



HUNDREDFOLD SELECT ALTERNATIVE FUND

SEMI-ANNUAL REPORT

February 29, 2024

Service Class (SFHYX)
Investor Class (HFSAX)

1-855-582-8006

www.HundredfoldSelect.com

Distributed by Ceros Financial Services, Inc.

April 12, 2024

Dear Shareholders:

This semi-annual report for the Hundredfold Select Alternative Fund considers the period from September 1, 2023 – February 29, 2024. The Hundredfold Select Alternative Fund Investor Class Shares (HFSAX) earned 8.81%, while the Bloomberg Aggregate Bond Index returned 2.35% for the period. The Standard & Poor's 500 Total Return Index returned 13.93%. The Hundredfold Select Alternative Fund Service Class Shares (SFHYX) earned 8.33% during this time.

The Federal Reserve continued to take center stage in September. The Fed Funds Rate remained unchanged at 5.25-5.50%, a 22-year high. A rise in oil prices during the month added fuel to the inflation fire. This led to pressure in both risk-off and risk-on assets. Treasury prices fell to new 52-week lows, continuing to push up yields and, in turn, the US Dollar. The sub-advisor reduced the Fund's exposure in multiple fixed income categories, most significantly in high yield and, to a lesser extent, in floating rate investments. Equity exposure was tactically adjusted throughout the month, ending with lower absolute exposure.

Economic growth, as measured by the October release of Q-3 GDP data, beat expectations. Treasury bond prices touched a new low (yield high) for the rate cycle mid-month before closing the month of October slightly above the worst levels. Most interest sensitive bond sectors followed suit. Economically sensitive fixed income sectors displayed jagged patterns in response to the resilient economy and the pressure being applied to slow it down to dampen inflation. The Fund remained in a mostly defensive stance. The sub-advisor added floating rate investments and then reduced them as momentum faded. Securitized credit investments remained steady at a light exposure. The sub-advisor also added a few modest equity positions in the first half of the month as equity markets gained momentum, and then eliminated the exposure in the second half as markets reversed course.

Interest rates declined and Treasuries rose in November, as investors expressed conviction that the Federal Reserve was in the latter stage of the rate hiking cycle. Trends changed rapidly in both risk-on economically sensitive and risk-off interest sensitive fixed income categories. The sub-advisor adjusted the Fund for the rapid shift in sentiment by adding exposure particularly in high yield and municipal bonds. The sub-advisor increased the Fund's equity exposure as the stock market's technical conditions improved.

Treasury yields fell in December, negatively impacting the US Dollar. The Fed's Chairman Powell expressed concern the market might be prematurely factoring in lower rates; yet bond and equity markets remained resilient. The sub-advisor made only modest adjustments in the Fund's bond holdings, and increased equity exposure to more than 20% of the portfolio as conditions improved throughout the month. Weakness on the last day of the year spurred a reduction in equity exposure.

Treasury yields rose modestly in January as Treasury bond prices eased back. Other interest sensitive bond sectors such as municipals also moved modestly lower. Economically sensitive issues such as high yield and bank loan/floating rate were less affected. The sub-advisor trimmed some municipal exposure and increased high yield and floating rate investments.

Treasury yields rose again in February as the Federal Reserve signaled that a rate lowering cycle should not be expected to begin in early 2024. This helped lift the US Dollar. The sub-advisor made only modest changes to the Fund's portfolio during the month, primarily increasing exposure in floating rate/bank loan investments which had been in a major bull market for more than twelve months.

For the entire period, commodities with the exception of Gold, mostly lacked discernable trends as the Fed continued its fight against inflation, resulting in very limited opportunistic trading in this area. The sub-advisor used swaps as substitutes for various underlying reference assets to implement its strategy during the period.

We thank you for your investment in the Hundredfold Select Alternative Fund. Please visit the website <http://www.hundredfoldselect.com> at any time for information on the Fund.

