



M_CELHENNY SHEFFIELD

CAPITAL MANAGEMENT

McELHENNY SHEFFIELD MANAGED RISK ETF (MSMR)

Annual Financial Statements and Additional Information

October 31, 2025

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McELHENNY SHEFFIELD MANAGED RISK ETF
SCHEDULE OF INVESTMENTS
October 31, 2025

	<u>Shares</u>	<u>Value</u>
EXCHANGE TRADED FUNDS - 99.8%		
U.S. Equity, Biotechnology - 20.8%		
iShares Biotechnology ETF	196,556	<u>\$ 31,327,095</u>
U.S. Equity, Consumer Discretionary - 14.3%		
Consumer Discretionary Select Sector SPDR Fund	90,010	<u>21,596,099</u>
U.S. Equity, Small Cap - 14.8%		
iShares Russell 2000 ETF	90,481	<u>22,279,137</u>
U.S. Equity, Total Market - 9.6%		
Vanguard Total Stock Market ETF	43,458	<u>14,576,682</u>
U.S. Nasdaq, Large Cap Non-Financial - 40.3%		
Invesco QQQ Trust Series 1 ^(a)	96,569	<u>60,748,661</u>
TOTAL EXCHANGE TRADED FUNDS (Cost \$145,275,812)		<u>150,527,674</u>
SHORT-TERM INVESTMENTS		
MONEY MARKET FUNDS - 0.3%		
First American Treasury Obligations Fund - Class X, 3.98% ^(b)	467,045	<u>467,045</u>
TOTAL MONEY MARKET FUNDS (Cost \$467,045)		<u>467,045</u>
TOTAL INVESTMENTS - 100.1% (Cost \$145,742,857)		\$150,994,719
Liabilities in Excess of Other Assets - (0.1)%		<u>(111,804)</u>
TOTAL NET ASSETS - 100.0%		<u>\$150,882,915</u>

Percentages are stated as a percent of net assets.

The Fund's security classifications are defined by the Fund Adviser.

^(a) Fair value of this security exceeds 25% of the Fund's net assets. Additional information for this security, including the financial statements, is available from the SEC's EDGAR database at www.sec.gov.

^(b) The rate shown represents the 7-day annualized yield as of October 31, 2025.

The accompanying notes are an integral part of these financial statements.

McELHENNY SHEFFIELD MANAGED RISK ETF
STATEMENT OF ASSETS AND LIABILITIES
October 31, 2025

ASSETS:	
Investments, at value	\$150,994,719
Dividends receivable	<u>1,581</u>
Total assets	<u>150,996,300</u>
LIABILITIES:	
Payable to adviser	<u>113,385</u>
Total liabilities	<u>113,385</u>
NET ASSETS	<u>\$150,882,915</u>
Net Assets Consists of:	
Paid-in capital	\$154,289,101
Total distributable earnings (accumulated losses)	<u>(3,406,186)</u>
Total net assets	<u>\$150,882,915</u>
Net assets	\$150,882,915
Shares issued and outstanding ^(a)	4,300,000
Net asset value per share	\$ 35.09
Cost:	
Investments, at cost	\$145,742,857

^(a) Unlimited shares authorized without par value.

The accompanying notes are an integral part of these financial statements.

McELHENNY SHEFFIELD MANAGED RISK ETF
STATEMENT OF OPERATIONS
For the Year Ended October 31, 2025

INVESTMENT INCOME:

Dividend income from affiliated securities	\$ 1,633,324
Dividend income from unaffiliated securities	<u>1,437,565</u>
Total investment income	<u>3,070,889</u>

EXPENSES:

Investment advisory fee	<u>954,181</u>
Total expenses	<u>954,181</u>
Net investment income	<u>2,116,708</u>

REALIZED AND UNREALIZED GAIN (LOSS)

Net realized gain (loss) from:	
Investments in unaffiliated securities	(3,323,056)
Investments in affiliated securities	(1,467,052)
In-kind redemptions in unaffiliated securities	21,842,201
In-kind redemptions in affiliated securities	<u>1,374,800</u>
Net realized gain (loss)	<u>18,426,893</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	<u>5,217,642</u>
Net change in unrealized appreciation (depreciation)	<u>5,217,642</u>
Net realized and unrealized gain (loss)	<u>23,644,535</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$25,761,243</u>

The accompanying notes are an integral part of these financial statements.

