

T-Rex 2X Inverse Ether Daily Target ETF

TICKER: ETQ (Listed on Cboe BZX Exchange, Inc.)

This annual shareholder report contains important information about the T-Rex 2X Inverse Ether Daily Target ETF for the period of October 25, 2024 (Inception) to December 31, 2024. You can find additional information about the Fund at www.rexshares.com/etq/. You can also request this information by contacting us at (833) 759-6110.

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
T-Rex 2X Inverse Ether Daily Target ETF	\$12 ¹	0.95% ²

¹ Costs are for the period of October 25, 2024 to December 31, 2024. Costs for a full annual period would be higher.

² Annualized.

Objective and Strategy

The T-Rex 2X Inverse Ether Daily Target ETF (the “Fund”) seeks -2x (negative 200%) of the daily return of the spot Ether ETF (ETHA). Each trading session, the Fund rebalances its short exposure to maintain a target of negative 200% for that day’s performance.

Performance Summary

For the period of October 25, 2024 to December 31, 2024, the Fund recorded -60.84%, contrasted with ETHA’s +33.92% rise.

- Inverse Leverage in an Upward Market: Because Ether prices generally advanced through this period, the Fund’s daily negative 2x structure encountered repeated losses, which compounded over time, resulting in a significant negative return.
- Downward Compounding: When the underlying asset experiences frequent daily gains, an inverse-leveraged fund can decline faster than a simple negative 2x (final net change), due to the daily reset and resulting negative compounding.

Key Considerations

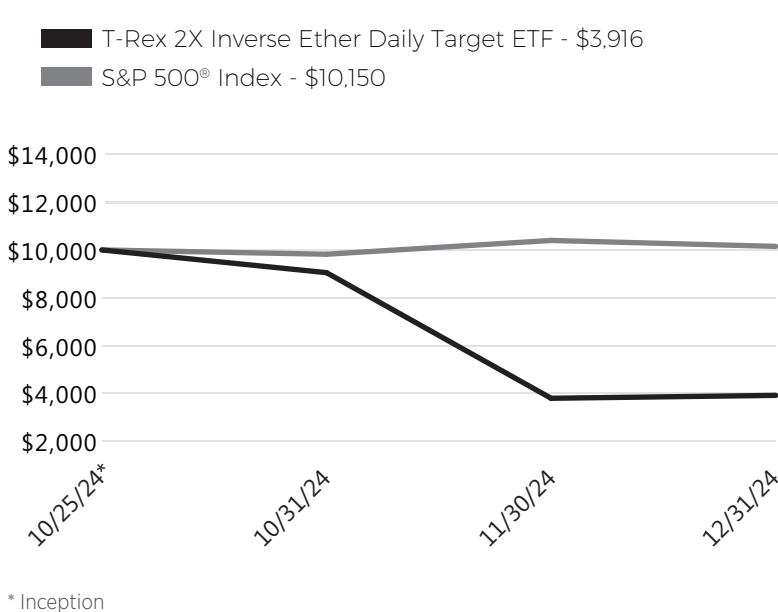
1. Elevated Loss Potential: Inverse 2x strategies are particularly vulnerable to protracted upward trends in the underlying. Such conditions can produce outsized losses, as was the case for the Fund during Ether’s rally.
2. Volatility Drag: Even moderate volatility can adversely affect a short-leveraged product. Each daily rebalancing event can “reset” the short position at higher levels, amplifying losses if the trend persists.
3. Tactical vs. Long-Term: The Fund is intended for short-term hedging or speculative strategies in markets expected to move lower. Sustained Ether price increases pose considerable risk for inverse-leveraged holders over multi-day or multi-week spans.

Conclusion

The Fund delivered an outcome consistent with its stated daily objectives: The Fund experienced -60.84% losses as it inversely tracks Ether’s daily price, magnifying the negative effect of consecutive up days for the underlying. As with any levered product tied to a volatile asset like Ether, these results highlight the importance of short-term management and risk awareness when considering the Funds for a trading or hedging approach.

Cumulative Performance

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



Annual Performance

	Total Return Since Inception (10/25/24)
T-Rex 2X Inverse Ether Daily Target ETF	-60.84%
S&P 500® Index	1.50%

The S&P 500® Index is a broad-based unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general.

The Fund’s past performance is not a good predictor 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.

Key Fund Statistics

(as of December 31, 2024)

Fund Net Assets	\$587,126
Number of Holdings	2
Total Advisory Fee	\$669
Annual Portfolio Turnover	0.00%

What did the Fund invest in?

(% of Net Assets as of December 31, 2024)

Sector Breakdown



Portfolio Composition

Cash Collateral	155.05%
Derivatives	8.76%
First American Government Obligations Fund	8.43%
Other Assets Net of Liabilities	-72.24%

For additional information about the Fund; including its prospectus, financial information, holdings and proxy information, visit www.rexshares.com/etq/.