Hundredfold Advisors, LLC

Advisors Preferred, LLC

Sub-advisor to the Fund

Advisor to the Fund

Hundredfold Select Alternative Fund
PORTFOLIO REVIEW (Unaudited)

Average Annual Total Return through February 29, 2024*, as compared to its benchmarks:

	Six Months+	1 Year	5 Year	10 Year	Since Inception September 1, 2004	Since Inception October 24, 2012
Hundredfold Select Alternative Fund - Service Class	8.33%	9.05%	8.75%	6.30%	6.31%	N/A
Hundredfold Select Alternative Fund - Investor Class	8.81%	10.02%	9.76%	7.27%	N/A	7.32%
Bloomberg U.S Aggregate Bond Index **	2.35%	3.33%	0.56%	1.43%	3.00%	1.28%
S&P 500 Total Return Index ***	13.93%	30.45%	14.76%	12.70%	10.31%	14.16%

* The performance data quoted is historical. Past performance is no guarantee of future results. Current performance may be higher or lower than the performance data quoted. The principal value and investment return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or on the redemptions of Fund shares. The Fund's total annual operating expenses are 2.32% for the Service Class and 1.39% for the Investor Class per the most recent prospectus. For performance information current to the most recent month-end, please call 1-855-582-8006. Investors should consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The Fund's prospectus and summary prospectus contain these as well as other information about the Fund and should be read carefully before investing. A prospectus or summary prospectus may be obtained by calling 1-855-582-8006.

** The Bloomberg U.S. Aggregate Bond Index is an unmanaged index which represents the U.S. investment-grade fixed-rate bond market (including government and corporate securities, mortgage pass-through securities and asset-backed securities). Investors cannot invest directly in an index or benchmark.

*** The S&P 500 Total Return Index is an unmanaged composite of 500 large capitalization companies and includes the reinvestment of dividends. This index is widely used by professional investors as a performance benchmark for large-cap stocks. Investors cannot invest directly in an index.

+ Not annualized.

<u>Holdings By Security Type *</u>	<u>% of Net Assets</u>
Open End Funds - Fixed Income	66.8%
U.S. Government & Agencies	18.0%
Short-Term Investments	15.1%
Other Assets in Excess of Liabilities	0.1%
Total	100.0%

* Does not include derivative exposure.

Please refer to the Consolidated Schedule of Investments in this semi-annual report for a detailed analysis of the Fund's holdings.

HUNDREDFOLD SELECT ALTERNATIVE FUND
CONSOLIDATED SCHEDULE OF INVESTMENTS (Unaudited)
February 29, 2024

<u>Shares</u>				<u>Fair Value</u>
	OPEN-END FUNDS — 66.8%			
	FIXED INCOME - 66.8%			
1,569,297	Cohen & Steers Preferred Securities and Income, Class F			\$ 18,737,402
2,281,146	Franklin Floating Rate Daily Access Fund, Class R6			17,884,183
1,010,973	JPMorgan Preferred and Income Securities Fund, Class R6			9,391,943
1,865,916	Lord Abbett Short Duration High Yield Fund, Class I			18,304,634
974,133	Nuveen Floating Rate Income Fund/Open End, Class I			17,709,742
2,920,688	Payden High Income Fund, Investor Class			18,195,887
3,436,224	SEI Institutional Managed Trust - High Yield Bond, Class Y			18,383,797
				<u>118,607,588</u>
	TOTAL OPEN-END FUNDS (Cost \$116,124,337)			<u>118,607,588</u>
<u>Principal Amount (\$)</u>		<u>Coupon Rate (%)</u>	<u>Maturity</u>	
	U.S. GOVERNMENT & AGENCIES — 18.0%			
	U.S. TREASURY BILLS — 18.0%			
2,311,000	United States Treasury Bill ^(a)	5.3000	05/02/24	2,290,045
9,017,000	United States Treasury Bill ^(a)	5.3100	05/09/24	8,926,267
20,870,000	United States Treasury Bill ^(a)	5.2900	05/16/24	20,639,506
				<u>31,855,818</u>
	TOTAL U.S. GOVERNMENT & AGENCIES (Cost \$31,856,326)			<u>31,855,818</u>
<u>Shares</u>				
	SHORT-TERM INVESTMENTS — 15.1%			
	MONEY MARKET FUNDS - 15.1%			
22,971,828	Fidelity Money Market Government Portfolio, Institutional Class, 5.21% ^(b)			22,971,828
3,870,992	First American Government Obligations Fund, Class X, 5.20% ^{(b)(c)}			3,870,992
	TOTAL MONEY MARKET FUNDS (Cost \$26,842,820)			<u>26,842,820</u>
	TOTAL SHORT-TERM INVESTMENTS (Cost \$26,842,820)			<u>26,842,820</u>
	TOTAL INVESTMENTS - 99.9% (Cost \$174,823,483)			\$ 177,306,226
	OTHER ASSETS IN EXCESS OF LIABILITIES- 0.1%			<u>152,461</u>
	NET ASSETS - 100.0%			<u>\$ 177,458,687</u>

