(December 2017 Department of the Treasury

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-0123

Internal Revenue Service Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name STRATEGY SHARES NASDAQ 7 HANDL INDEX ETF 82-3002399 3 Name of contact for additional information 4 Telephone No. of contact 5 Email address of contact JAMES SZILAGYI JIMS@CATALYSTMF.COM 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and ZIP code of contact 36 NORTH NEW YORK AVE FLOOR 2 HUNINGTON, NY 11743 8 Date of action 9 Classification and description SEE ATTACHED NON-TAXABLE RETURN OF CAPITAL DISTRIBUTION 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) HNDL SEE ATTACHED N/A Organizational Action Attach additional statements if needed. See back of form for additional questions. Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► STRATEGY SHARES NASDAQ 7 HANDL INDEX ETF ("THE FUND") IS A REGULATED INVESTMENT COMPANY. A PORTION OF THE DISTRIBUTIONS PAID BY THE FUND ARE CONSIDERED A NON-TAXABLE RETURN OF CAPITAL PER THE ATTACHED SCHEDULE. Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ► THE AMOUNT OF NON-TAXABLE RETURN OF CAPITAL, ON THE ATTACHED SCHEDULE, REPRESENTS AN ADJUSTMENT IN THE SHAREHOLDERS' TAX BASIS IN THEIR SHARES HELD. Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ► THE TAX BASIS OF THE SHAREHOLDERS' SHARES IS DECREASED BY THE PER SHARE AMOUNT OF NON-TAXABLE RETURN OF CAPITAL, ON THE ATTACHED SCHEDULE, MULTIPLIED BY THE NUMBER OF SHARES THE SHAREHOLDER OWNS.

Part II **Organizational Action** (continued) List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ INTERNAL REVENUE CODE SECTIONS 301, 316, AND 852. 18 Can any resulting loss be recognized? ► NO LOSS WILL BE RECOGNIZED AS A RESULT OF ANY NON-TAXABLE RETURN OF CAPITAL Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ THE ATTACHED SCHEDULE SHOWS THE PER SHARE AMOUNTS AND DATES OF THE DISTRIBUTIONS IMPACTED BY THIS ORGANIZATIONAL ACTION. THE INFORMATION PROVIDED ABOVE WAS PROVIDED ON THE SHAREHOLDER'S 2019 1099-DIV Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge. A SIGNED COPY OF THE FORM IS MAINTAINED Sign Here Signate AT THE OFFICES OF THE TAXPAYER Date ▶ Print your name ▶ Title ▶ Preparer's signature Print/Type preparer's name PTIN Check if Paid self-employed **Preparer** Firm's EIN ▶ Firm's name **Use Only** Firm's address ▶ Phone no.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

STRATEGY SHARES NASDAQ 7 HANDL INDEX ETF IRS FORM 8937 82-3002399

			TOTAL DISTRIBUTION	NON-DIVIDEND DISTRIBUTION (RETURN OF CAPITAL)
CUSIP	TICKER	PAYABLE DATE	PER SHARE	PER SHARE
86280R506	HNDL	1/16/2019	\$ 0.132475	\$ 0.027713
86280R506	HNDL	2/15/2019	\$ 0.134750	\$ 0.028189
86280R506	HNDL	3/15/2019	\$ 0.135800	\$ 0.028408
86280R506	HNDL	4/15/2019	\$ 0.137959	\$ 0.028860
86280R506	HNDL	5/15/2019	\$ 0.137317	\$ 0.028726
86280R506	HNDL	6/17/2019	\$ 0.138834	\$ 0.029043
86280R506	HNDL	7/16/2019	\$ 0.140992	\$ 0.029494
86280R506	HNDL	8/15/2019	\$ 0.140467	\$ 0.029385
86280R506	HNDL	9/17/2019	\$ 0.141284	\$ 0.029555
86280R506	HNDL	10/16/2019	\$ 0.140525	\$ 0.029397
86280R506	HNDL	11/15/2019	\$ 0.140234	\$ 0.029336
86280R506	HNDL	12/16/2019	\$ 0.140875	\$ 0.029470