

strategyshares

Annual Shareholder Report

Strategy Shares Nasdaq 7HANDL™ Index ETF (HNDL)

Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO)

APRIL 30, 2020

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Strategy Shares' shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from your financial intermediary, such as a broker-dealer or bank. Instead, the reports will be made available on <http://strategysharesetfs.com>, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change; and you need not take any action. You may elect to receive shareholder reports and other communications from your financial intermediary electronically by notifying your financial intermediary directly.

You may elect to receive all future reports in paper free of charge. You can contact your financial intermediary to request that you continue to receive paper copies of your reports. Your election to receive reports in paper will apply to all funds held with your financial intermediary.



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Management's Discussion of Fund Performance

Dear Shareholder:

Strategy Shares Nasdaq 7HANDL™ Index ETF (“HNDL” or the “Fund”) seeks investment results that correlate generally, before fees and expenses, to the price and yield performance of the Nasdaq 7HANDL™ Index (the “Index”). The Index generally consists of securities issued by exchange-traded funds (“ETFs”) and is split into two components, with a 50% allocation to fixed income and equity ETFs (the “Core Portfolio”) and a 50% allocation to ETFs of 12 asset categories (the “Explore Portfolio”) that have historically provided high levels of income. Because the Index consists of securities issued by other investment companies, HNDL operates as a “fund of funds.”

For the fiscal year ended April 30, 2020, HNDL generated a total return of 5.98% at net asset value (“NAV”) and 5.71% at market value. During this period, the Index returned 7.70% and the Fund’s benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index, returned 10.84%. The Fund’s exposure to equity and alternative ETFs were the primary drivers of the underperformance versus the benchmark. The five best performing holdings were Invesco QQQ Trust™ Series 1 (Ticker: QQQ, Category: US Equity), Vanguard Total Bond Market ETF (Ticker: BND, Category: US Fixed Income), Schwab U.S. Aggregate Bond ETF (Ticker: SCHZ, Category: US Fixed Income), SPDR Portfolio Aggregate Bond ETF (Ticker: SPAB, Category: US Fixed Income), and WisdomTree 90/60 U.S. Balanced Fund (Ticker: NTSX, Category: US Blend). The five weakest performing holdings were Global X MLP ETF (Ticker: MLPA, Category: US Alternatives), Schwab U.S. REIT ETF (Ticker: SCHH, Category: US Equity), Xtrackers USD High Yield Corporate Bond ETF (Ticker: HYL B, Category: US Fixed Income), Global X Nasdaq 100® Covered Call ETF (Ticker: QYLD, Category: US Alternatives), and Vanguard Total Stock Market ETF (Ticker: VTI, Category: US Equity).

In order to allow shareholders of the Fund to realize a predictable, but not assured, level of cash flow, HNDL has adopted a policy (which may be modified at any time by its Board of Trustees) to pay monthly distributions on Fund shares at a target rate that represents an annualized payout of approximately 7.0% on the Fund’s per-share NAV on the date of a distribution’s declaration. For the fiscal year ended April 30, 2020, HNDL paid out total distributions of \$1.68 per share, during which period the average NAV on the distribution calculation date was \$24.03. A portion of these distributions represented return of capital.

We are pleased with the performance of the Fund and its underlying index. We appreciate your confidence and continued interest in the Fund.

Sincerely,



David Miller

Portfolio Manager

Strategy Shares Nasdaq 7HANDL™ Index ETF

7HANDL investment risk. Investment in a fund of funds is subject to the risks and expenses of the underlying funds. Diversification and asset allocation may not protect against market risk or loss of principal. Certain sectors and markets perform exceptionally well based on current market conditions and the Nasdaq 7HANDL ETF can benefit from that performance. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such results will be repeated. The use of leverage can amplify the effects of market volatility on the fund’s share price and make the fund’s returns more volatile. The use of leverage may cause the fund to liquidate portfolio positions when it would not be advantageous to do so in order to satisfy its obligations. The use of leverage may also cause the fund to have higher expenses than those of funds that do not use such techniques. Shareholders receiving periodic payments from the Fund may be under the impression that they are receiving net profits. However, all or a portion of a distribution may consist of a return of capital. Shareholders should not assume that the source of a distribution from the Fund is net profit. For more information about the Fund’s distribution policy, please turn to “Additional Information About the Fund’s Principal Investment Strategies and Related Risks - Principal Investment Strategies - Distribution Policy and Goals” section in the Fund’s Prospectus.

ETF risk. The market price of Fund shares will fluctuate based on changes in the Fund’s NAV as well as changes in the supply and demand of its shares in the secondary market. It is also possible that an active secondary market for Fund shares may not develop and market trading in the Fund shares may be halted under certain circumstances.

This material represents the manager’s assessment of the Fund and market environment as of April 30, 2020 and should not be relied upon by the reader as research, tax or investment advice, is subject to change at any time based upon economic, market, or other conditions and the Advisor undertakes no obligation to update the views expressed herein. Any discussions of specific securities should not be considered a recommendation to buy or sell those securities. The views expressed above (including any forward-looking statement) may not be relied upon as investment advice or as an indication of the Fund’s trading intent. Information about the Fund’s holdings, asset allocation or country diversification is historical and is not an indication of future Fund composition, which may vary.

The performance of any index mentioned in this commentary has not been adjusted for ongoing management, distribution and operating expenses, and sales charges applicable to exchange traded fund investments. In addition, the Fund’s returns do not reflect brokerage fees that an investor in the Fund may pay. If these commissions were reflected, performance would have been lower.

The Bloomberg Barclays U.S. Aggregate Bond Index is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). An investor cannot invest directly in an index.

Strategy Shares Nasdaq 7HANDL™ Index ETF (Unaudited) (Continued)

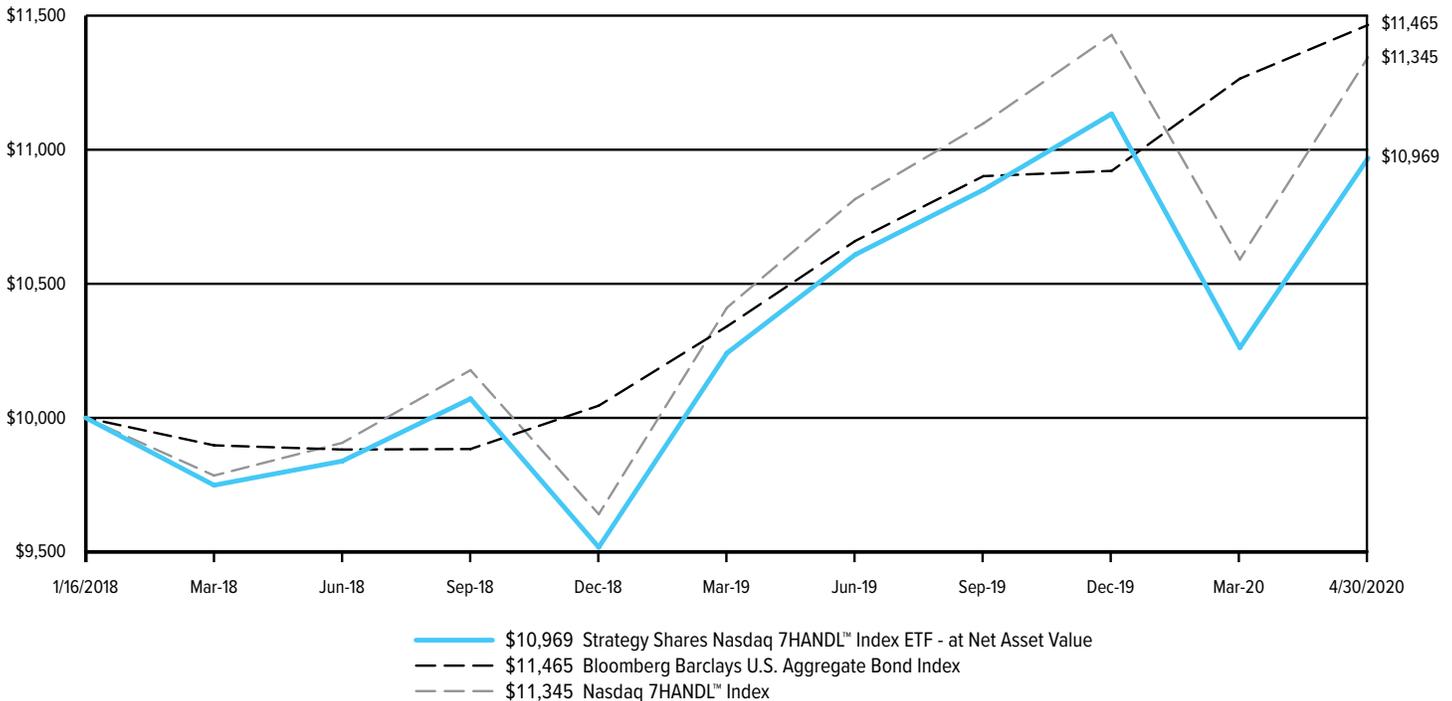
Investment Objective

Strategy Shares Nasdaq 7HANDL™ Index ETF seeks to achieve investment results that correlate generally, before fees and expenses, to the price and yield performance of the Nasdaq 7HANDL™ Index.