McELHENNY SHEFFIELD MANAGED RISK ETF
STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended October 31,	
	2025	2024
OPERATIONS:		
Net investment income (loss)	\$ 2,116,708	\$ 406,063
Net realized gain (loss)	18,426,893	10,356,281
Net change in unrealized appreciation (depreciation)	<u>5,217,642</u>	<u>219,798</u>
Net increase (decrease) in net assets from operations	<u>25,761,243</u>	<u>10,982,142</u>
DISTRIBUTIONS TO SHAREHOLDERS:		
From earnings	(2,116,708)	(427,834)
Return of capital	<u>(824,814)</u>	<u>(43,140)</u>
Total distributions to shareholders	<u>(2,941,522)</u>	<u>(470,974)</u>
CAPITAL TRANSACTIONS:		
Shares sold	309,050,418	175,017,575
Shares redeemed	<u>(251,306,903)</u>	<u>(153,059,090)</u>
Net increase (decrease) in net assets from capital transactions	<u>57,743,515</u>	<u>21,958,485</u>
Net increase (decrease) in net assets	<u>80,563,236</u>	<u>32,469,653</u>
NET ASSETS:		
Beginning of the year	<u>70,319,679</u>	<u>37,850,026</u>
End of the year	<u>\$ 150,882,915</u>	<u>\$ 70,319,679</u>
SHARES TRANSACTIONS		
Shares sold	9,625,000	6,325,000
Shares redeemed	<u>(7,700,000)</u>	<u>(5,550,000)</u>
Total increase (decrease) in shares outstanding	<u>1,925,000</u>	<u>775,000</u>

The accompanying notes are an integral part of these financial statements.

**McELHENNY SHEFFIELD MANAGED RISK ETF
FINANCIAL HIGHLIGHTS**

	Year Ended October 31,			Period Ended
	2025	2024	2023	October 31, 2022 ^(a)
PER SHARE DATA:				
Net asset value, beginning of period	\$ 29.61	\$ 23.66	\$ 21.46	\$ 25.00
INVESTMENT OPERATIONS:				
Net investment income (loss) ^(b)	0.58	0.21	0.34	(0.09)
Net realized and unrealized gain (loss) on investments ^(c)	5.86	5.98	2.10	(3.43)
Total from investment operations	6.44	6.19	2.44	(3.52)
LESS DISTRIBUTIONS FROM:				
Net investment income	(0.76)	(0.22)	(0.24)	(0.02)
Return of capital	(0.20)	(0.02)	—	(0.00) ^(d)
Total distributions	(0.96)	(0.24)	(0.24)	(0.02)
Net asset value, end of period	\$ 35.09	\$ 29.61	\$ 23.66	\$ 21.46
Total return ^(e)	22.27%	26.28%	11.45%	-14.10%
SUPPLEMENTAL DATA AND RATIOS:^(f)				
Net assets, end of period (in thousands)	\$150,883	\$70,320	\$37,850	\$32,188
Ratio of expenses to average net assets ^(g)	0.84%	0.84%	0.84%	0.84%
Ratio of net investment income (loss) to average net assets ^(g)	1.86%	0.76%	1.46%	(0.43)%
Portfolio turnover rate ^{(e)(h)}	598%	612%	619%	553%

^(a) Inception date of the Fund was November 16, 2021.

^(b) Net investment income (loss) per share has been calculated based on average shares outstanding during the periods.

^(c) Realized and unrealized gains and losses per share in the caption are balancing amounts necessary to reconcile the change in net asset value per share for the periods, and may not reconcile with the aggregate gains and losses in the Statement of Operations due to share transactions for the periods.

^(d) Amount represents less than \$0.005 per share.

^(e) Not annualized for periods less than one year.

^(f) Ratios do not include the income and expenses of the underlying funds in which the Fund invests.

^(g) Annualized for periods less than one year.

^(h) Portfolio turnover rate excludes in-kind transactions.

The accompanying notes are an integral part of these financial statements.

NOTE 1 – ORGANIZATION

The McElhenny Sheffield Managed Risk ETF (the “Fund”) is a diversified series of ETF Series Solutions (“ESS” or the “Trust”), an open-end management investment company consisting of multiple investment series, organized as a Delaware statutory trust on February 9, 2012. The Trust is registered with the Securities and Exchange Commission (“SEC”) under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company and the offering of the Fund’s shares is registered under the Securities Act of 1933, as amended (the “Securities Act”). The investment objective of the Fund is to seek capital appreciation while managing downside risk. The Fund commenced operations on November 16, 2021.

