 1.5%		1,002,296
Net Assets – 100.0%		<u>\$ 65,362,755</u>
	<u>Number of Contracts</u>	<u>Notional Amount</u>
Written Options – (0.1)%		
Calls – Exchange-Traded – (0.1)%		
Bank OZK, January Strike Price \$45, Expires 1/19/24	(120)	\$ (540,000)
		<u>\$ (61,200)</u>
Puts – Exchange-Traded – (0.0)%†		
Trinity Capital Inc., January Strike Price \$15, Expires 1/19/24	(100)	(150,000)
		<u>(1,000)</u>
Total Written Options (Premiums Received \$27,384)		<u>\$ (62,200)</u>

See Notes to Financial Statements.

Simplify Opportunistic Income ETF

Schedule of Investments (Continued)

December 31, 2023 (Unaudited)

† Less than 0.05%

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

(b) 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 \$17,876,695, which represents 27.3% of net assets as of December 31, 2023.

(c) Floating rate investment. Interest rates reset periodically. Interest rate shown reflects the rate in effect at December 31, 2023. For securities based on a published reference rate and spread, the reference rate and spread are indicated in the description above.

(d) Defaulted security.

(e) Affiliated fund managed by Simplify Asset Management Inc.

Currency Abbreviations:

MXN: Mexican Pesos

At December 31, 2023, open futures contracts were as follows:

	Number of Contracts	Notional Value	Expiration Date	Value/Unrealized Appreciation (Depreciation)
Long position contracts:				
CBOE VIX Future	50	\$ 702,560	1/17/24	\$ (62,559)
CBOE VIX Future	50	764,770	2/14/24	(35,349)
WTI Crude Future	15	1,077,600	2/20/24	(167,286)
EURO Schatz Future	590	69,395,865	3/7/24	67,124
Norwegian Krone Future	11	2,170,740	3/18/24	154,413
US 5 Year Note (CBT)	250	27,193,360	3/28/24	527,190
3 Month SOFR Future	100	23,753,750	6/18/24	11,038
Total unrealized appreciation/(depreciation)				\$ 494,571
Short position contracts:				
EURO Bund Future	(54)	(8,180,120)	3/7/24	(246,588)
EURO BTP Future	(145)	(19,072,629)	3/7/24	(867,616)
EURO Fx Future	(15)	(2,076,563)	3/18/24	(12,318)
3 Month SOFR Future	(175)	(42,118,125)	3/18/25	(39,746)
Total unrealized appreciation/(depreciation)				\$ (1,166,268)
Total net unrealized depreciation				\$ (671,697)

At December 31, 2023, centrally cleared credit default swap contracts outstanding were as follows:

Reference Entity	Maturity Date	Buy/Sell Protection	(Pay)/Receive Financing Rate ⁽¹⁾	Counterparty	Notional Amount ⁽²⁾	Fair Value	Premium (Paid)/Received	Unrealized Appreciation/(Depreciation)
CDX.NA.HY.41	12/20/2028	Buy ⁽³⁾	(5.00)%	Morgan Stanley Capital Services	5,000,000	\$ (291,664)	\$ (214,997)	\$ (76,667)
CDX.NA.IG.41	12/20/2028	Buy ⁽³⁾	(1.00)%	Morgan Stanley Capital Services	9,000,000	(174,575)	(157,781)	(16,794)
						\$ (466,239)	\$ (372,778)	\$ (93,461)

Simplify Opportunistic Income ETF

Schedule of Investments (Continued)

December 31, 2023 (Unaudited)

- (1) Payments received quarterly.
- (2) The maximum amount of future payments (undiscounted) that a Fund as seller of protection could be required to make or receive as a buyer of credit protection under a credit default swap agreement would be an amount equal to the notional amount of the agreement.
- (3) If the Fund is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either i) receive from the seller of protection an amount equal to the notional amount of the swap and deliver the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or ii) receive a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

Affiliates

Fiscal period to date transactions with companies which are or were affiliates are as follows:

Affiliate	Value at beginning of the period	Purchases Cost	Sales Proceeds	Net Realized Gain/(Loss)	Net Change in Unrealized	Value at the end of the period	Number of Shares at the end of the period	Dividend Income	Capital Gain Distributions
Simplify									
Aggregate Bond ETF	\$ —	\$ 4,113,584	\$ (3,909,627)	\$ (203,957)	\$ —	\$ —	—	\$ 82,252	\$ —
Simplify Interest Rate Hedge ETF	—	4,649,221	(3,446,113)	520,489	(550,237)	1,173,360	29,334	62,211	—
Simplify MBS ETF	—	3,118,470	—	—	103,471	3,221,941	62,332	15,344	—
Simplify Short Term Treasury Futures Strategy ETF	—	13,996,239	(9,567,600)	(45,915)	258,735	4,641,459	200,495	127,203	—
	\$ —	\$ 25,877,514	\$ (16,923,340)	\$ 270,617	\$ (188,031)	\$ 9,036,760	292,161	\$ 287,010	\$ —

Summary of Investment Type

Industry	% of Net Assets
U.S. Treasury Bills	24.6%
Corporate Bonds	18.4%
Foreign Bonds	16.7%
U.S. Exchange-Traded Funds	13.8%
Common Stocks	13.0%
Preferred Stocks	6.3%
Asset Backed Securities	4.8%
Closed-End Funds	0.6%
Purchased Options	0.3%
Total Investments	98.5%
Other Assets in Excess of Liabilities	1.5%
Net Assets	100.0%

Simplify Exchange Traded Funds

Statement of Assets and Liabilities

December 31, 2023 (Unaudited)

	Simplify Opportunistic Income ETF
Assets	
Investments in unaffiliated securities, at value	\$ 55,323,699
Investments in affiliated securities, at value	9,036,760
Receivables:	
Due from broker	731,449
Interest	499,144
Dividends	130,209
Investment adviser	24,685
Securities sold	8,532
Prepaid expenses	30
Total assets	<u>65,754,508</u>
Liabilities	
Due to custodian	19,295
Payables:	
Securities purchased	258,145
Written options	62,200
Investment advisory fees	52,113
Total liabilities	<u>391,753</u>
Net Assets	<u>\$ 65,362,755</u>
Net Assets Consist of	
Paid-in capital	\$ 63,974,967
Distributable earnings (loss)	1,387,788
Net Assets	<u>\$ 65,362,755</u>
Number of Common Shares outstanding	2,550,001
Net Asset Value, offering and redemption price per share	<u>\$ 25.63</u>
Investments, at cost	<u>\$ 53,251,095</u>
Investments in affiliated securities, at cost	<u>\$ 9,224,791</u>
Premiums received	<u>\$ 27,384</u>
Maintenance Margin Requirement	<u>\$ 2,654,564</u>

Simplify Exchange Traded Funds

Statement of Operations

For the Six Months Ended December 31, 2023 (Unaudited)

	Simplify Opportunistic Income ETF
Investment Income	
Unaffiliated dividend income	\$ 624,802
Affiliated dividend income	287,010
Interest income	1,460,231
Total income	<u>2,372,043</u>
Expenses	
Investment advisory fees	277,345
Interest expense	6,561
Total expenses	<u>283,906</u>
Less fees waived:	
Waiver	<u>(130,825)</u>
Net expenses	<u>153,081</u>
Net investment income (loss)	2,218,962
Realized and Unrealized Gain (Loss)	
Net realized gain (loss) from:	
Investments	377,820
Affiliated investments	270,617
Futures	(753,095)
Swaps	(6,664)
Written options	(89,542)
Foreign currency transactions	<u>(44,676)</u>
Net realized gain (loss)	(245,540)
Net change in unrealized appreciation (depreciation) on:	
Investments	2,066,093
Affiliated investments	(188,031)
Foreign currency translations	(15,264)
Futures	(671,697)
Swaps	(93,461)
Written options	<u>(34,816)</u>
Net unrealized gain (loss)	<u>1,062,824</u>
Net realized and unrealized gain (loss)	817,284
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 3,036,246</u>