See accompanying notes to consolidated financial statements.

HUNDREDFOLD SELECT ALTERNATIVE FUND
CONSOLIDATED SCHEDULE OF INVESTMENTS (Unaudited) (Continued)
February 29, 2024

OPEN FUTURES CONTRACTS

Number of Contracts	Open Long Futures Contracts	Expiration	Notional Amount	Value	Unrealized Appreciation (Depreciation)
25	CME E-Mini NASDAQ 100 Index Futures	03/15/2024	\$ 8,951,340	\$ 9,041,375	\$ 90,035
285	CME E-Mini Russell 2000 Index Futures	03/15/2024	28,801,434	29,316,525	515,091
40	CME E-Mini Standard & Poor's 500 Index Futures	03/15/2024	9,662,588	10,207,500	544,912
31	CME E-Mini Standard & Poor's MidCap 400 Index Futures	03/15/2024	8,873,240	8,967,060	93,820
112	NYMEX Light Sweet Crude Oil Futures ^(c)	03/20/2024	8,882,070	8,765,120	(116,950)
TOTAL FUTURES CONTRACTS					\$ 1,126,908

(a) Zero coupon bond; rate disclosed is the effective yield as of February 29, 2024.

(b) Rate disclosed is the seven-day effective yield as of February 29, 2024.

(c) All or a portion of this investment is a holding of the Hundredfold Select Alternative Fund Limited (HFSA Fund Limited).

CENTRALLY CLEARED CREDIT DEFAULT SWAP AGREEMENTS - SELL PROTECTION: ⁽¹⁾⁽²⁾⁽³⁾

Reference Entity	Counterparty	Termination Date	Interest Rate Receivable	Notional Amount at February 29, 2024	Fair Value	Upfront Premiums Paid	Unrealized Appreciation
CDX North American High Yield Series 41	BRC	12/20/2028	500 bps	\$ (8,712,000)	\$ 637,124	\$ 562,945	\$ 74,179

BRC - Barclays Capital

⁽¹⁾ For centrally cleared swaps, when a credit event occurs as defined under the terms of the swap contract, the Fund as a seller of credit protection will either (i) pay a net amount equal to the par value of the defaulted reference entity and receive the reference entity or (ii) pay a net amount equal to the par value of the defaulted reference entity less its recovery value.

⁽²⁾ For centrally cleared swaps, implied credit spread, represented in absolute terms, utilized in determining the market value of the credit default swap contracts as of period end, will serve as an indicator of the payment/performance risk and represent the likelihood of risk of default for the credit derivative. The implied credit spread of a reference entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the contract. Generally, wider credit spreads represent a perceived deterioration of the reference entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the swap contract.

⁽³⁾ For centrally cleared swaps, the notional amounts represents the maximum potential the Fund may pay as a seller of credit protection if a credit event occurs, as defined under the terms of the swap contract, for each security included in the reference entity.