Fund Performance (as of 4/30/20)

	Average Annual Total Returns		Expense Ratios ^(a)	
	One Year	Inception ^(b)	Gross	Net
Strategy Shares Nasdaq 7HANDL™ Index ETF - Total Return (at Net Asset Value) ^(c)	5.98%	4.13%	2.55%	1.20%
Strategy Shares Nasdaq 7HANDL™ Index ETF - Total Return (at Market Value) ^(d)	5.71%	4.12%	2.55%	1.20%
Nasdaq 7HANDL™ Index	7.70%	5.68%	N/A	N/A
Bloomberg Barclays U.S. Aggregate Bond Index ^(e)	10.84%	6.16%	N/A	N/A

Hypothetical Growth of a \$10,000 Investment (*)



Past performance does not guarantee future results. Return calculations assume the reinvestment of distributions and do not reflect taxes that a shareholder would pay on Fund distributions or on the redemption of Fund shares. The performance data quoted represent past performance and current returns may be lower or higher. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. The performance above reflects any fee reductions during the applicable periods. If such fee reductions had not occurred, the quoted performance would be lower. To obtain performance information current to the most recent month-end, please call 855-477-3837 or visit <http://strategysharesetfs.com/>

* The chart represents historical performance of a hypothetical investment of \$10,000 in Strategy Shares Nasdaq 7HANDL™ Index ETF and represents the reinvestment of dividends and capital gains in the Fund.

- (a) The expense ratios reflect the expense ratios as reported in the Fund's prospectus dated September 1, 2019. However, the Advisor has agreed to contractual waivers in effect through August 31, 2020 and has agreed to limit total annual fund operating expenses to the net expense ratios shown. Please see the Fund's most recent prospectus for details. Additional information pertaining to the Fund's expense ratio as of April 30, 2020 can be found in the Financial Highlights.
- (b) Commencement of operations: January 16, 2018.
- (c) Net asset value total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all distributions, including dividends and return of capital, at net asset value during the period, if any, and redemption on the last day of the period at net asset value. This percentage is not an indication of the performance of a shareholder's investment in the Fund based on market value due to differences between the market price of the shares and the net asset value per share of the Fund.
- (d) Market value total return is calculated assuming an initial investment made at the market value at the beginning of the period, reinvestment of all distributions, including dividends and return of capital, at net asset value during the period, if any, and redemption on the last day of the period at market value. Market value is determined by the composite closing price. Composite closing security price is defined as the last reported sale price from any primary listing market (e.g., NYSE Arca) or participating regional exchanges or markets. The composite closing price is the last reported sale price from any of the eligible sources, regardless of volume and not an average price and may have occurred on a date prior to the close of the reporting period. Market value may be greater or less than net asset value, depending on the Fund's closing price on the listing market.
- (e) The Bloomberg Barclays U.S. Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. This includes Treasuries, government-related and corporate securities, mortgage-backed securities (agency fixed-rate and hybrid ARM pass-throughs), asset-backed securities and collateralized mortgage-backed securities (agency and non-agency). An investor cannot invest directly in an index.

As a Fund shareholder, you may incur two types of costs: (1) transaction costs, including commissions on trading, as applicable; and (2) ongoing costs, including advisory fees and other Fund expenses. These examples are intended to help you understand your ongoing costs (in dollars) of investing in a Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The expense examples below are based on an investment of \$1,000 invested at November 1, 2019 and held through the period ended April 30, 2020.

The Actual Expense figures in the table below provide information about actual account values and actual expenses. You may use this information, 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 table under the heading entitled "Actual Expenses Paid During the Period" to estimate the expenses you paid on your account during this period.

The Hypothetical Expense figures in the table below provide information about hypothetical account values and hypothetical expenses based on each Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not each 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 your 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 table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the examples are useful in comparing ongoing costs only and will not help you determine the relative total cost of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Fund	Beginning Account Value 11/1/19	Actual Ending Account Value 4/30/20	Hypothetical Ending Account Value 4/30/20	Actual Expenses Paid During the Period	Total Return at NAV	Hypothetical Expenses Paid During the Period ⁽¹⁾⁽²⁾	Annualized Net Expense Ratio During the Period
Strategy Shares Nasdaq 7HANDL™ Index ETF	\$1,000.00	\$1,002.50	\$1,020.14	\$4.73 ⁽³⁾	0.25%	\$4.77	0.95%
Strategy Shares Newfound/ReSolve Robust Momentum ETF	1,000.00	861.80	1,021.13	3.45 ⁽⁴⁾	(13.82)%	3.77	0.75%

(1) Expenses are equal to the average hypothetical account value over the period, multiplied by the Fund's annualized expense ratio, multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year (to reflect the one-half year period).

(2) Represents the hypothetical 5% annual return before taxes.

(3) Expenses are equal to the Fund's annualized expense ratio multiplied by the average account value over the period, multiplied by 182/366 (to reflect the one-half year period).

(4) Expenses are equal to the Fund's annualized expense ratio multiplied by the average account value over the period, multiplied by 181/366 (to reflect the one-half year period).

Portfolio of Investments Summary Table

	Percentage of Fair Value
Exchange-Traded Funds	100.0%
Total	100.0%

Portfolio holdings and allocations are subject to change. As of April 30, 2020, percentages in the table above are based on total investments. Such total investments may differ from the percentages set forth in the following Portfolio of Investments which are computed using the Fund's total net assets.

Portfolio of Investments

Shares	Fair Value
Exchange-Traded Funds — 87.6%	
7,684 Fidelity MSCI Utilities Index ETF	\$285,076
9,406 Global X MLP ETF	266,566
59,466 Global X Nasdaq 100 Covered Call ETF	1,193,483
26,384 Global X U.S. Preferred ETF	624,245
34,680 Hartford Total Return Bond ETF	1,417,718
6,494 Invesco QQQ Trust	1,421,602
17,408 Invesco Taxable Municipal Bond ETF	550,093
7,208 iShares Core S&P Total U.S. Stock Market ETF	466,790
12,478 iShares MBS ETF	1,386,306
35,564 Schwab U.S. Aggregate Bond ETF	1,983,759
6,154 Schwab U.S. REIT ETF	217,052
63,886 SPDR Portfolio Aggregate Bond ETF	1,954,912
1,802 Vanguard Dividend Appreciation ETF	204,707
11,016 Vanguard Intermediate-Term Corporate Bond ETF	1,006,312
1,734 Vanguard S&P 500 ETF	463,151
22,610 Vanguard Total Bond Market ETF	1,978,601
3,196 Vanguard Total Stock Market ETF	466,105
12,002 WisdomTree 90/60 U.S. Balanced Fund	345,538
25,840 Xtrackers USD High Yield Corporate Bond ETF	1,183,989
Total Exchange-Traded Funds (Cost \$16,943,929)	\$17,416,005
Total Investments — 87.6%	
(Cost \$16,943,929)	\$17,416,005
Other Assets less Liabilities — 12.4%	2,474,832
Net Assets — 100.0%	\$19,890,837

ETF — Exchange-Traded Fund
MBS — Mortgage-Backed Security
MLP — Master Limited Partnership
REIT — Real Estate Investment Trust
S&P — Standard and Poor's
SPDR — Standard and Poor's Depository Receipts
USD — United States Dollar

Total Return Swap Agreement

Pay/Receive	Financing Rate	Description	Counterparty	Payment Frequency	Expiration Date	Notional Amount	Value and Unrealized Appreciation/ (Depreciation)
Pay	1-Month USD-LIBOR + 80 bps	Nasdaq 7HANDL™ Index	BNP Paribas SA	Monthly	1/7/21	\$8,004,627	\$364,241

SA — Societe Anonyme (French public limited company)

The derivative instruments outstanding as of April 30, 2020, as disclosed in the Portfolio of Investments and the amounts of realized and changes in unrealized gains and losses on swaps during the period as disclosed in the Statements of Operations serve as indicators of the volume of derivative activity for the Fund.

(See notes which are an integral part of the Financial Statements)

Portfolio of Investments Summary Table

	Percentage of Fair Value
Exchange-Traded Funds	100.0%
Total	100.0%

Portfolio holdings and allocations are subject to change. As of April 30, 2020, percentages in the table above are based on total investments. Such total investments may differ from the percentages set forth in the following Portfolio of Investments which are computed using the Fund's total net assets.