The end of the reporting period for the Fund is October 31, 2025. The current fiscal period is the period from November 1, 2024 through October 31, 2025.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 946 Financial Services – Investment Companies.

The following is a summary of significant accounting policies consistently followed by the Fund. These policies are in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

- A. *Security Valuation.* All equity securities, including domestic and foreign common stocks, preferred stocks, and exchange-traded funds that are traded on a national securities exchange, except those listed on the Nasdaq Global Market[®], Nasdaq Global Select Market[®] and the Nasdaq Capital Market[®] exchanges (collectively, “Nasdaq”) are valued at the last reported sale price on the exchange on which the security is principally traded. Securities traded on Nasdaq will be valued at the Nasdaq Official Closing Price (“NOCP”). If, on a particular day, an exchange-traded or Nasdaq security does not trade, then the mean between the most recent quoted bid and asked prices will be used. All equity securities that are not traded on a listed exchange are valued at the last sale price in the over-the-counter market. If a non-exchange traded security does not trade on a particular day, then the mean between the last quoted closing bid and asked price will be used. Prices denominated in foreign currencies are converted to U.S. dollar equivalents at the current exchange rate, which approximates fair value.

Investments in mutual funds, including money market funds, are valued at their net asset value (“NAV”) per share.

Securities for which quotations are not readily available are valued at their respective fair values in accordance with pricing procedures adopted by the Fund’s Board of Trustees (the “Board”). When a security is “fair valued,” consideration is given to the facts and circumstances relevant to the particular situation, including a review of various factors set forth in the pricing procedures adopted by the Board. The use of fair value pricing by the Fund may cause the NAV of its shares to differ significantly from the NAV that would be calculated without regard to such considerations.

As described above, the Fund utilizes various methods to measure the fair value of its investments on a recurring basis. U.S. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access.
- Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.
- Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available; representing the Fund’s own assumptions about the assumptions a market participant would use in valuing the asset or liability and would be based on the best information available.

McELHENNY SHEFFIELD MANAGED RISK ETF
NOTES TO FINANCIAL STATEMENTS
October 31, 2025 (Continued)

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The following is a summary of the inputs used to value the Fund’s investments as of the end of the current fiscal period:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Investments:</u>				
Exchange Traded Funds	\$150,527,674	\$ —	\$ —	\$150,527,674
Money Market Funds	467,045	—	—	467,045
Total Investments	<u>\$150,994,719</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$150,994,719</u>

Refer to the Schedule of Investments for further disaggregation of investment categories.

During the current fiscal period, the Fund did not recognize any transfers to or from Level 3.

- B. *Federal Income Taxes.* The Fund’s policy is to comply with the requirements of Subchapter M of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute substantially all net taxable investment income and net capital gains to shareholders. Therefore, no federal income tax provision is required. The Fund plans to file U.S. Federal and applicable state and local tax returns.

The Fund recognizes the tax benefits of uncertain tax positions only when the position is more likely than not to be sustained. Management has analyzed the Fund’s uncertain tax positions and concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions. Management is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next 12 months. Income and capital gain distributions are determined in accordance with federal income tax regulations, which may differ from U.S. GAAP. The Fund recognizes interest and penalties, if any, related to unrecognized tax benefits on uncertain tax positions as income tax expense in the Statement of Operations. During the current fiscal period, the Fund did not incur any interest or penalties.

- C. *Security Transactions and Investment Income.* Investment securities transactions are accounted for on the trade date. Gains and losses realized on sales of securities are determined on a specific identification basis. Dividend income is recorded on the ex-dividend date. Non-cash dividends included in dividend income or separately disclosed, if any, are recorded at the fair value of security received. Withholding taxes on foreign dividends and foreign taxes on capital gains, if any, have been provided for in accordance with the Fund’s understanding of the applicable tax rules and regulations. Interest income is recorded on an accrual basis.

- D. *Distributions to Shareholders.* Distributions to shareholders from net investment income and net realized gains on securities are declared and paid by the Fund at least annually. Distributions are recorded on the ex-dividend date.

- E. *Use of Estimates.* The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the current fiscal period. Actual results could differ from those estimates.