TOTAL RETURN SWAPS

Number of Shares	Reference Entity	Notional Amount at February 29, 2024	Interest Rate Payable ⁽¹⁾	Termination Date	Counterparty	Unrealized Appreciation (Depreciation)
Long Position:						
1,962,514	American Beacon SIM High Yield Opportunities Fund, R5 Class	\$ 17,819,625	USD-SOFR plus 165 bp	1/25/2027	BRC	\$ (2,761)
1,769,384	Eaton Vance Floating-Rate Advantage Fund, Class R6	17,800,000	USD-SOFR plus 165 bp	1/8/2027	BRC	48,769
3,882,175	Invesco Senior Floating Rate Fund, Class R6	25,894,109	USD-SOFR plus 165 bp	11/3/2026	BRC	143,055
229,200	iShares iBoxx \$ High Yield Corporate Bond ETF	17,724,036	USD-SOFR plus 35 bp	3/26/2025	BRC	(2,187)
175,300	Vanguard Tax-Exempt Bond Index Fund ETF	8,889,463	USD-SOFR plus 35 bp	3/25/2025	BRC	(13,268)
Total:						<u>\$ 173,608</u>

BRC - Barclays Capital

SOFR - Secured Overnight Financing Rate

⁽¹⁾ Interest rate is based upon predetermined notional amounts, which may be a multiple of the number of shares plus a specified spread.

Hundredfold Select Alternative Fund
CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES (Unaudited)
February 29, 2024

Assets:

Investment securities:	
At cost	\$ 174,823,483
At value	<u>\$ 177,306,226</u>
Cash collateral for swaps	12,400,000
Deposits with brokers for futures	3,230,710
Unrealized appreciation on futures	1,243,858
Net upfront payments on credit default swaps	562,945
Deposits with brokers for swaps	154,645
Receivable:	
Dividends and interest	256,212
Swaps - OTC	138,250
Fund shares sold	45,089
Unrealized appreciation on swap contracts - OTC	191,824
Unrealized appreciation on credit default swaps	74,179
Prepaid expenses and other assets	<u>29,410</u>
Total Assets	<u>195,633,348</u>

Liabilities:

Payables:	
Securities purchased	17,700,000
Investment advisory fees	140,834
Fund shares redeemed	104,870
Distributions (12b-1) fees - Service Class	61,725
Related parties	24,948
Shareholder servicing fees - Investor Class	7,118
Unrealized depreciation on futures	116,950
Unrealized depreciation on swap contracts - OTC	<u>18,216</u>
Total Liabilities	<u>18,174,661</u>

Net Assets **\$ 177,458,687**

Net Assets Consist of:

Paid in Capital	\$ 203,965,427
Accumulated Deficit	<u>(26,506,740)</u>
Net Assets	<u>\$ 177,458,687</u>

Net Asset Value Per Share

Service Class Shares:

Net Assets	\$ 78,643,843
Shares of beneficial interest outstanding (no par value; unlimited shares authorized)	3,478,638
Net asset value, (Net Assets ÷ Shares Outstanding), offering and redemption price per share	<u>\$ 22.61</u>

Investor Class Shares:

Net Assets	\$ 98,814,844
Shares of beneficial interest outstanding (no par value; unlimited shares authorized)	4,113,237
Net asset value, (Net Assets ÷ Shares Outstanding), offering and redemption price per share	<u>\$ 24.02</u>

See accompanying notes to consolidated financial statements.

Hundredfold Select Alternative Fund
CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)
For the Six Months Ended February 29, 2024

Investment Income:	
Dividend income	\$ 4,414,963
Interest income	1,707,941
Total Investment Income	6,122,904
Expenses:	
Investment advisory fees	891,256
Distribution (12b-1) fees - Service Class	383,223
Operating services fees	168,144
Shareholder servicing fees - Investor Class	45,720
Miscellaneous expense	6,538
Net Operating Expenses	1,494,881
Net Investment Income	4,628,023
Realized and Unrealized Gain (Loss) on Investments, Futures and Swaps	
Net realized gain from:	
Investments	3,046,082
Futures	2,814,000
Swaps	3,033,819
	8,893,901
Net change in unrealized appreciation (depreciation) on:	
Investments	982,892
Futures	131,234
Swaps	(189,790)
	924,336
Net Realized and Unrealized Gain on Investments, Futures and Swaps	9,818,237
Net Increase in Net Assets Resulting From Operations	\$ 14,446,260

See accompanying notes to consolidated financial statements.

