

# GAEM | Simplify Gamma Emerging Market Bond ETF

## FUND OVERVIEW

The **Simplify Gamma Emerging Market Bond ETF (GAEM)** seeks income and capital appreciation. The fund is an actively managed ETF investing in debt securities of issuers in emerging market countries.

GAEM will primarily focus its investments on Latin American issuers, who currently display favorable investment fundamentals. As an actively managed ETF, GAEM will use fundamental, economic and political analysis to seek out securities with the most favorable return and risk profiles.

## PERFORMANCE REVIEW

GAEM launched in the middle of 3Q and returned 2.89%, modestly lagging its benchmark—the JP Morgan EMBI Global Diversified—which returned 3.55% over the same period. The portfolio's positions in the Dominican Republic, Colombia, and El Salvador contributed the bulk of the fund's absolute return over the period.

Going forward, GAEM seeks to add alpha vs. the broader benchmark through a combination of country selection, issuer selection (sovereign vs. non-sovereign), and currency selection (U.S. Dollar vs. foreign currency).

**Performance as of 09/30/24** | Inception Date: 08/12/2024

GAEM	CUMULATIVE TOTAL RETURN				ANNUALIZED TOTAL RETURN	
	3 mo	6 mo	YTD	Since Inception	1 Year	Since Inception
NAV	—	—	—	2.89%	—	—
Market Price	—	—	—	2.71%	—	—
J.P. Morgan EMBI Global Diversified Composite Index	—	—	—	3.55%	—	—

The performance data quoted represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. In addition, investment returns and the principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. For performance data current to the most recent month-end, please call (855) 772-8488 or go to <https://www.simplify.us/etfs>.

## FUND DETAILS as of 09/30/24

### TOP TEN HOLDINGS\*

POSITION	ALLOCATION
<b>DOMINICAN REPUBLIC 10.75 6/1/2036</b>	22.98%
<b>DOM REP CB NOTES 11 9/15/2028</b>	9.24%
<b>REPUBLIC OF COLOMBIA 8.75 11/14/2053</b>	4.63%
<b>COMMONWEALTH OF BAHAMAS 6 11/21/2028</b>	4.31%
<b>DOM REP CB NOTES 9 12/11/2026</b>	3.66%
<b>COMISION FEDERAL DE ELEC 6.45 1/24/2035</b>	3.66%
<b>PETROLEOS MEXICANOS 7.69 1/23/2050</b>	3.58%
<b>REPUBLIC OF PANAMA 3.16 1/23/2030</b>	3.28%
<b>COLOMBIA TELECOMUNICACIO 4.95 7/17/2030</b>	3.20%
<b>REPUBLIC OF PANAMA 3.75 3/16/2025</b>	3.18%
<b>Cash</b>	-0.27%

\*Holdings are subject to change without notice.

### DEFINITIONS

**Alpha:** An investment strategy's ability to beat the market, or its "edge." Alpha is thus also often referred to as "excess return" or the "abnormal rate of return" in relation to a benchmark, when adjusted for risk.

**Market Price:** The current price at which shares are bought and sold. Market returns are based upon the last trade price.

**NAV:** The dollar value of a single share, based on the value of the underlying assets of the fund minus its liabilities, divided by the number of shares outstanding. Calculated at the end of each business day.

**SEC 30-Day Yield:** The yield is calculated with a standardized formula and represents net investment income earned by a fund over a 30-day period, expressed as an annual percentage rate based on the fund's share price. The yield includes the effect of any fee waivers and/or reimbursements. Without waivers, yields would be reduced. This is also referred to as the "standardized yield", "30-Day Yield" and "Current Yield". The unsubsidized SEC 30-Day Yield does not reflect the effect of any fee waivers and/or expense reimbursements.

<b>Gross Expense Ratio</b>	0.96%
<b>Net Expense Ratio**</b>	0.76%
<b>SEC 30-Day Yield</b>	—
<b>SEC 30-Day Yield Unsubsidized</b>	—

\*\*The Fund's adviser has contractually agreed, until at least one year from the date of the prospectus, to waive its management fees to 0.75% of the Fund's average daily net assets.

## IMPORTANT INFORMATION:

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**Investors should carefully consider the investment objectives, risks, charges, and expenses of Exchange Traded Funds (ETFs) before investing. To obtain an ETF's prospectus or Summary prospectus containing this and other important information, please call (855) 772-8488, or visit [SimplifyETFs.com](https://SimplifyETFs.com). Please read the prospectus carefully before you invest.**

**An investment in the fund involves risk, including possible loss of principal.**

The fund is actively-managed is subject to the risk that the strategy may not produce the intended results. The fund is new and has a limited operating history to evaluate.

The Fund invests in ETFs (Exchange-Traded Funds) and entails higher expenses than if invested into the underlying ETF directly. The lower the credit quality, the more volatile the performance will be. When junk bonds sell off, the lowest-rated bonds are typically hit hardest known as blow-up risk. Likewise, the riskiest bonds typically rise fastest in a bull market however these investments that don't have a credit rating are typically the most volatile, hard to price and the least liquid.

The use of derivative instruments involves risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. These risks include (i) the risk that the counterparty to a derivative transaction may not fulfill its contractual obligations; (ii) risk of mispricing or improper valuation; and (iii) the risk that changes in the value of the derivative may not correlate perfectly with the underlying asset, rate, or index. Derivative prices are highly volatile and may fluctuate substantially during a short period of time. The use of leverage by the Fund, such as borrowing money to purchase securities or the use of options, will cause the Fund to incur additional expenses and magnify the Fund's gains or losses. The Fund's investment in fixed income securities is subject to credit risk (the debtor may default) and prepayment risk (an obligation paid early) which could cause its share price and total return to be reduced. Typically, as interest rates rise the value of bond prices will decline and the fund could lose value.

*Fixed Income Securities Risk:* When the Fund invests in fixed income securities, the value of your investment in the Fund will fluctuate with changes in interest rates. Typically, a rise in interest rates causes a decline in the value of fixed income securities owned by the Fund. In general, the market price of fixed income securities with longer maturities will increase or decrease more in response to changes in interest rates than shorter-term securities.

*Emerging Markets Risk:* Investing in emerging markets involves not only the risks described below with respect to investing in foreign securities, but also other risks, including exposure to economic structures that are generally less diverse and mature, limited availability and reliability of information material to an investment decision, and exposure to political systems that can be expected to have less stability than those of developed countries.

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