Simplify Exchange Traded Funds

Statements of Changes in Net Assets

	Simplify Opportunistic Income ETF	
	For the Six Months Ended December 31, 2023 (Unaudited)	For the period June 27, 2023 ⁽¹⁾ to June 30, 2023
Increase (Decrease) in Net Assets from Operations		
Net investment income (loss)	\$ 2,218,962	\$ 9,278
Net realized gain (loss)	(245,540)	—
Net change in net unrealized appreciation (depreciation)	1,062,824	6,511
Net increase (decrease) in net assets resulting from operations	3,036,246	15,789
Distributions	(1,664,247)	—
Fund Shares Transactions		
Proceeds from shares sold	26,474,853	37,500,114
Value of shares redeemed	—	—
Net increase (decrease) in net assets resulting from fund share transactions	26,474,853	37,500,114
Total net increase (decrease) in Net Assets	27,846,852	37,515,903
Net Assets		
Beginning of period	37,515,903	—
End of period	\$ 65,362,755	\$ 37,515,903
Changes in Shares Outstanding		
Shares outstanding, beginning of period	1,500,001	—
Shares sold	1,050,000	1,500,001 ⁽²⁾
Shares redeemed	—	—
Shares outstanding, end of period	2,550,001	1,500,001

(1) Commencement of operations.

(2) Shares not in increment of 25,000 shares, a creation unit, represent the Adviser's initial seed investment in connection with the commencement of operations.

Simplify Exchange Traded Funds

Financial Highlights

Simplify Opportunistic Income ETF Selected Per Share Data	For the Six Months Ended	
	December 31, 2023 (Unaudited)	Period Ended June 30, 2023 ^(a)
Net Asset Value, beginning of period	\$ 25.01	\$ 25.00
Income (loss) from investment operations:		
Net investment income (loss) ^(b)	0.96	0.01
Net realized and unrealized gain (loss)	0.32	—
Total from investment operations	1.28	0.01
Less distributions from:		
Net investment income	(0.66)	—
Total distributions	(0.66)	—
Net Asset Value, end of period	\$ 25.63	\$ 25.01
Total Return (%)	5.21 ^(c)	0.04 ^(c)
Ratios to Average Net Assets and Supplemental Data		
Net Assets, end of period (\$ millions)	\$ 65	\$ 38
Ratio of expenses before fee waiver (%)	0.97 ^{(d)(e)(f)}	0.95 ^(d)
Ratio of expenses after fee waiver (%)	0.52 ^{(d)(e)(f)}	0.50 ^(d)
Ratio of net investment income (loss) (%)	7.60 ^(d)	4.52 ^(d)
Portfolio turnover rate (%) ^(g)	110 ^(c)	0 ^(c)

(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) Annualized.

(e) The ratios of expenses to average net assets includes interest expense fees of 0.02%.

(f) The Fund invests in other ETFs and indirectly bears its proportionate shares of fees and expenses incurred by the Underlying Funds in which the Fund is invested. This ratio does not included these indirect fees and expenses.

(g) Excludes the impact of in-kind transactions related to the processing of capital share transactions in Creation Units.

Simplify Exchange Traded Funds

Notes to Financial Statements

December 31, 2023 (Unaudited)

1. Organization

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

As of December 31, 2023, the Trust consists of twenty six investment series of exchange-traded funds (“ETFs”) (each a “Fund” and collectively, the “Funds”) in operation and trading. These financial statements report on the Fund listed below:

Simplify Opportunistic Income ETF

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

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

Fund	Investment objectives
Simplify 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 are investment companies 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. Any assets or liabilities denominated in currencies other than the U.S. dollar are converted into U.S. dollars at the current market rates on the date of valuation as quoted by one or more sources.

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. 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 delegated execution of these procedures to the Adviser, as valuation designee pursuant to Rule 2a-5 under the 1940 Act. The Adviser may also enlist third party consultants such as an audit firm or financial officer of a security issuer on an as-needed basis to assist in determining a security-specific fair value. These securities are either categorized as Level 2 or 3 of the fair value hierarchy depending on the relevant inputs used. The Board reviews and ratifies the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results.

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.

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, 2023 (Unaudited)

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.