Hundredfold Select Alternative Fund
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended February 29, 2024 (Unaudited)	Year Ended August 31, 2023
Operations:		
Net investment income	\$ 4,628,023	\$ 6,600,711
Net realized gain (loss) from investments, futures and swaps	8,893,901	(14,860,624)
Net change in unrealized appreciation on investments, futures and swaps	924,336	3,733,022
Net Increase (Decrease) in Net Assets Resulting From Operations	<u>14,446,260</u>	<u>(4,526,891)</u>
Distributions to Shareholders from:		
Total Distributions Paid		
Service Class	(3,498,586)	(3,535,796)
Investor Class	(4,666,009)	(9,211,451)
Total Distributions to Shareholders	<u>(8,164,595)</u>	<u>(12,747,247)</u>
Capital share transactions:		
Proceeds from shares sold:		
Service Class	3,096,389	9,290,360
Investor Class	14,391,774	45,349,430
Net asset value of shares issued in reinvestment of distributions:		
Service Class	3,363,852	3,283,643
Investor Class	4,327,537	8,278,314
Payments for shares redeemed		
Service Class	(10,608,996)	(17,709,744)
Investor Class	(34,304,509)	(125,933,253)
Total Decrease in Net Assets From Shares of Beneficial Interest	<u>(19,733,953)</u>	<u>(77,441,250)</u>
Total Decrease in Net Assets	<u>(13,452,288)</u>	<u>(94,715,388)</u>
Net Assets:		
Beginning of Period	190,910,975	285,626,363
End of Period	<u>\$ 177,458,687</u>	<u>\$ 190,910,975</u>
Share Activity		
Service Class:		
Shares Sold	138,501	421,462
Shares issued in reinvestment of distributions	149,583	150,711
Shares Redeemed	(483,490)	(805,961)
Net Decrease in Shares of Beneficial Interest Outstanding	<u>(195,406)</u>	<u>(233,788)</u>
Share Activity		
Investor Class:		
Shares Sold	609,643	1,924,122
Shares issued in reinvestment of distributions	181,811	359,138
Shares Redeemed	(1,468,646)	(5,450,640)
Net Decrease in Shares of Beneficial Interest Outstanding	<u>(677,192)</u>	<u>(3,167,380)</u>

See accompanying notes to consolidated financial statements.

Hundredfold Select Alternative Fund
CONSOLIDATED FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout each Year or Period

	Service Class					
	Six Months Ended February 29, 2024 (Unaudited)	Year Ended August 31,				
		2023	2022	2021	2020	2019
Net asset value, beginning of year/period	\$ 21.83	\$ 23.12	\$ 27.54	\$ 26.55	\$ 21.72	\$ 21.86
Income (loss) from investment operations:						
Net investment income (loss) ⁽¹⁾	0.52	0.48	(0.18)	(0.10)	(0.12)	0.07
Net realized and unrealized gain (loss) on investments	1.28	(0.84)	(1.68)	4.56	5.92	0.35
Total from investment operations	1.80	(0.36)	(1.86)	4.46	5.80	0.42
Less distributions from:						
Net investment income	(1.02)	(0.93)	(1.19)	(1.38)	(0.42)	(0.09)
Net realized gains	-	-	(1.37)	(2.09)	(0.55)	(0.47)
Total distributions	(1.02)	(0.93)	(2.56)	(3.47)	(0.97)	(0.56)
Net asset value, end of year/period	\$ 22.61	\$ 21.83	\$ 23.12	\$ 27.54	\$ 26.55	\$ 21.72
Total return ⁽²⁾	8.33% ⁽⁶⁾	(1.50)%	(7.51)%	19.09%	27.84%	2.01%
Net assets, at end of year/period (000s)	\$ 78,644	\$ 80,197	\$ 90,349	\$ 104,988	\$ 62,606	\$ 42,559
Ratios/Supplemental Data:						
Ratio of net expenses to average net assets ⁽³⁾	2.20% ⁽⁷⁾	2.15%	2.16%	2.22%	2.40%	2.45%
Ratio of net investment income (loss) to average net assets ^(3,4)	4.69% ⁽⁷⁾	2.20%	(0.71)%	(0.39)%	(0.51)%	0.33%
Portfolio Turnover Rate ⁽⁵⁾	175% ⁽⁶⁾	643%	332%	51%	515%	488%