Portfolio of Investments

<i>Shares</i>	<i>Fair Value</i>
Exchange-Traded Funds — 99.7%	
114 iShares 1-3 Year Treasury Bond ETF	\$9,895
160,436 iShares 7-10 Year Treasury Bond ETF	19,520,248
152 iShares Core MSCI EAFE ETF	8,061
3,002 iShares Core S&P 500 ETF	874,062
Total Exchange-Traded Funds (Cost \$20,189,426)	\$20,412,266
Total Investments — 99.7%	
(Cost \$20,189,426)	\$20,412,266
Other Assets less Liabilities — 0.3%	59,828
Net Assets — 100.0%	\$20,472,094

ETF — Exchange-Traded Fund

MSCI EAFE — MSCI Europe, Australasia and Far East

S&P — Standard and Poor's

	Strategy Shares Nasdaq 7HANDL™ Index ETF (HN DL)	Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO)
Assets:		
Investments, at value (Cost \$16,943,929 and \$20,189,426)	\$17,416,005	\$20,412,266
Cash and Cash Equivalents	2,128,717	81,416
Dividends and interest receivable	4,005	—
Unrealized appreciation on swap agreement	364,241	—
Receivable from Advisor	7,784	4,695
Prepaid expenses	5,492	3,836
Total Assets	19,926,244	20,502,213
Liabilities:		
Accrued expenses:		
Administration	7,206	455
Administrative support	2,500	2,500
Custodian	600	300
Fund accounting	100	15
Other	25,001	26,849
Total Liabilities	35,407	30,119
Net Assets	\$19,890,837	\$20,472,094
Net Assets consist of:		
Paid in Capital	\$20,292,662	\$23,866,313
Total Distributable Earnings / (Loss)	(401,825)	(3,394,219)
Net Assets	\$19,890,837	\$20,472,094
Net Assets:	\$19,890,837	\$20,472,094
Shares of Beneficial Interest Outstanding		
(unlimited number of shares authorized, no par value):	850,000	950,000
Net Asset Value (offering and redemption price per share):	\$23.40	\$21.55

(See notes which are an integral part of the Financial Statements)

Statements of Operations

	Strategy Shares Nasdaq 7HANDL™ Index ETF (HN DL)	Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO)
	Year Ended April 30, 2020	For the period November 1, 2019 ^(a) through April 30, 2020
Investment Income:		
Dividend income	\$680,302	\$102,451
Total Investment Income	680,302	102,451
Expenses:		
Advisory	119,334	29,546
Administration	33,185	1,809
Administrative support	30,000	15,000
Fund accounting	447	42
Custodian	2,927	906
Trustee	9,493	3,698
Compliance services	9,849	4,495
Legal and audit	30,667	20,970
Printing	17,562	6,100
Other fees	25,685	12,248
Total Expenses before fee reductions	279,149	94,814
Expenses contractually waived or reimbursed by the Advisor	(90,330)	(49,237)
Total Net Expenses	188,819	45,577
Net Investment Income	491,483	56,874
Realized and Unrealized Gains (Losses):		
Net realized losses from investment transactions	(109,455)	(3,635,659)
Net realized gains from in-kind transactions	129,219	42,527
Net realized losses from swap agreements	(278,324)	—
Change in unrealized appreciation on investments	90,455	222,840
Change in unrealized appreciation on swaps	345,440	—
Net Realized and Unrealized Gains (Losses)	177,335	(3,370,292)
Change in Net Assets Resulting From Operations	\$668,818	\$(3,313,418)

(a) Commencement of operations.

(See notes which are an integral part of the Financial Statements)

Statements of Changes in Net Assets

	Strategy Shares Nasdaq 7HANDL™ Index ETF (HNDL)		Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO)
	Year Ended April 30, 2020	Year Ended April 30, 2019	For the period November 1, 2019 ^(a) through April 30, 2020
From Investment Activities:			
Operations:			
Net investment income	\$491,483	\$206,398	\$56,874
Net realized losses from investment transactions and swap agreements	(258,560)	(141,962)	(3,593,132)
Change in unrealized appreciation/depreciation on investments and swaps	435,895	471,597	222,840
Change in net assets resulting from operations	668,818	536,033	(3,313,418)
Distributions to Shareholders From:			
Net investment income	(1,175,786)	(341,012)	(41,764)
Return of capital	(231,430)	(266,122)	—
Change in net assets from distributions	(1,407,216)	(607,134)	(41,764)
Capital Transactions:			
Proceeds from shares issued	13,238,535	10,084,271	25,599,610
Cost of shares redeemed	(5,051,536)	(1,146,854)	(1,772,334)
Change in net assets from capital transactions	8,186,999	8,937,417	23,827,276
Change in net assets	7,448,601	8,866,316	20,472,094
Net Assets:			
Beginning of period	12,442,236	3,575,920	—
End of period	\$19,890,837	\$12,442,236	\$20,472,094
Share Transactions:			
Issued	550,000	425,000	1,025,000
Redeemed	(225,000)	(50,000)	(75,000)
Change in shares	325,000	375,000	950,000

(a) Commencement of operations.

(See notes which are an integral part of the Financial Statements)

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	Net Asset Value, beginning of period	Net investment income	Net realized and unrealized gains (losses)	Total from investment activities	Distributions from net investment income	Distributions from return of capital
Strategy Shares Nasdaq 7HANDL™ Index ETF (HNDL)						
Year Ended April 30, 2020	\$23.70	0.59 ^(a)	0.79	1.38	(1.40)	(0.28)
Year Ended April 30, 2019	\$23.84	0.56 ^(a)	0.95	1.51	(0.92)	(0.73)
January 16, 2018 ^(g) through April 30, 2018	\$25.00	0.13	(0.87)	(0.74)	—	(0.42)
Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO)						
November 1, 2019 ^(g) through April 30, 2020	\$25.15	0.11 ^(a)	(3.56)	(3.45)	(0.15)	—

- (a) Not annualized for periods less than one year.
- (b) Net asset value total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all distributions, including dividends and return of capital, at net asset value during the period, if any, and redemption on the last day of the period at net asset value. This percentage is not an indication of the performance of a shareholder's investment in the Fund based on market value due to differences between the market price of the shares and the net asset value per share of the Fund.
- (c) Market value total return is calculated assuming an initial investment made at the market value at the beginning of the period, reinvestment of all distributions, including dividends and return of capital, at net asset value during the period, if any, and redemption on the last day of the period at market value. Market value is determined by the composite closing price. Composite closing security price is defined as the last reported sale price from any primary listing market (e.g., NYSE Arca) or participating regional exchanges or markets. The composite closing price is the last reported sale price from any of the eligible sources, regardless of volume and not an average price and may have occurred on a date prior to the close of the reporting period. Market value may be greater or less than net asset value, depending on the Fund's closing price on the listing market.
- (d) Annualized for periods less than one year.
- (e) Certain fees were waived and/or reimbursed. If such waivers/reimbursements had not occurred, the ratios would have been as indicated.
- (f) Calculated using the average shares method.
- (g) Commencement of operations.

(See notes which are an integral part of the Financial Statements)

Total distributions	Net Asset Value, end of period	Total return at NAV ^{(a)(b)}	Total return at market ^{(a)(c)}	Ratio of Net Expenses to Average Net Assets ^(d)	Ratio of Gross Expenses to Average Net Assets ^{(d)(e)}	Ratio of Net Investment Income to Average Net Assets ^(d)	Net Assets at end of period (000's)	Portfolio turnover ^(a)
(1.68)	\$23.40	5.98%	5.71%	0.95%	1.40%	2.47%	\$19,891	83%
(1.65)	\$23.70	6.65%	6.68%	0.95%	2.30%	2.41%	\$12,442	118%
(0.42)	\$23.84	(2.96)%	(2.76)%	0.95%	6.33%	2.00%	\$ 3,576	18%
(0.15)	\$21.55	(13.82)%	(13.70)%	0.75%	1.56%	0.94%	\$20,472	145%

(See notes which are an integral part of the Financial Statements)

(1) Organization

Strategy Shares (the “Trust”) was organized on September 7, 2010 as a Delaware statutory trust. The Trust is registered under the Investment Company Act of 1940 (the “1940 Act”), as an open-end management investment company. The Declaration of Trust permits the Trust to issue an unlimited number of shares of beneficial interest (“Shares”) in one or more series representing interests in separate portfolios of securities. Currently, the Trust offers its Shares in three separate series. The accompanying Financial Statements relate to the following series: Strategy Shares Nasdaq 7HANDL™ Index ETF (HNDL) (“Nasdaq 7HANDL™ Index ETF”) and Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO) (“Newfound/ReSolve Robust Momentum ETF”) (individually referred to as a “Fund”, or collectively as the “Funds”). Each Fund is classified as diversified under the 1940 Act. The Funds are each a passively-managed exchange-traded fund. The investment objective of the Nasdaq 7HANDL™ Index ETF is to seek investment results that correlate generally, before fees and expenses, to the price and yield performance of the Nasdaq 7HANDL™ Index. The investment objective of the Newfound/ReSolve Robust Momentum ETF is to seek to provide investment returns that correspond, before fees and expenses, to the performance of the Newfound/ReSolve Robust Equity Momentum Index. The Funds’ prospectuses provide a description of each Fund’s investment objectives, policies, and strategies. The assets of each Fund are segregated and a shareholder’s interest is limited to the Fund in which shares are held.

The Newfound/ReSolve Robust Momentum ETF commenced operations on November 1, 2019.

Shares of the Newfound/ReSolve Robust Momentum ETF are listed and traded on the Cboe BZX Exchange, Inc. Shares of the Nasdaq 7HANDL™ Index ETF are listed and traded on the Nasdaq. Market prices for the Shares may be different from their net asset value (“NAV”). Each Fund issues and redeems Shares on a continuous basis at NAV only in large blocks, currently 25,000 Shares, called “Creation Units.” Creation Units are issued and redeemed principally in-kind for securities included in a specified universe. Once created, Shares generally trade in the secondary market at market prices that change throughout the day in amounts less than a Creation Unit.

Under the Trust’s organizational documents, its officers and Board of Trustees (“the Board”) are indemnified against certain liabilities arising out of the performance of their duties to the Funds. In addition, in the normal course of business, the Trust may enter into contracts with vendors and others that provide for general indemnifications. The Trust’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Trust. However, based on experience, the Trust expects that risk of loss to be remote.

(2) Significant Accounting Policies

The following is a summary of significant accounting policies consistently followed by each Fund in the preparation of its financial statements. These policies are in conformity with generally accepted accounting principles in the United States of America (“GAAP”). Each Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standard Codification Topic 946 *Financial Services - Investment Companies*. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

A. Investment Valuations

The Funds hold investments at fair value. Fair value is defined as the price that would be expected to be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The valuation techniques used to determine fair value are further described below.

