

Acrucence Active Hedge U.S. Equity ETF

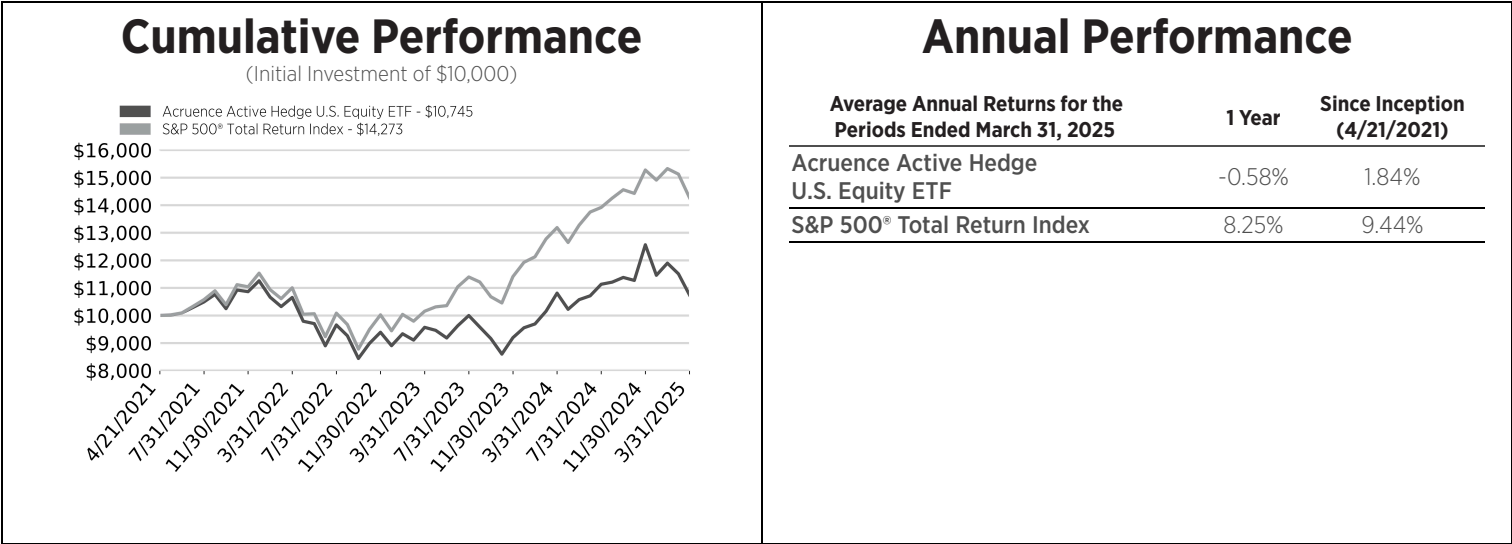
TICKER: XVOL (Listed on CBOE BZX Exchange, Inc.)

This annual shareholder report contains important information about the Acrucence Active Hedge U.S. Equity ETF (the "Fund") for the period April 1, 2024 to March 31, 2025. You can find additional information about the Fund at www.acrucenceetf.com. You can also request this information by contacting us at (833) 653-6400 or by writing the Fund at Acrucence Active Hedge U.S. Equity ETF, c/o U.S. Bank Global Fund Services, P.O. Box 701, Milwaukee, Wisconsin 53201-0701.

What were the Fund costs for the past year?

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

Fund Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Acrucence Active Hedge U.S. Equity ETF	\$83	0.83%



The Fund's past performance is not a good indicator of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or redemption of fund shares.

Visit www.acrucenceetf.com for more recent performance information.

How did the Fund perform last year?

The Acrucence Active Hedge U.S. Equity ETF ("XVOL") returned **-0.58% (NAV)** for the fiscal year ended March 31, 2025, underperforming the S&P 500 Total Return Index (SPXTR), which gained **8.25%**.

Investment Strategy Update

XVOL's strategy targets exposure similar to a **blended index** of two distinct factors:

- **U.S. Large Cap Momentum**
- **U.S. Large Cap Dividend Growth & Yield**

Each component index selects up to **50 stocks**, with the blended index combining the top **50 stocks by weight** (normalized to 100). This dual-factor approach has historically provided **more consistent returns** by balancing growth and income-oriented exposures. While short-term performance lagged the broader market, the strategy is designed for long-term resilience, leveraging the complementary strengths of momentum and dividend growth. We remain confident in its potential to deliver risk-adjusted returns over time.