McELHENNY SHEFFIELD MANAGED RISK ETF
NOTES TO FINANCIAL STATEMENTS
October 31, 2025 (Continued)

- F. *Share Valuation.* The NAV per share of the Fund is calculated by dividing the sum of the value of the securities held by the Fund, plus cash and other assets, minus all liabilities (including estimated accrued expenses) by the total number of shares outstanding of the Fund, rounded to the nearest cent. The Fund’s shares will not be priced on the days on which the New York Stock Exchange (“NYSE”) is closed for trading. The offering and redemption price per share for creation units of the Fund is equal to the Fund’s NAV per share.
- G. *Guarantees and Indemnifications.* In the normal course of business, the Fund enters into contracts with service providers that contain general indemnification clauses. The Fund’s maximum exposure under these arrangements is unknown as this would involve future claims that may be against the Fund that have not yet occurred. However, based on experience, the Fund expects the risk of loss to be remote.
- H. *Reclassification of Capital Accounts.* U.S. GAAP requires that certain components of net assets relating to permanent differences be reclassified between financial and tax reporting. These classifications have no effect on net assets or NAV per share and are primarily due to differing book and tax treatments for in-kind transactions. For the fiscal year ended October 31, 2025, the following table shows the reclassifications made:

<u>Distributable Earnings (Accumulated Deficit)</u>	<u>Paid-In Capital</u>
\$(22,048,077)	\$22,048,077

- I. *New Accounting Pronouncements.* Management has evaluated the impact of adopting ASU 2023-07, Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures with respect to the financial statements and disclosures and determined there is no material impact for the Fund. The Fund operates as a single segment entity. The Fund’s income, expenses, assets, and performance are regularly monitored and assessed by a committee of certain individuals on the Investment and Operations Teams of the Adviser, who serves as the chief operating decision maker, using the information presented in the financial statements and financial highlights.

In December 2023, the FASB issued Accounting Standards update 2023-09 (“ASU 2023-09”), Income Taxes (Topic 740) Improvements to Income Tax Disclosures, which amends quantitative and qualitative income tax disclosure requirements in order to increase disclosure consistency, bifurcate income tax information by jurisdiction and remove information that is no longer beneficial. ASU 2023-09 is effective for annual periods beginning after December 15, 2024, and early adoption is permitted. Fund Management is evaluating the impacts of these changes on the Funds’ financial statements.

- J. *Subsequent Events.* In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through the date the financial statements were issued. There were no events or transactions that occurred during the period subsequent to the end of the current fiscal period that materially impacted the amounts or disclosures in the Fund’s financial statements.

NOTE 3 – COMMITMENTS AND OTHER RELATED PARTY TRANSACTIONS

Aptus Capital Advisors, LLC (“the Adviser”), serves as the investment adviser to the Fund. Pursuant to an Investment Advisory Agreement (“Advisory Agreement”) between the Trust, on behalf of the Fund, and the Adviser, the Adviser provides investment advice to the Fund and oversees the day-to-day operations of the Fund, subject to the direction and control of the Board and the officers of the Trust. Under the Advisory Agreement, the Adviser is also responsible for arranging, in consultation with McElhenny Sheffield Capital Management, LLC (the “Sub-Adviser”), transfer agency, custody, fund administration and accounting, and all other related services necessary for the Fund to operate. Under the Advisory Agreement, the Adviser has agreed to pay all expenses of the Fund, except for: the fee paid to the Adviser pursuant to the Advisory Agreement, interest charges on any borrowings, taxes, brokerage commissions and other expenses incurred in placing orders for the purchase and sale of securities and other investment instruments, acquired fund fees and expenses, accrued deferred tax liability, extraordinary expenses, and distribution (12b-1) fees and expenses. For services provided to the Fund, the Fund pays the Adviser 0.84% at an annual rate based on the Fund’s average daily net assets. The Adviser is paid monthly, and the Adviser is responsible for paying the Sub-Adviser.

U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services (“Fund Services” or “Administrator”), acts as the Fund’s Administrator and, in that capacity, performs various administrative and

McELHENNY SHEFFIELD MANAGED RISK ETF
NOTES TO FINANCIAL STATEMENTS
October 31, 2025 (Continued)

accounting services for the Fund. The Administrator prepares various federal and state regulatory filings, reports and returns for the Fund, including regulatory compliance monitoring and financial reporting; prepares reports and materials to be supplied to the Board; and monitors the activities of the Fund’s Custodian, transfer agent, and fund accountant. Fund Services also serves as the transfer agent and fund accountant to the Fund. U.S. Bank N.A. (the “Custodian”), an affiliate of Fund Services, serves as the Fund’s Custodian.