Security values are ordinarily obtained through the use of independent pricing services in accordance with procedures adopted by the Trust’s Board. Pursuant to these procedures, the Funds may use a pricing service, bank, or broker-dealer experienced in such matters to value the Funds’ securities. When reliable market quotations are not readily available for any security, the fair value of that security will be determined by a committee established by the Board in accordance with procedures adopted by the Board. The fair valuation process is designed to value the subject security at the price the Funds would reasonably expect to receive upon its current sale. Additional consideration is given to securities that have experienced a decrease in the volume or level of activity or to circumstances that indicate that a transaction is not orderly.

The Trust has a three-tier fair value hierarchy that is dependent upon the various “inputs” used to determine the value of the Funds’ investments. The valuation techniques described below maximize the use of observable inputs and minimize the use of unobservable inputs in determining fair value. These inputs are summarized in the three broad levels listed below:

- Level 1 – Quoted prices in active markets for identical assets.
- Level 2 – Other observable pricing inputs at the measurement date (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).
- Level 3 – Significant unobservable pricing inputs at the measurement date (including the Fund’s own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those investments.

Equity securities (including foreign equity securities) traded on a securities exchange are valued at the last reported sales price on the principal exchange. Equity securities quoted by Nasdaq are valued at the Nasdaq official closing price. If there is no reported sale on the principal exchange, and in the case of over-the-counter securities, equity securities are valued at a bid price estimated by the security pricing service. In each of these situations, valuations are typically categorized as Level 1 in the fair value hierarchy.

Debt securities traded on a national securities exchange or in the over-the-counter market are valued at the last reported sales price on the principal exchange. If there is no reported sale on the principal exchange, and for all other debt securities, debt securities are valued at a bid price estimated by a security pricing service. In each of these situations, valuations are typically categorized as Level 2 in the fair value hierarchy.

Swaps are priced daily based on the underlying index and are typically categorized as Level 2 in the fair value hierarchy.

Notes to Financial Statements (Continued)

The following table provides the fair value measurement as of April 30, 2020.

Fund	Level 1	Level 2	Total Investments
Nasdaq 7HANDL™ Index ETF			
Exchange-Traded Funds	\$17,416,005	\$—	\$17,416,005
Other Financial Instruments ⁽¹⁾			
Total Return Swap Agreement	—	364,241	364,241
Total Investments	<u>\$17,416,005</u>	<u>\$364,241</u>	<u>\$17,780,246</u>
Newfound/ReSolve Robust Momentum ETF			
Exchange-Traded Funds	\$20,412,266	\$—	\$20,412,266
Total Investments	<u>\$20,412,266</u>	<u>\$—</u>	<u>\$20,412,266</u>

(1) Other Financial Instruments are derivative instruments not reflected in the total investments, such as swap agreements, which are valued at fair value.

For the fiscal periods ended April 30, 2020, there were no Level 3 investments for which significant unobservable inputs were used to determine fair value.

B. Security Transactions and Related Income

Investment transactions are accounted for no later than the first calculation of the NAV on the business day following the trade date. For financial reporting purposes, however, security transactions are accounted for on the trade date on the last business day of the reporting period. Discounts and premiums on securities purchased are amortized over the lives of the respective securities using the effective interest method. Securities gains and losses are calculated on the identified cost basis. Interest income and expenses are accrued daily. Dividends, less foreign tax withholding, if any, are recorded on the ex-dividend date. Investment income from non-U.S. sources received by a Fund is generally subject to non-U.S. withholding taxes at rates ranging up to 30%. Such withholding taxes may be reduced or eliminated under the terms of applicable U.S. income tax treaties. The Funds may be subject to foreign taxes on gains in investments or currency repatriation. The Funds accrue such taxes, as applicable, based on their current interpretation of tax rules in the foreign markets in which they invest.

C. Cash and Cash Equivalents

Idle cash may be swept into various overnight demand deposits and is classified as cash and cash equivalents on the Statements of Assets and Liabilities. The Funds maintain cash in bank deposit accounts which, at times, may exceed United States federally insured limits. Amounts swept overnight are available on the next business day.

D. Derivative Instruments

Swap Agreements: The Funds may enter into swap agreements (“swaps”) in an attempt to obtain a particular desired return at a lower cost to the Fund than if it had been invested directly in an instrument that yielded that desired return. Swap agreements are two-party contracts entered into primarily by institutional investors for periods ranging from a few weeks to more than one year. In a standard swap transaction, two parties agree to exchange the returns (or differentials in rates of returns) earned or realized on particular predetermined investments or instruments. The gross returns to be exchanged or “swapped” between the parties are calculated with respect to a

“notional amount,” i.e., the return on or increase in value of a particular dollar amount invested in a “basket” of securities representing a particular index. The “notional amount” of the swap agreement is only a fictive basis on which to calculate the obligations the parties to a swap agreement have agreed to exchange. A Fund’s obligations (or rights) under a swap agreement will generally be equal only to the amount to be paid or received under the agreement based on the relative values of the positions held by each party to the agreement (the “net amount”).

Total Return Swaps: The Funds may enter into total return swaps to gain or mitigate exposure to the underlying securities or indices. In “long” total return swaps, the counterparty will generally agree to pay the Fund the amount, if any, by which the notional amount of the swaps would have increased in value had it been invested in the particular instruments, plus an amount equal to any dividends or interest that would have been received on those instruments. The Fund will agree to pay to the counterparty an amount equal to a fixed or floating rate of interest on the notional amount of the swaps plus the amount, if any, by which the notional amount would have decreased in value had it been invested in such instruments plus, in certain instances, commissions or trading spreads on the notional amount. Total return swaps do not involve the delivery of securities or other underlying instruments. Until a total return swap is settled in cash, the gain or loss on the notional amount plus dividends or interest on the instruments less the interest paid by the Fund on the notional amount is recorded as “unrealized appreciation or depreciation on swap agreements” and, when cash is exchanged, the gain or loss realized is recorded as “realized gains or losses on swap agreements.” A Fund may enter into total return swaps that provide the opposite return of its benchmark index or security (“short” the index or security). Its operations are similar to those swaps disclosed above except that the counterparty pays interest to the Fund on the notional amount outstanding and that dividends or interest on the underlying instruments reduce the value of the swaps plus, in certain instances, the Fund will agree to pay to the counterparty commissions or trading spreads on the notional amount. These amounts are netted against any unrealized appreciation or depreciation to determine the value of the swaps.

The primary risks associated with the use of swaps are an imperfect correlation between the prices of financial instruments and movements in the prices of the underlying investments and the inability of counterparties to perform under the agreement. The counterparty to any swap agreement will typically be a bank, investment banking firm or broker-dealer. The Fund will bear the counterparty risk, i.e., the risk of loss of the net amount, if any, expected to be received under a swap in the event of the default or bankruptcy of the swap counterparty. As of April 30, 2020, the Nasdaq 7HANDL™ Index ETF invested in a total return swap. The unrealized gain or loss at April 30, 2020 is disclosed in the Total Return Swap Agreement table found earlier in this report.

Summary of Derivative Instruments

The following table summarizes the fair values of derivative instruments on the Nasdaq 7HANDL™ Index ETF’s Statement of Assets and Liabilities, categorized by risk exposure, as of April 30, 2020.

Fund	Assets Unrealized Appreciation on Swap Agreement	Liabilities Unrealized Depreciation on Swap Agreement
Equity Risk Exposure:		
Nasdaq 7HANDL™ Index ETF	\$364,241	\$—

Notes to Financial Statements (Continued)

The following table presents the effect of derivative instruments on the Nasdaq 7HANDL™ Index ETF's Statement of Operations, categorized by risk exposure, for the fiscal year ended April 30, 2020.

Fund	Net Realized Losses on Swap Agreements Recognized as a Result from Operations	Change in Unrealized Appreciation on Swaps Recognized from Operations
Equity Risk Exposure:		
Nasdaq 7HANDL™ Index ETF	\$(278,324)	\$345,440

E. Dividends and Distributions to Shareholders

Dividends to shareholders are recorded on the ex-dividend date. For the Newfound/ReSolve Robust Momentum ETF, dividends from net investment income, if any, are declared and paid annually. Net realized capital gains, if any, are distributed at least annually. For the Nasdaq 7HANDL™ Index ETF, dividends from net investment income, if any, are declared and paid monthly. Net realized capital gains, if any, are distributed at least annually.

The amount of dividends from net investment income and net realized gains are determined in accordance with federal income tax regulations, which may differ from GAAP. These “book/tax” differences are considered either temporary or permanent in nature. To the extent these differences are permanent in nature (e.g., distributions and income received from pass-through investments, differing treatment of income relating to swap agreements), such amounts are reclassified within the capital accounts based on their nature for federal income tax purposes; temporary differences do not require reclassification. Temporary differences are primarily due to wash sales and differing treatment on certain investments. To the extent dividends and distributions exceed net investment income and net realized gains for tax purposes, they are reported as distribution of capital.

The Funds may own shares of real estate investments trusts (“REITs”) which report information on the source of their distributions annually. Distributions received from investments in REITs in excess of income from underlying investments are recorded as realized gain and/or as a reduction to the cost of the individual REIT.

