

Matisse Discounted Closed-End Fund

TICKER: MDCEX

ANNUAL SHAREHOLDER REPORT MARCH 31, 2025

This annual shareholder report contains important information about Matisse Discounted Closed-End Fund for the period April 1, 2024 to March 31, 2025. You can find additional information about the Fund at <https://fundinfopages.com/MDCEX>. You can also request this information by contacting us at (800) 773-3863.

This report describes changes to the Fund that occurred during the reporting period.

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
MDCEX	\$161	1.53%

How did the Fund perform last year and what affected its performance?

The Fund returned 10.26% for the fiscal year ended March 31, 2025. The Fund outperformed its benchmark, the S&P 500 Index, which returned 8.25% for the period. The Fund outperformed the S-Network Composite Closed-End Fund Index and Morningstar Global Allocation Index, and underperformed the First Trust Composite Closed-End Fund Index, which returned 9.46%, 5.60%, and 11.10%, respectively, for the same period.

The three largest contributors to performance were:

- Tetragon Financial Group, which had a 49.79% total return resulting from a combination of its at-NAV gain and narrowing of its discount. We did not trade TFG during the period, other than a small tender to the company's buyback.
- Tortoise Energy Infrastructure, which had a 52.08% total return resulting from a combination of its at-NAV gain and the narrowing of its discount. We sold TYG in January, to capture the discount movement and redeploy into more attractive discount opportunities.
- Highland Global Allocation Fund, which had a 23.85% total return resulting from a combination of its at-NAV gain and the narrowing of its discount. HGLB's portfolio valuation benefited in December from an increase in the value of its stake in MidWave Wireless, a company that owns valuable wireless spectrum. We added a small amount to the position during the period.

The three largest negative contributors to performance were:

- NexPoint Diversified Real Estate Trust, which had a -35.30% total return resulting from a combination of an at-NAV decline and widening of its discount. Its portfolio value decreased on the continued challenging interest rate and real estate environment. We added a small amount to the position during the period.
- The Mexico Fund, which had a -21.65% total return resulting from a combination of an at-NAV decline and the slight widening of its discount. We added a small amount to the position during the period.
- Highland Opportunities and Income Fund, which had a -19.91% total return resulting from a combination of an at-NAV decline and significant widening of its discount. We added a small amount to the position during the period.

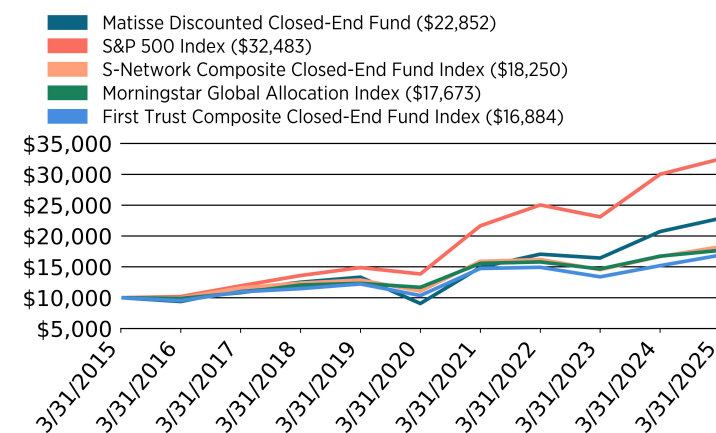
We remain positive on each of our holdings, as the average discount in the Fund's portfolio is around 26%, and we see many potential catalysts for future discount narrowing.

How did the Fund perform since inception?

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

Cumulative Performance

From March 31, 2015 through March 31, 2025
Initial Investment of \$10,000



Average Annual Total Returns

	1 Year	5 Year	Since Inception
MDCEX	10.26%	20.32%	8.46%
S&P 500 Index	8.25%	18.58%	13.85%
S-Network Composite Closed-End Fund Index	9.46%	10.51%	6.11%
Morningstar Global Allocation Index	5.60%	8.64%	6.42%
First Trust Composite Closed-End Fund Index	11.10%	10.28%	5.41%

Key Fund Statistics

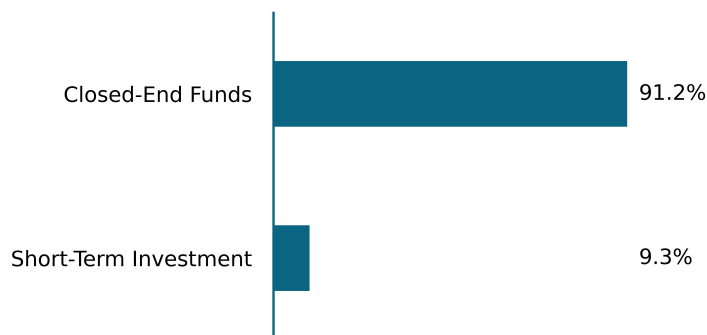
(as of March 31, 2025)

Fund Net Assets	\$51,401,002
Number of Holdings	38
Net Advisory Fee	\$411,291
Portfolio Turnover	22.84%

What did the Fund invest in?

(as of March 31, 2025)

Sector Breakdown (% of net assets)



Top Ten Holdings (% of Total Net Assets)

Fidelity Government Portfolio	9.3%
Tetragon Financial Group Ltd	8.9%
Pershing Square Holdings Ltd/Fund	6.7%
Destra Multi-Alternative Fund	4.4%
Templeton Dragon Fund Inc	4.0%
Highland Global Allocation Fund/CEF	3.9%
SRH Total Return Fund Inc	3.7%
Highland Opportunities and Income Fund	3.6%
Mexico Fund Inc/The	3.6%
Japan Smaller Capitalization Fund Inc	3.6%

Changes to the Fund

Effective August 1, 2024 the advisory fee rate for the Fund is 0.95%. Prior to August 1, 2024 the advisory fee rate was 0.99% with a contractual expense limitation of 1.25%. The contractual expense limitation was in effect through July 31, 2024 and was not renewed upon its expiration.

This change is included in the Fund's prospectus, which is available at <https://fundinfopages.com/MDCEX> or upon request at (800) 683-8529.

For additional information about the Fund, including its prospectus, financial information, holdings and proxy voting information, visit <https://fundinfopages.com/MDCEX>.