All officers of the Trust are affiliated with the Administrator and Custodian.

NOTE 4 – PURCHASES AND SALES OF SECURITIES

During the current fiscal period, purchases and sales of securities by the Fund, excluding short-term securities and in-kind transactions, were \$643,217,278 and \$632,327,181, respectively.

During the current fiscal period, there were no purchases or sales of U.S. Government securities.

During the current fiscal period, in-kind transactions associated with creations and redemptions were \$293,443,311 and \$249,048,198, respectively.

NOTE 5 – TRANSACTIONS WITH AFFILIATED SECURITIES

Investments in issuers considered to be affiliate(s) of the Fund during the current fiscal period for purposes of Section 2(a)(3) of the 1940 Act, because the Fund owned greater than five percent of the outstanding voting shares, were as follows:

<u>Affiliated Issuer</u>	<u>Value at 10/31/2024</u>	<u>Purchases at Cost</u>	<u>Proceeds From Sales</u>	<u>Net Realized Gain (Loss)</u>	<u>Change in Unrealized Appreciation (Depreciation)</u>	<u>Value at 10/31/2025</u>
FT Vest Gold Strategy Target Income ETF	\$ —	\$76,813,967	\$(77,472,166)	\$ 658,199	\$ —	\$ —
WisdomTree Bloomberg U.S. Dollar Bullish Fund	—	25,427,382	(24,676,931)	(750,451)	—	—
	<u>\$ —</u>			<u>\$ (92,252)</u>	<u>\$ —</u>	<u>\$ —</u>

<u>Affiliated Issuer (continued)</u>	<u>Shares Held at 10/31/2025</u>	<u>Dividend Income</u>	<u>Capital Gain Distributions from Underlying Funds</u>
FT Vest Gold Strategy Target Income ETF	—	\$1,633,324	\$ —
WisdomTree Bloomberg U.S. Dollar Bullish Fund	—	—	—
		<u>\$1,633,324</u>	<u>\$ —</u>

NOTE 6 – INCOME TAX INFORMATION

The components of distributable earnings (accumulated deficit) and cost basis of investments for federal income tax purposes as of October 31, 2025 were as follows:

Tax cost of investments	<u>\$145,742,857</u>
Gross tax unrealized appreciation	\$ 5,261,594
Gross tax unrealized depreciation	(9,732)
Net tax unrealized appreciation (depreciation)	<u>5,251,862</u>
Undistributed ordinary income	—
Undistributed long-term capital gains	—
Other accumulated gain (loss)	(8,658,048)
Distributable earnings (accumulated deficit)	<u>\$ (3,406,186)</u>

McELHENNY SHEFFIELD MANAGED RISK ETF
NOTES TO FINANCIAL STATEMENTS
October 31, 2025 (Continued)

There are no differences between book and tax cost of securities.

A regulated investment company may elect for any taxable year to treat any portion of any qualified late year loss as arising on the first day of the next taxable year. Qualified late year losses are certain capital and ordinary losses which occur during the portion of the Fund's taxable year subsequent to October 31 and December 31, respectively. For the taxable year ended October 31, 2025, the Fund did not elect to defer any post-October capital losses or late-year losses.

As of October 31, 2025, the Fund had a short-term capital loss carryforward of \$8,658,048. This amount does not have an expiration date. The Fund did not utilize any capital loss carryforward that was available as of October 31, 2024 during the fiscal year ended October 31, 2025.

The tax character of distributions paid by the Fund during the fiscal year ended October 31, 2025 was \$2,116,708 of ordinary income and \$824,814 of return of capital. The tax character of distributions paid by the Fund during the fiscal year ended October 31, 2024 was \$427,834 of ordinary income and \$43,140 of return of capital.

NOTE 7 – SHARE TRANSACTIONS

Shares of the Fund are listed and traded on the Cboe BZX Exchange, Inc. ("Cboe"). Market prices for the shares may be different from their NAV. The Fund issues and redeems shares on a continuous basis at NAV generally in large blocks of 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. Except when aggregated in Creation Units, shares are not redeemable securities of the Fund. Creation Units may only be purchased or redeemed by certain financial institutions ("Authorized Participants"). An Authorized Participant is either (i) a broker-dealer or other participant in the clearing process through the Continuous Net Settlement System of the National Securities Clearing Corporation or (ii) a Depository Trust Company participant and, in each case, must have executed a Participant Agreement with the Distributor. Most retail investors do not qualify as Authorized Participants nor have the resources to buy and sell whole Creation Units. Therefore, they are unable to purchase or redeem the shares directly from the Fund. Rather, most retail investors may purchase shares in the secondary market with the assistance of a broker and are subject to customary brokerage commissions or fees.