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 each 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, 2023 for the Fund based upon the three levels defined above:

Simplify Opportunistic Income ETF

Assets	Level 1	Level 2	Level 3	Total
U.S. Treasury Bills	\$ 16,075,845	\$ —	\$ —	\$ 16,075,845
Corporate Bonds	—	12,019,743	—	12,019,743
Foreign Bonds	—	10,927,668	—	10,927,668
U.S. Exchange-Traded Funds	9,036,760	—	—	9,036,760
Common Stocks	8,495,880	—	—	8,495,880
Preferred Stocks	4,094,826	—	—	4,094,826
Asset Backed Securities	—	1,110,091	1,999,965	3,110,056
Closed-End Funds	379,831	—	—	379,831
Purchased Options	219,850	—	—	219,850
Futures	759,765	—	—	759,765
TOTAL	\$ 39,062,757	\$ 24,057,502	\$ 1,999,965	\$ 65,120,224

Liabilities	Level 1	Level 2	Level 3	Total
Written Options	\$ (62,200)	\$ —	\$ —	\$ (62,200)
Credit Default Swaps	—	(93,461)	—	(93,461)
Futures	\$ (1,431,462)	—	—	\$ (1,431,462)
TOTAL	\$ (1,493,662)	\$ (93,461)	\$ —	\$ (1,587,123)

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.

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2023 (Unaudited)

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 Statements of Operations is shown net of any foreign taxes withheld on income from foreign securities, which are provided for in accordance with each Fund's understanding of the applicable tax rules and regulations.

Income Tax Information and Distributions to Shareholders

It is the Fund's policy to comply with all requirements of the Internal Revenue Code of 1986, as amended ("the Code"). The Fund intends to qualify for and to elect treatment as a separate Regulated Investment Company ("RIC") under Subchapter M of the Code. It is the Fund's policy to pay out dividends from net investment income 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 a Fund as a RIC or to avoid imposition of income or excise taxes on undistributed income. Dividends and distributions to shareholders, if any, will be recorded on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized capital gains will be determined in accordance with Federal income tax regulations which may differ from U.S. GAAP. These "book/tax" differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, (e.g., return of capital and distribution reclassifications), such amounts are reclassified within the composition of net assets based on their federal tax basis treatment; temporary differences (e.g., wash sales and straddles) do not require a reclassification. Dividends and distributions, which exceed earnings and profits for the full year for tax purposes, will be reported as a tax return of capital.

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

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

3. Derivative Financial Instruments

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 a Fund purchases or sells a security, no price would be paid or received by a Fund upon the purchase or sale of a futures contract. Upon entering into a futures contract, and to maintain a Fund's open positions in futures contracts, a 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 a 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." A 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 a 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 a 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 a Fund may have to sell securities at a time when it may be disadvantageous to do so.

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2023 (Unaudited)

Option Contracts

A 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.

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 Statements 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 Statements 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 Statements 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 Statements of Assets and Liabilities.

Swaps. Swap agreements are agreements between a 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. A 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 Fund enter 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 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 December 31, 2023:

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2023 (Unaudited)

The following table summarizes the value of the Fund's derivative instruments held as of December 31, 2023 and the related location in the accompanying Statement of Assets and Liabilities or Consolidated Statement of Assets and Liabilities, presented by underlying risk exposure:

Fund	Asset Derivatives	Liability Derivatives
Simplify Opportunistic Income ETF		
Equity Contracts	Unrealized appreciation on swaps* \$ —	Unrealized depreciation on swaps* \$ 93,461
Commodity Contracts	Unrealized appreciation on futures contracts* \$ —	Unrealized depreciation on futures contracts* \$ 167,286
Equity Contracts	Unrealized appreciation on futures contracts* \$ 221,537	Unrealized depreciation on futures contracts* \$ 1,224,430
Interest Rate Contracts	Unrealized appreciation on futures contracts* \$ 538,228	Unrealized depreciation on futures contracts* \$ 39,746
Equity Contracts	Investments, at value(1) \$ 219,850	Investments, at value(1) \$ —
Equity Contracts	Written options \$ —	Written options \$ 62,200

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

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

For the period ended December 31, 2023, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on purchased option contracts ^(a) by risk type, as disclosed in the Statements of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF.	Equity	\$ 110,149	\$ (58,955)

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

For the period ended December 31, 2023, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on swap contracts by risk type, as disclosed in the Statements of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF.	Equity	\$ (6,664)	\$ (93,461)

For the period ended December 31, 2023, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on futures contracts by risk type, as disclosed in the Statements of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF.	Equity	\$ (753,095)	\$ (1,002,893)
Simplify Opportunistic Income ETF.	Commodity	—	(167,286)
Simplify Opportunistic Income ETF.	Interest Rate	—	498,482