F. Allocation of Expenses

Expenses directly attributable to a Fund are charged to that Fund. Expenses not directly attributable to a Fund are allocated proportionally among all series of the Trust in relation to the net assets of each series or on another reasonable basis. The Trust may share expenses with Mutual Fund & Variable Insurance Trust, another open-end management investment company managed by Rational Advisors, Inc. (the “Advisor”). Those expenses that are shared are allocated proportionally among each of the trusts or on another reasonable basis.

(3) Investment Advisory and Other Contractual Services

A. Investment Advisory Fees

The Advisor serves as the Funds' investment advisor. The Advisor is under common control with Catalyst Capital Advisors LLC and AlphaCentric Advisors LLC, the investment advisors of other funds in the same group of investment companies also known as a “fund complex”. The Nasdaq 7HANDL™ Index ETF pays 0.60% of the Fund's average daily net assets, computed daily and paid monthly, for the advisory services it receives from the Advisor. The Newfound/ReSolve Robust Momentum ETF pays 0.49% of the Fund's average daily net assets, computed daily and paid monthly, for the advisory services it receives from the Advisor.

The Advisor has contractually agreed to waive all or a portion of its management fee and/or reimburse certain operating expenses of the Funds (exclusive of acquired fund fees and expenses; brokerage commissions and trading costs; interest (including borrowing costs and overdraft charges), taxes, short sale dividends and interest expenses, expense incurred in connection with the Funds' compliance with the liquidity requirements of Rule 22e-4 under the 1940 Act and the Investment Company Reporting Modernization Rules; and non-routine or extraordinary expenses (such as litigation or reorganizational costs)) in order to limit total annual fund operating expenses after fee waivers and expense reimbursement to 0.95% for the Nasdaq 7HANDL™ Index ETF and 0.75% for the Newfound/ReSolve Robust Momentum ETF of the Fund's average annual daily net assets (“Expense Cap”). The Expense Cap will remain in effect until at least August 31, 2020 for the Nasdaq 7HANDL™ Index ETF and August 31, 2021 for the Newfound/ReSolve Robust Momentum ETF. The Expense Cap may be terminated earlier only upon the approval of the Board. The Advisor may recoup management fees that it waived or Fund expenses that it paid under this agreement for a period of three years after the fees were waived or expenses paid, if the recoupment can be achieved without causing the expense ratio (after the recoupment is taken into account) to exceed (i) the expense limit in effect at the time the fees were waived or expenses paid, or (ii) the expense limit in place at the time of recoupment.

As of April 30, 2020, the Advisor may recoup amounts from the Funds as follows:

Fund	Expires 4/30/21	Expires 4/30/22	Expires 4/30/23	Total
Nasdaq 7HANDL™ Index ETF	\$55,481	\$115,986	\$90,330	\$261,797
Newfound/ReSolve Robust Momentum ETF	—	—	49,237	49,237

B. Administration, Transfer Agent and Accounting Fees

Citi Fund Services Ohio, Inc. (“Citi”) provides financial administration, transfer agency and portfolio accounting services to the Trust. Citi performs certain services on behalf of the Trust including but not limited to: (1) preparing and filing the Trust's periodic financial reports on forms prescribed by the Securities and Exchange Commission (“SEC”); (2) calculating Fund expenses and making required disbursements; (3) calculating Fund performance data; and (4) providing certain compliance support services. As transfer agent, Citi issues shares of a Fund in Creation Units to fill purchase orders for Fund shares, maintains records of the issuance and redemption of each Fund's shares, and acts as each Fund's dividend disbursing agent. As portfolio accountant, Citi maintains certain financial records of the Trust and provides accounting services to each Fund which include the daily calculation of each Fund's NAV. Citi also performs certain other services on behalf of the Trust including providing financial information for the Trust's federal and state tax returns and financial reports required to be filed with the SEC. For these services, each Fund pays Citi a fee accrued daily and paid monthly based on a percentage of each Fund's average net assets, subject to a minimum annual fee. The fees are based on two different Series. The Nasdaq 7HANDL™ Index ETF is in Series 1 and its fees are as follows:

- 0.040% of the first \$500 million in aggregate net assets of the Funds in Series 1;
- 0.035% of the aggregate net assets of the Funds in Series 1 in excess of \$500 million to \$1 billion; and
- 0.020% of the aggregate net assets of the Funds in Series 1 in excess of \$1 billion

Notes to Financial Statements (Continued)

The asset-based fees are subject to an annual minimum, allocated among the funds in Series 1, equal to the number of Funds in Series 1 multiplied by \$50,000.

The Newfound/ReSolve Robust Momentum ETF is in Series 2 and its fees are as follows:

- 0.030% of the first \$1 billion in aggregate net assets of the Funds in Series 2;
- 0.020% of the aggregate net assets of the Funds in Series 2 in excess of \$1 billion to \$2 billion; and
- 0.010% of the aggregate net assets of the Funds in Series 2 in excess of \$2 billion

For the fiscal year ended April 30, 2020, these fees were not subject to an annual minimum.

MFund Services LLC (“MFund”), an affiliate of the Advisor, provides the Funds with various management and legal administrative services. For these services, each Fund pays MFund a fee accrued daily and paid monthly based on a percentage of each Fund’s average net assets, subject to a minimum annual fee. The fees are as follows:

- 0.030% of the aggregate net assets from \$0 to \$1,000,000,000; and
- 0.020% of the aggregate net assets above \$1,000,000,000

The asset-based fees are subject to an annual minimum of \$30,000 per Fund. In addition, the Funds reimburse MFund for any reasonable out-of-pocket expenses incurred in the performance of its duties.

C. Distribution and Shareholder Services Fees

Foreside Fund Services, LLC (the “Distributor”) is the principal underwriter and distributor of each Fund’s Shares. The Distributor is compensated by the Advisor in accordance with a Distribution Services Agreement between the Advisor and the Distributor. The Trust has adopted but has yet to implement a Rule 12b-1 Distribution Plan (the “Plan”). The Plan is designed to compensate or reimburse financial intermediaries (including the Distributor, the Advisor, and their affiliates) for activities principally intended to result in the sale of Fund shares, such as advertising and marketing of shares (including printing and disseminating prospectuses and sales literature to prospective shareholders and financial intermediaries) and providing incentives to financial intermediaries to sell shares. The Plan is also designed to cover the cost of administrative services performed in conjunction with the sale of shares, including, but not limited to, shareholder services, recordkeeping services and educational services, as well as the costs of implementing and operating the Plan. In accordance with the Plan, the Distributor may enter into agreements with financial intermediaries and dealers relating to distribution and/or marketing services with respect to the Funds. Pursuant to the Plan, the Funds may pay a 12b-1 fee not to exceed 0.25% per year of each Fund’s average daily net assets. No 12b-1 fee is currently paid by the Funds and the Board has not approved any payments under the Plan.

D. Custodian Fees

Citibank, N.A. (the “Custodian”), an affiliate of Citi, serves as custodian for each Fund and safeguards and holds each Fund’s cash and securities, settles each Fund’s securities transactions, and collects income on Fund investments. The Custodian receives fees based on the level of each Fund’s average daily net assets for the period plus out-of-pocket expenses.

E. Compliance Services

Pursuant to a Compliance Services Agreement, MFund provides chief compliance officer services to the Funds. The Funds pay MFund a monthly fee plus an asset-based fee. In addition, the Funds reimburse MFund for any reasonable out-of-pocket expenses incurred in the performance of its duties under the Compliance Services Agreement.

F. General

Certain officers of the Trust are officers, directors and/or trustees of the above companies.

The Advisor paid all organizational and offering costs of the Funds.

(4) Investment Transactions

Purchases and sales of investments, excluding in-kind transactions and short-term investments, for the fiscal year or period ended April 30, 2020 were as follows:

Fund	Purchases	Sales
Nasdaq 7HANDL™ Index ETF	\$14,814,222	\$17,299,152
Newfound/ReSolve Robust Momentum ETF	19,673,409	19,676,342

Purchases and sales of in-kind transactions for the fiscal year or period ended April 30, 2020 were as follows:

Fund	Purchases	Sales
Nasdaq 7HANDL™ Index ETF	\$12,269,248	\$4,473,347
Newfound/ReSolve Robust Momentum ETF	25,555,976	1,770,485

(5) Capital Share Transactions

Shares are issued and redeemed by each Fund only in aggregations of a specified number of shares or multiples thereof at net asset value. Except when aggregated in Creation Units, shares of each Fund are not redeemable. Transactions in shares for each Fund are disclosed in detail on the Statements of Changes in Net Assets.

The consideration for the purchase of Creation Units of a Fund generally consists of the in-kind deposit of a designated basket of securities, which constitutes an optimized representation of the securities of that Fund’s specified universe, and an amount of cash. Investors purchasing and redeeming Creation Units may be charged a transaction fee to cover the transfer and other transactional costs it incurs to issue or redeem Creation Units. The standard charge and maximum transaction fee for each Fund are \$250 and \$1,000, respectively.

From time to time, settlement of securities related to subscriptions-in-kind or redemptions-in-kind may be delayed. In such cases, securities related to in-kind contributions are reflected as “Due from custodian” and securities related to in-kind redemptions are reflected as “Securities payable related to in-kind transactions” on the Statements of Assets and Liabilities.