The Fund currently offers one class of shares, which has no front-end sales load, no deferred sales charges, and no redemption fee. A fixed transaction fee is imposed for the transfer and other transaction costs associated with the purchase or sale of Creation Units. The standard fixed transaction fee for the Fund is \$300, payable to the Custodian. The fixed transaction fee may be waived on certain orders if the Fund's Custodian has determined to waive some or all of the costs associated with the order or another party, such as the Adviser, has agreed to pay such fee. In addition, a variable fee may be charged on all cash transactions or substitutes for Creation Units of up to a maximum of 2% of the value of the Creation Units subject to the transaction. Variable fees received by the Fund, if any, are displayed in the Capital Transactions section of the Statements of Changes in Net Assets. The Fund may issue an unlimited number of shares of beneficial interest, with no par value. All shares of the Fund have equal rights and privileges.

NOTE 8 – RISKS

Concentration Risk. To the extent that the Fund invests more heavily, either directly or through underlying investments, in particular sectors of the economy, its performance will be especially sensitive to developments that significantly affect those sectors.

Investment Company Risk. The risks of the Fund investing in investment companies typically reflect the risks of the types of instruments in which the investment company invests. When the Fund invests in investment company securities, shareholders of the Fund bear indirectly their proportionate share of their fees and expenses, as well as their share of the Fund's fees and expenses. As a result, an investment by the Fund in an investment company will cause the Fund's operating expenses (taking into account indirect expenses such as the fees and expenses of the investment company) to be higher and, in turn, performance to be lower than if it were to invest directly in the instruments underlying the investment company. Additionally, there may not be an active trading market available for shares of some ETFs. Shares of an ETF may also trade in the market at a premium or discount to their NAV.

**McELHENNY SHEFFIELD MANAGED RISK ETF
REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Shareholders of McElhenny Sheffield Managed Risk ETF and
Board of Trustees of ETF Series Solutions

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of McElhenny Sheffield Managed Risk ETF (the “Fund”), a series of ETF Series Solutions, as of October 31, 2025, the related statement of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, the financial highlights for each of the years ended October 31, 2025, 2024 and 2023, and for the period from November 16, 2021 (commencement of operations) to October 31, 2022, and 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 the Fund as of October 31, 2025, the results of its operations, the changes in net assets, and the financial highlights for each of the periods indicated above, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund’s management. Our responsibility is to express an opinion on the Fund’s 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 Fund 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 audits 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 October 31, 2025, by correspondence with the custodian. 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 for one or more investment companies advised by Aptus Capital Advisors, LLC since 2016.

Cohen & Company, Ltd

COHEN & COMPANY, LTD.
Philadelphia, Pennsylvania
December 30, 2025

McELHENNY SHEFFIELD MANAGED RISK ETF
FEDERAL TAX INFORMATION (Unaudited)

For the fiscal year ended October 31, 2025, certain dividends paid by the Fund may be subject to a maximum rate of 23.8%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. The percentage of dividends declared from ordinary income designated as qualified dividend income was 29.98%.

For corporate shareholders, the percent of ordinary income distributions qualifying for the corporate dividend received deduction for the fiscal period ended October 31, 2025 was 0.00%.

The percentage of taxable ordinary income distributions that are designated as short-term capital gain distributions under Internal Revenue Section 871(k)(2)(C) for the Fund was 0.00%.

McELHENNY SHEFFIELD MANAGED RISK ETF
ADDITIONAL INFORMATION (Unaudited)

CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS

There were no changes in or disagreements with accountants during the period covered by this report.

PROXY DISCLOSURE

There were no matters submitted to a vote of shareholders during the period covered by this report.

REMUNERATION PAID TO DIRECTORS, OFFICERS, AND OTHERS

All fund expenses, including Trustee compensation is paid by the Investment Adviser pursuant to the Investment Advisory Agreement. Additional information related to those fees is available in the Fund's Statement of Additional Information.

STATEMENT REGARDING BASIS FOR APPROVAL OF INVESTMENT ADVISORY CONTRACT

Not applicable.