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2023 (Unaudited)

For the period ended December 31, 2023, realized gains/(losses) and the change in unrealized appreciation/(depreciation) on written option contracts by risk type, as disclosed in the Statements of Operations, is as follows:

Fund	Risk Type	Realized Gain/ (Loss)	Change in Unrealized Appreciation/ (Depreciation)
Simplify Opportunistic Income ETF	Equity	\$ (89,542)	\$ (34,816)

For the period ended December 31, 2023, the average fiscal quarter end balances of outstanding derivative financial instruments were as follows:

Fund	Purchased Option Contracts (Contract Value)	Purchased Swaption Contracts (Contract Value)	Futures Contracts (Notional Value)	Written Option Contracts (Contract Value)	Swaps (Notional Value)
Simplify Opportunistic Income ETF	\$ 159,095	\$ —	\$ 17,795,228	\$ (43,028)	\$ (155,413)

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 below, the Adviser was 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:

Fund	Management Fee
Simplify Opportunistic Income ETF	0.95%

For Simplify Opportunistic Income ETF, the Adviser has contractually agreed to waive its fee payable under the management agreement by 0.45% through at least October 31, 2024. This agreement may be terminated only by the Board of Trustees on 60 days' written notice to the Adviser. For the period ended December 31, 2023, the Adviser waived expenses of \$130,825.

Under the Investment Advisory Agreement, the Adviser has agreed to pay all expenses of the Fund except for the management fee, interest, taxes, brokerage commissions and other expenses incurred in placing orders for the purchase and sale of securities and other investment instruments, acquired fund fees and expenses, and distribution fees and expenses paid by the Trust under any distribution plan adopted pursuant to Rule 12b-1 under the 1940 Act.

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.

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

A Trustee and certain Officers of the Trust are also employees of the Adviser and/or 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	\$ 75,925,880	\$ 33,477,828

Simplify Exchange Traded Funds

Notes to Financial Statements (Continued)

December 31, 2023 (Unaudited)

Purchases and sales of long term U.S. Government Securities were as follows:

Fund	Purchases	Sales
Simplify Opportunistic Income ETF	\$ 2,946,490	\$ 2,931,382

6. Fund Share Transactions

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

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

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

7. Federal Income Taxes

At June 30, 2023, 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 Opportunistic Income ETF	\$ 35,769,828	\$ 7,843	\$ (1,332)	\$ 6,511

The differences between book-basis and tax-basis components of net assets 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. Subsequent Events

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

Simplify Exchange Traded Funds

Additional Information (Unaudited)

Proxy Voting Policies and Procedures

The Fund's policies and procedures for voting proxies for portfolio securities and information about how the Fund voted proxies related to its portfolio securities during the most recent 12-month period ended June 30 are available on our Web site at www.simplify.us or on the SEC's Web site at www.sec.gov. To obtain a written copy of the Fund's policies and procedures without charge, upon request, call us toll free at (855) 772-8488.

Portfolio Holdings Information

The Fund is required to file its complete schedule of portfolio holdings with the SEC for its first and third fiscal quarters on Form N-PORT. Copies of the filings are available without charge, upon request on the SEC's website at www.sec.gov and are available by calling the Trust at 855-772-8488.

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.

(This page intentionally left blank)

(This page intentionally left blank)

Investment Adviser
Simplify Asset Management
Inc.
222 Broadway, 22nd Floor
New York, NY 10038

Distributor
Foreside Financial Services,
LLC
Three Canal Plaza, Suite 100
Portland, ME 04101

Investment Sub-Adviser
Asterozoa Management, LLC
8550 W. Charleston Blvd
Ste. 102-299
Las Vegas, NV 89117

**Independent Registered Public
Accounting Firm**
Cohen & Company Ltd.
1350 Euclid Ave., Suite 800
Cleveland, OH 44115

**Simplify Exchange Traded
Funds**
222 Broadway, 22nd Floor
New York, NY 10038

**Custodian, Administrator &
Transfer Agent**
The Bank of New York Mellon
240 Greenwich Street
New York, NY 10286

Legal Counsel
Thompson Hine LLP
41 South High Street
Suite 1700
Columbus, OH 43215