During the fiscal year ended April 30, 2020, the Funds received securities in exchange for subscriptions of capital shares (subscriptions-in-kind) as follows:

Fund	Fair Value
Nasdaq 7HANDL™ Index ETF	\$12,269,248
Newfound/ReSolve Robust Momentum ETF	25,555,976

Notes to Financial Statements (Continued)

(6) Federal Income Taxes

It is the policy of each Fund to qualify or continue to qualify as a regulated investment company by complying with the provisions available to certain investment companies, as defined in applicable sections of the Internal Revenue Code, and to make distributions of net investment income and net realized capital gains sufficient to relieve it from all, or substantially all, federal income taxes.

The Trust has evaluated tax positions taken or expected to be taken in the course of preparing each Fund's tax returns to determine whether it is more-likely-than not (i.e., greater than 50-percent chance) that each tax position will be sustained upon examination by a taxing authority based on the technical merits of the position. A tax position that meets the more-likely-than-not recognition threshold is measured to determine the amount of benefit to recognize in the financial statements. Differences between tax positions taken in a tax return and

amounts recognized in the financial statements will generally result in an increase in a liability for taxes payable (or a reduction of a tax refund receivable), including the recognition of any related interest and penalties as an operating expense. Tax positions taken in tax years remain subject to examination by tax authorities (generally three years plus the interim tax period since then for federal income tax purposes). The determination has been made that there are not any uncertain tax positions that would require the Funds to record a tax liability and, therefore, there is no impact to the Funds' financial statements. The Funds recognize interest and penalties, if any, related to unrecognized tax benefits as income tax expense on the Statements of Operations. During the fiscal year or period ended April 30, 2020, the Funds did not incur any interest or penalties. The tax year end for the Newfound/ReSolve Robust Momentum ETF is April 30 and the tax year end for the Nasdaq 7HANDL™ Index ETF is December 31.

As of the most recent tax year end, the tax cost of securities and the breakdown of unrealized appreciation (depreciation) for each Fund were as follows:

Fund	Tax Cost of Securities	Unrealized Appreciation	Unrealized Depreciation	Net Unrealized Appreciation/ (Depreciation)
Nasdaq 7HANDL™ Index ETF	\$23,156,229	\$1,058,584	\$(2,095)	\$1,056,489
Newfound/ReSolve Robust Momentum ETF	20,240,908	171,358	—	171,358

The differences between book-basis and tax-basis unrealized appreciation/depreciation is attributable primarily to basis adjustments for wash sales.

The tax character of distributions paid during the most recent tax year end were as follows:

Fund	Distributions paid from				
	Ordinary Income	Net Long Term Capital Gains	Total Taxable Distributions	Return of Capital	Total Distributions Paid
Nasdaq 7HANDL™ Index ETF	\$874,876	\$—	\$874,876	\$231,430	\$1,106,306
Newfound/ReSolve Robust Momentum ETF	41,764	—	41,764	—	41,764

The tax character of distributions paid during the previous tax year end were as follows:

Fund	Distributions paid from				
	Ordinary Income	Net Long Term Capital Gains	Total Taxable Distributions	Return of Capital	Total Distributions Paid
Nasdaq 7HANDL™ Index ETF	\$97,189	\$—	\$97,189	\$266,122	\$363,311

As of the most recent tax year end, the components of accumulated earnings/(deficit) on a tax basis were as follows:

Fund	Undistributed Ordinary Income	Undistributed Long Term Capital Gains	Accumulated Earnings	Accumulated Capital and Other Losses	Unrealized Appreciation/ (Depreciation)	Total Accumulated Earnings (Deficit)
Nasdaq 7HANDL™ Index ETF	\$—	\$—	\$—	\$(243,245)	\$1,056,489	\$813,244
Newfound/ReSolve Robust Momentum ETF	18,541	—	18,541	(3,584,118)	171,358	(3,394,219)

Permanent Tax Differences:

As of the most recent tax year end, the following reclassifications relating primarily to redemptions in-kind and non-deductible offering costs have been made to increase (decrease) such accounts with offsetting adjustments as indicated.

Fund	Total Distributable Earnings / (Loss)	Paid in Capital
Newfound/ReSolve Robust Momentum ETF	\$(39,037)	\$39,037

As of the most recent tax year end, the following Funds have a net capital loss carryforward ("CLCF") as summarized in the table below. This CLCF is not subject to expiration:

Fund	Short-Term Amount	Long-Term Amount	Total
Nasdaq 7HANDL™ Index ETF	\$231,289	\$11,956	\$243,245
Newfound/ReSolve Robust Momentum ETF	3,584,118	—	3,584,118

Notes to Financial Statements (Continued)

(7) Investment Risks

ETF Risk

The NAV of a Fund can fluctuate up or down, and you could lose money investing in a Fund if the prices of the securities owned by the Fund decline. In addition, a Fund may be subject to the following risks: (1) the market price of a Fund's shares may trade above or below its NAV; (2) an active trading market for a Fund's shares may not develop or be maintained; or (3) trading of a Fund's shares may be halted if the listing exchange's officials deem such action appropriate, the shares are delisted from the exchange, or the activation of market-wide "circuit breakers" (which are tied to large decreases in stock prices) halts stock trading generally.

Market Risk

Overall market risks may also affect the value of the Funds. The market values of securities or other investments owned by the Funds will go up or down, sometimes rapidly or unpredictably. Factors such as economic growth and market conditions, interest rate levels, exchange rates and political events affect the securities markets. Changes in market conditions and interest rates generally do not have the same impact on all types of securities and instruments. Unexpected local, regional or global events and their aftermath, such as war; acts of terrorism; financial, political or social disruptions; natural, environmental or man-made disasters; the spread of infectious illnesses or other public health issues; recessions and depressions; or other tragedies, catastrophes and events could have a significant impact on the Funds and their investments and could result in increased premiums or discounts to the Funds' net asset values, and may impair market liquidity, thereby increasing liquidity risk. Such events can cause investor fear and panic, which can adversely affect the economies of many companies, sectors, nations, regions and the market in general, in ways that cannot necessarily be foreseen. The Funds could lose money over short periods due to short-term market movements and over longer periods during more prolonged market downturns. During a general market downturn, multiple asset classes may be negatively affected. In times of severe market disruptions you could lose your entire investment.

An outbreak of infectious respiratory illness caused by a novel coronavirus known as COVID-19 was first detected in China in December 2019 and subsequently spread globally. This coronavirus has resulted in, among other things, travel restrictions, closed international borders, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery, prolonged quarantines, significant disruptions to business operations, market closures, cancellations and restrictions, supply chain disruptions, lower consumer demand, and significant volatility and declines in global financial markets, as well as general concern and uncertainty. The impact of COVID-19 has adversely affected, and other infectious illness outbreaks that may arise in the future could adversely affect, the economies of many nations and the entire global economy, individual issuers and capital markets in ways that cannot necessarily be foreseen. In addition, the impact of infectious illnesses in emerging market countries may be greater due to generally less established healthcare systems. Public health crises caused by the COVID-19 outbreak may exacerbate other pre-existing political, social and economic risks in certain countries or globally. The duration of the COVID-19 outbreak and its effects cannot be determined with certainty.

Underlying Fund Risk

The ETFs in which the Funds invest, are subject to investment advisory and other expenses, which will be indirectly paid by the Funds. As a result, the cost of investing in the Funds will be higher than the cost of investing directly in the ETFs and may be higher than other funds that invest directly in stocks and bonds. Each of the ETFs is subject to its own specific risks.

As of April 30, 2020, 95.35% of the Newfound/Resolve Robust Momentum ETF's net assets were invested in iShares 7-10 Year Treasury Bond ETF. The financial statements of iShares 7-10 Year Treasury Bond ETF, including its portfolio of investments, can be found at the SEC's website www.sec.gov and should be read in conjunction with the Newfound/Resolve Robust Momentum ETF's financial statements.

(8) Subsequent Events

Management of the Funds has evaluated the need for disclosures and/or adjustments resulting from subsequent events through the date these financial statements were issued. Based upon this evaluation, no additional disclosures or adjustments were required to the financial statements as of April 30, 2020.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders of Strategy Shares NASDAQ 7 HANDL™ Index ETF and
Strategy Shares Newfound/ReSolve Robust Momentum ETF and
Board of Trustees of Strategy Shares

Opinion on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the portfolios of investments, of Strategy Shares comprising the funds listed below (the “Funds”) as of April 30, 2020, the related statements of operations, the statements of changes in net assets, and the financial highlights for each of the periods indicated below, including the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of April 30, 2020, the results of their operations, the changes in their net assets, and the financial highlights for each of the periods indicated below in conformity with accounting principles generally accepted in the United States of America.

Fund Name	Statements of Operations	Statements of Changes in Net Assets	Financial Highlights
Strategy Shares NASDAQ 7 HANDL™ Index ETF	For the year ended April 30, 2020	For the years ended April 30, 2020 and 2019	For the years ended April 30, 2020, 2019 and for the period from January 16, 2018 (commencement of operations) through April 30, 2018
Strategy Shares Newfound/ReSolve Robust Momentum ETF	For the period from November 1, 2019 (commencement of operations) through April 30, 2020		

Basis for Opinion

These financial statements are the responsibility of the Funds’ management. Our responsibility is to express an opinion on the Funds’ financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of April 30, 2020, by correspondence with the custodian and brokers. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as the auditor of one or more investment companies with a related advisor since 2015.

A handwritten signature in black ink that reads "Cohen & Company, Ltd." The signature is written in a cursive, flowing style.