Additionally, XVOL maintains an allocation of approximately **1-2% to Volatility Call Spreads**, designed to profit from large increases in market volatility. This tactical hedge helps mitigate risk during periods of market stress.

What Factors Influenced Performance?

The fiscal year presented several distinct market environments that impacted XVOL's relative performance:

1. Strong Mega-Cap Leadership in Early 2024

The S&P 500 delivered robust returns, marking its second consecutive year with gains exceeding 20%, largely driven by the outsized performance of the “Magnificent Seven” mega-cap tech stocks.

While XVOL held some exposure to these names, its lower weightings—combined with its diversified factor approach—reduced participation in the market's narrow leadership.

2. Late-Year Shift Toward Value Stocks

In the second half of the year, value stocks saw modest gains, but they lagged the tech-led growth rally.

XVOL's blended strategy (momentum + dividend growth) helped balance exposure, but the Fund's relative underweighting in the highest-flying growth stocks weighed on returns compared to the benchmark.

3. Market Correction

The final three months of the fiscal year (2025) have brought a **sharp reversal** from the prior year's rally, with markets turning volatile amid rising macroeconomic uncertainty.

Key Takeaways

- The market's heavy concentration in mega-caps created a challenging environment for diversified strategies like XVOL during 2024.
- The Fund's volatility hedge (1-2% in call spreads) had limited impact in a generally low-volatility, upward-trending market.

The **blended momentum/dividend growth approach** has faced headwinds recently in 2025 as:

- **Momentum stocks** struggled amid rapid sector rotation.
- **Dividend growers** were weighed down by broader risk-off sentiment, though their relative defensiveness helped cushion losses.

While 2025's volatility posed challenges, XVOL's strategy is designed to **adapt across market cycles**:

- The **volatility hedge** remains a tactical tool for downside hedge.
- The **dual-factor portfolio** (momentum + dividend growth) aims to balance growth participation with resilience during pullbacks.

Key Fund Statistics

(as of March 31, 2025)

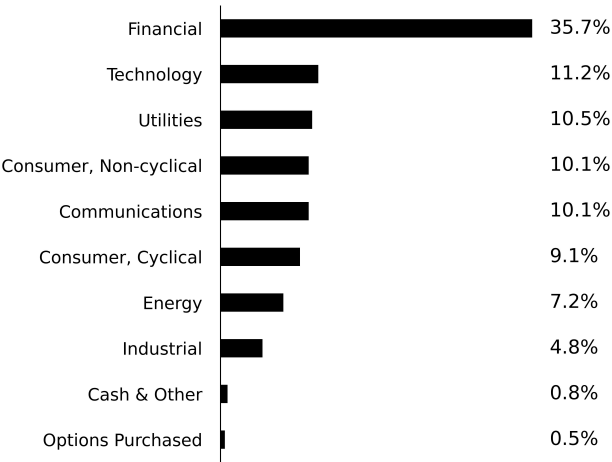
Fund Size (Thousands)	\$3,499
Number of Holdings	52
Total Advisory Fee Paid	\$52,652
Annual Portfolio Turnover	361%

What did the Fund invest in?

(as of March 31, 2025)

Sector Breakdown

(% of total net assets)



Top Ten Holdings (% of Total Net Assets)

Broadcom, Inc.	4.2
MPLX LP	4.1
Heritage Financial Corp.	3.6
KeyCorp	3.2
Truist Financial Corp.	3.0
CME Group, Inc. - Class A	2.6
Altria Group, Inc.	2.4
Universal Corp.	2.4
OGE Energy Corp.	2.3
Carvana Co.	2.1

Householding

Householding is an option available to certain investors of the Fund. Householding is a method of delivery, based on the preference of the individual investor, in which a single copy of certain shareholder documents can be delivered to investors who share the same address, even if their accounts are registered under different names. Householding for the Fund is available through certain broker-dealers. If you are interested in enrolling in householding and receiving a single copy of prospectuses and other shareholder documents, please contact your broker-dealer. If you are currently enrolled in householding and wish to change your householding status, please contact your broker-dealer.

For additional information about the Fund, including its prospectus, financial information, holdings and proxy voting information, visit www.acruenceetf.com.