COHEN & COMPANY, LTD.

Chicago, Illinois

June 25, 2020

Additional Information

Additional Federal Income Tax Information (Unaudited)

For the period ended April 30, 2020, the following percentages of the total ordinary income distributions paid by the Funds qualify for the distributions received deduction available to corporate shareholders.

Fund	Distributions Received Deduction
Newfound/ReSolve Robust Momentum ETF	44.40%

For the year or period ended April 30, 2020, and December 31, 2019 for the Nasdaq 7HANDL™ Index ETF, distributions paid by the Funds may be subject to a maximum tax rate of 15%, as provided by the Jobs and Growth Tax Relief Reconciliation Act of 2003. The Funds intend to designate the maximum amount allowable as taxed at a maximum rate of 15%. Complete information will be reported in conjunction with your 2019 and 2020 Form 1099-DIV.

For the year or period ended April 30, 2020, and December 31, 2019 for the Nasdaq 7HANDL™ Index ETF, the percentages of Qualified Dividend Income are as follows:

Fund	Qualified Dividend Income
Nasdaq 7HANDL™ Index ETF	12.38%
Newfound/ReSolve Robust Momentum ETF	51.69%

During the period ended April 30, 2020, the Newfound/ReSolve Robust Momentum ETF designated 0.03% as interest-related dividends for certain non-U.S. resident investors.

The Newfound/Resolve Robust Momentum ETF intends to elect to pass through to shareholders the income tax credit for taxes paid to foreign countries. Foreign source income and foreign tax expense per outstanding shares on April 30, 2020 are as follows:

Fund	Foreign Source Income	Foreign Tax Expense
Newfound/ReSolve Robust Momentum ETF	\$0.02	\$0.00

The pass-through of the foreign tax credit will only affect those persons who are shareholders on the dividend record date in December 2020. These shareholders will receive more detailed information along with their 2020 Form 1099-DIV.

Premium/Discount Information (Unaudited)

The Funds' website at www.strategysharesetfs.com shows the previous day's closing NAV and closing market price for each Fund's ETF Shares. The website also discloses, in the Premium/Discount section of each Fund's page, how frequently each Fund's ETF Shares traded at a premium or discount to NAV (based on closing NAVs and market prices) and the magnitudes of such premiums and discounts.

Additional Information (Continued)

Consideration and Approval of Management Agreement between Strategy Shares and Rational Advisors, Inc. with respect to Strategy Shares Newfound/ReSolve Robust Momentum ETF (Unaudited)

In connection with a regular in-person meeting held on June 24, 2019, the Board of Trustees (the “Board” or the “Trustees”) of Strategy Shares (the “Trust”), including a majority of the Trustees who are not “interested persons,” as that term is defined in the Investment Company Act of 1940, as amended, discussed the approval of the management agreement between the Trust and Rational Advisors, Inc. (“Rational”) with respect to Strategy Shares Newfound/ReSolve Robust Momentum ETF (the “Fund”), a series of the Trust (the “Management Agreement”).

The Trustees were assisted by legal counsel throughout the review process. The Trustees relied upon the advice of legal counsel and their own business judgment in evaluating the Management Agreement and the weight to be given to each factor considered. The conclusions reached by the Trustees were based upon a comprehensive evaluation and discussion of all the information provided and were not the result of any one factor. Moreover, each Trustee may have afforded different weight to the various factors in reaching his conclusions with respect to the Management Agreement. In connection with their deliberations regarding approval of the Management Agreement, the Trustees reviewed materials prepared by Rational (the “Rational 15(c) Response”).

Nature, Extent and Quality of Services. The Trustees noted that they were familiar with the personnel who serve the Rational funds, they discussed the experience of Rational’s key personnel with respect to managing ETFs and recognized that Rational’s qualified professionals have consistently provided quality services. The Trustees noted that there were no new compliance or regulatory issues concerning Rational and noted the firm’s strong culture of compliance. After further discussion and review of the Rational 15(c) Response, the Trustees’ view was that Rational would provide an acceptable level of services to the Fund.

Performance. The Trustees could not consider the performance of the Fund as it had not yet commenced operations. The Trustees reviewed the performance of the Strategy Shares Nasdaq 7HANDL™ Index ETF (the “7HANDL ETF”), that also has a passive index-tracking strategy advised by the same investment team as the one proposed for the Fund, relative to the 7HANDL ETF’s benchmark, the Bloomberg Barclays U.S. Aggregate TR Index, and underlying index, the Nasdaq 7HANDL™ TR Index (the “7HANDL Index”), for the one year and since inception (January 16, 2018) periods ended April 30, 2019. The Board noted the 7HANDL ETF outperformed the Bloomberg Barclays U.S. Aggregate TR Index for the one year and since inception periods ended April 30, 2019 and underperformed the 7HANDL Index for the same periods.

Fees and Expenses. The Trustees considered the distinct nature of the proposed Fund’s investment strategy and compared the proposed management fee for the Fund of 0.49% of daily net assets to the median, average and high- to low- range of management fees of the funds in its respective peer group of funds and the Morningstar Tactical Allocation (ETFs) categories. The Trustees noted that there are only five active funds in the Morningstar Tactical Allocation (ETFs) category and, as a result, the constituent funds making up the peer group and the category are the same. The Trustees determined the proposed management fee is at the low end of the peer group of funds and the Morningstar Tactical Allocation (ETFs) categories. The Trustees noted that the proposed expense ratio of 0.75% for the Fund, plus anticipated acquired fund fees between 0.05% and 0.15%, correspond to a net expense ratio between 0.80% and 0.90%. The Trustees noted that the proposed net expense ratio is lower than the median, and average expense ratios, and at the low end of the high- to low- range of net expenses, for the Fund’s peer group of funds and the Morningstar Tactical Allocation (ETFs) categories. The Trustees discussed and favorably viewed Rational’s willingness to subsidize fund expenses under the proposed expense limitation agreement between the Trust and Rational. The Trustees also considered the index licensing fee arrangement pursuant to which Rational would pay two-thirds of the net advisory fee, less any marketing expenses.

Profitability. The Trustees discussed the profitability analysis provided by Rational concerning the Fund. They considered that Rational was projecting a net loss resulting from the services it would provide to the Fund during its first 24 months of operation.

“Fall-out” Benefits. The Trustees considered fall-out benefits received by Rational and its affiliates from their relationship with the Fund and the Trust.

Economies of Scale. The Trustees considered the terms of the Management Agreement and noted that it did not contain breakpoints to reduce the fee rate on assets at certain levels. The Trustees noted that as the Fund’s assets grow, breakpoints could allow Rational to share the resulting economies of scale with the Fund and its future shareholders. They noted that Rational estimates that the Fund would not benefit from economies of scale until the Fund reaches \$65 million in assets. They discussed the potential for growth of the assets of the Fund and determined that the issue of economies of scale would be revisited as assets of the Fund increase.

Conclusion. No single factor was determinative to the decision of the Trustees. Having reviewed and discussed in depth such information from Rational as the Trustees believed to be reasonably necessary to evaluate the terms of the Management Agreement, and as assisted by the advice of counsel, the Trustees concluded that approval of the Management Agreement between Rational and the Trust, on behalf of the Fund, was in the best interests of the Fund and its future shareholders.

Consideration and Renewal of Management Agreement between Strategy Shares and Rational Advisors, Inc. with respect to Strategy Shares Nasdaq 7HANDL™ Index ETF (Unaudited)

In connection with a regular in-person meeting held on December 13, 2019, the Board of Trustees (the “Board” or the “Trustees”) of Strategy Shares (the “Trust”), including a majority of the Trustees who are not “interested persons,” as that term is defined in the Investment Company Act of 1940, as amended, discussed the approval of the renewal of the management agreement between the Trust and Rational Advisors, Inc. (“Rational”) with respect to Strategy Shares Nasdaq 7HANDL™ Index ETF (the “Fund”), a series of the Trust (the “Management Agreement”).

The Trustees were assisted by legal counsel throughout the review process. The Trustees relied upon the advice of legal counsel and their own business judgment in evaluating the Management Agreement and the weight to be given to each factor considered. The conclusions reached by the Trustees were based upon a comprehensive evaluation and discussion of all the information provided and were not the result of any one factor. Moreover, each Trustee may have afforded different weight to the various factors in reaching his conclusions with respect to the Management Agreement. In connection with their deliberations regarding approval of the Management Agreement, the Trustees reviewed materials prepared by Rational (the “Rational 15(c) Response”). The Trustees also considered the information presented at Board meetings throughout the year.

Nature, Extent and Quality of Services. The Trustees reviewed the Rational 15(c) Response and considered the unique nature of the Fund’s strategy. The Trustees reviewed information concerning the background and experience of the portfolio management and other personnel who provide services to the Fund, as well as information concerning Rational’s financial condition and resources; business operations; and compliance program. After further discussion, the Trustees were of the view that Rational had sufficient quality of personnel, resources, operations and compliance policies and procedures essential to performing its duties under the Management Agreement and that the nature, overall quality and extent of the advisory services provided to the Fund by Rational were acceptable.

Performance. The Trustees reviewed the Fund’s investment performance for various periods ended September 30, 2019. The Trustees noted that the Fund outperformed the peer group average and Morningstar Allocation 30-50% + Equity (ETF) Category for the one-year and since inception (January 16, 2018) periods. The Board also noted that the Fund underperformed the benchmark, the Bloomberg Barclays U.S. Aggregate TR Index, for the one-year period and since inception periods. The Board also noted that the Fund outperformed the Nasdaq 7HANDL TR Index for the one-year period but underperformed for the since inception period. The Board noted that the Fund has delivered returns in line with the Nasdaq 7HANDL TR Index and a regular 7% distribution yield.

Fees and Expenses. The Board reviewed the Fund’s fees and expenses in comparison to those of funds in the Fund’s peer group and Morningstar categories. The Board considered that Rational received a maximum annual advisory fee of 0.60% with respect to the Fund, which is higher than the average advisory fees paid by funds in the peer group and in the Morningstar Allocation 30-50% + Equity (ETF) Category.

Profitability. The Trustees referred to a profitability analysis that was prepared by Rational and analyzed whether the amount of profit with respect to the Fund was excessive. The Trustees concluded that Rational’s profit margin was reasonable in terms of actual dollars and as a percentage of revenue.

“Fall-out” Benefits. The Trustees considered fall-out benefits received by Rational and its affiliates from their relationship with the Fund and the Trust.

Economies of Scale. The Trustees considered whether Rational had realized economies of scale with respect to the management of the Fund. The Trustees agreed that the Fund had not yet reached an asset level that would reflect economies of scale.

Conclusion. The Trustees considered many factors, and no single factor was determinative to the decision of the Trustees concerning the renewal of the Management Agreement. Having requested, reviewed and discussed in depth such information from Rational as the Trustees believed to be reasonably necessary to evaluate the terms of the Management Agreement, and as assisted by the advice of counsel, the Trustees considered the 15(c) factors and concluded that the renewal of the Management Agreement with Rational on behalf of the Fund was in the best interests of the shareholders of the Fund.

Board of Trustees and Trust Officers (Unaudited)

The following tables provide information about Board of Trustees and the senior officers of the Trust. Each of the Trustees is deemed to be an Independent Trustee of the Trust. Each Trustee oversees all portfolios of the Trust and serves for an indefinite term (subject to mandatory retirement provisions). Information about each Trustee is provided below and includes each person's: name, address, age (as of the date of the Funds' most recent fiscal year end), present position(s) held with the Trust, principal occupations for the past five years. Please note that the information consolidates and includes historical information from their service as Trustee or officer of the Original Trusts. Unless otherwise noted, the business address of each person listed below is c/o Strategy Shares, 36 North New York Avenue, Huntington, NY 11743. Unless otherwise noted, each officer is elected annually by the Board. Each Trustee and officer also serves in the same capacity for Mutual Fund and Variable Insurance Trust, another open-end investment company whose series are managed by the Advisor. Collectively, the Trust, Mutual Fund and Variable Insurance Trust, Mutual Fund Series Trust, Variable Insurance Trust, AlphaCentric Prime Meridian income Fund and the TCG Financial Series Trusts I-X comprise the "Fund Complex" as of April 30, 2020.

Independent Trustees Background

Name, Address and Age	Position with the Trust	Term of Office and Length of Time Served*	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex** Overseen by Trustee	Other Directorships Held by Trustee
Tobias Caldwell Year of Birth: 1967	Chairman of the Board and Trustee	Since January 2016	Managing Member, Genovese Family Enterprises, LLC (1999 – present) (real estate firm); Managing member, PTL Real Estate, LLC (2000 – present) (real estate/investment firm); Managing member, Bear Properties, LLC (2006 – present) (real estate firm).	61	Chairman of the Board of Trustees, Mutual Fund and Variable Insurance Trust, (January 2016 – present); Lead independent trustee and Chairman of Audit Committee, Mutual Fund Series Trust (2006 – present), Independent Trustee and Chair of Audit Committee, Variable Insurance Trust (2010 – present); Trustee, M3Sixty Funds Trust (2016 – present); Chairman of the Board, AlphaCentric Prime Meridian Income Fund (July 2018 – present).
Stephen P. Lachenauer Year of Birth: 1967	Trustee and Audit Committee Chairman	Since January 2016	Attorney, private practice (2011 – present).	19	Chair of the Audit Committee and Trustee, Mutual Fund and Variable Insurance Trust (January 2016 – present); Trustee, TCG Financial Series Trusts I-X (2015 – present); Trustee and Chair of the Audit Committee, AlphaCentric Prime Meridian Income Fund (July 2018 – present).
Donald McIntosh Year of Birth: 1967	Trustee	Since January 2016	Credit risk review analyst, Santander Holdings USA (May 2015 – present); Governance analyst, Santander Bank (2011 – April 2015).	19	Trustee, Mutual Fund and Variable Insurance Trust (January 2016 – present); Trustee, TCG Financial Series Trusts I-X (2015 – present); Trustee, AlphaCentric Prime Meridian Income Fund (July 2018 – present).

* The term of office of each Trustee is indefinite.

** The "Fund Complex" includes the Trust, Mutual Fund and Variable Insurance Trust, Mutual Fund Series Trust, Variable Insurance Trust, AlphaCentric Prime Meridian Income Fund and the TCG Financial Series Trusts I-X, each a registered investment company.

Board of Trustees and Trust Officers (Unaudited) (Continued)

Officers*

Name, Address and Year of Birth	Position with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During Past 5 Years
Jerry Szilagyi 53 Palmeras St., Suite 601 San Juan, PR 00901 Year of Birth: 1962	President and Chief Executive Officer	Since March 2016	President, Rational Advisors, Inc., January 2016 – present; Chief Executive Officer, Catalyst Capital Advisors LLC, January 2006 – present; Member, AlphaCentric Advisors LLC, February 2014 – present; Managing Member, MFund Distributors LLC, October 2012 – present; Managing Member, MFund Services LLC, January 2012 – present; President, Abbingtion Capital Group LLC, 1998 – present; CEO, Catalyst Capital International, LLC, 2017 – present; President, USA Mutuals, Inc., March 2011 – July 2016; President, Cross Sound LLC, June 2011 – July 2016; CEO, Catalyst International Advisors LLC, November 2019 – present; CEO, Insights Media LLC, November 2019 – present; CEO, MFund Management LLC, November 2019 – present.
James Szilagyi Year of Birth: 1963	Treasurer	Since March 2016	Product Manager, Catalyst Capital Advisors LLC, September 2015 – present; Senior Business Consultant, Fidelity Information Services, 2011 – September 2015.
Frederick J. Schmidt Year of Birth: 1959	Chief Compliance Officer	Since March 2016	Director, MFund Services LLC, May 2015 – present; Director & Chief Compliance Officer, Citi Fund Services, 2010 – 2015.
Jennifer A. Bailey Year of Birth: 1968	Secretary	Since March 2016	Director of Legal Services, MFund Services LLC, February 2012 – present.
Michael Schoonover 53 Palmeras St., Suite 601 San Juan, PR 00901 Year of Birth: 1983	Vice President	Since June 2018	Chief Operating Officer, Catalyst Capital Advisors LLC & Rational Advisors, Inc., June 2017 – present; Portfolio Manager, Catalyst Capital Advisors LLC, December 2013 – present; Portfolio Manager, Rational Advisors, Inc., January 2016 – May 2018; President, MFund Distributors LLC, January 2020 – present; COO, Catalyst International Advisors LLC, November 2019 – present; COO, Insights Media LLC, November 2019 – present; COO, MFund Management LLC, November 2019 – present.

* Officers do not receive any compensation from the Trust

The Funds' Statement of Additional Information ("SAI") includes additional information about the Trustees and is available without charge, upon request. You may call toll-free at 855-477-3837 to request a copy of the SAI or to make shareholder inquiries.

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VOTING PROXIES ON FUND PORTFOLIO SECURITIES

A copy of the policies and procedures that the Funds use to determine how to vote proxies relating to securities held in the Funds' portfolios, as well as a record of how the Funds voted any such proxies during the most recent 12-month period ended June 30, is available without charge and upon request by calling 1-855-HSS-ETFS or 1-855-477-3837 or at www.strategysharesetfs.com. This information is also available from the EDGAR database on the SEC's website at www.sec.gov.

QUARTERLY PORTFOLIO SCHEDULE

The Funds file with the SEC a complete schedule of their portfolio holdings, as of the close of the first and third quarters of their fiscal year, on Form N-PORT. Prior to April 30, 2020 these filings were made on Form N-Q. These filings are available on the SEC's website at www.sec.gov. You may also access this information at www.strategysharesetfs.com by selecting "Form N-PORT," or for filings made before April 30, 2020, "Form N-Q."

Rational Advisors, Inc. is the investment advisor of the Funds. Rational Advisors, Inc. maintains corporate records of the Funds. Foreside Fund Services, LLC is the principal underwriter and distributor of each Fund's shares.

Exchange-traded funds are not bank deposits or obligations, are not guaranteed by any bank, and are not insured or guaranteed by the U.S. government, the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other government agency. Investment in exchange-traded funds involves investment risk, including the possible loss of principal.

This report is authorized for distribution to prospective investors only when preceded or accompanied by a prospectus which contains facts concerning the Funds' objectives and policies, management fees, expenses and other information.

Strategy Shares Nasdaq 7HANDL™ Index ETF (HNDL) Cusip 86280R506	Strategy Shares Newfound/ReSolve Robust Momentum ETF (ROMO) Cusip 86280R886
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Strategy Shares Shareholder Services: 1-855-477-3837