⁽¹⁾ Net investment income (loss) per share represents net investment income (loss) divided by the daily average shares of beneficial interest outstanding throughout each year/period.

⁽²⁾ All returns reflect reinvested dividends, if any, but do not reflect the impact of taxes.

⁽³⁾ The ratios of expenses to average net assets and net investment income (loss) to average net assets do not reflect the expenses of the underlying investment companies in which the Fund invests.

⁽⁴⁾ Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

⁽⁵⁾ The Fund's portfolio turnover is calculated without regard to short-term securities having a maturity of less than one year. Investments in options, swaps, and futures contracts and repurchase agreements are deemed short-term securities. The Fund's aggressive investment strategy may result in significant portfolio turnover to take advantage of anticipated changes in market conditions.

⁽⁶⁾ Not annualized.

⁽⁷⁾ Annualized.

See accompanying notes to consolidated financial statements.

Hundredfold Select Alternative Fund
CONSOLIDATED FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout each Year or Period

	Investor Class					
	Six Months Ended February 29, 2024 (Unaudited)	Year Ended August 31,				
		2023	2022	2021	2020	2019
Net asset value, beginning of year/period	\$ 23.11	\$ 24.54	\$ 29.15	\$ 27.87	\$ 22.83	\$ 22.88
Income (loss) from investment operations:						
Net investment income ⁽¹⁾	0.65	0.69	0.04 ⁽⁶⁾	0.15	0.08	0.29
Net realized and unrealized gain (loss) on investments	1.37	(0.86)	(1.76)	4.80	6.22	0.36
Total from investment operations	2.02	(0.17)	(1.72)	4.95	6.30	0.65
Less distributions from:						
Net investment income	(1.11)	(1.26)	(1.52)	(1.58)	(0.71)	(0.23)
Net realized gains	-	-	(1.37)	(2.09)	(0.55)	(0.47)
Total distributions	(1.11)	(1.26)	(2.89)	(3.67)	(1.26)	(0.70)
Net asset value, end of year/period	\$ 24.02	\$ 23.11	\$ 24.54	\$ 29.15	\$ 27.87	\$ 22.83
Total return ⁽²⁾	8.81% ⁽⁷⁾	(0.59)%	(6.64)%	20.18%	29.04%	2.95%
Net assets, at end of year/period (000s)	\$ 98,815	\$ 110,714	\$ 195,277	\$ 220,337	\$ 39,079	\$ 12,490
Ratios/Supplemental Data:						
Ratio of net expenses to average net assets ⁽³⁾	1.29% ⁽⁸⁾	1.22%	1.22%	1.27%	1.45%	1.55%
Ratio of net investment income to average net assets ^(3,4)	5.57% ⁽⁸⁾	2.96%	0.14%	0.53%	0.34%	1.24%
Portfolio Turnover Rate ⁽⁵⁾	175% ⁽⁷⁾	643%	332%	51%	515%	488%

⁽¹⁾ Net investment income per share represents net investment income divided by the daily average shares of beneficial interest outstanding throughout each year/period.

⁽²⁾ All returns reflect reinvested dividends, if any, but do not reflect the impact of taxes.

⁽³⁾ The ratios of expenses to average net assets and net investment income to average net assets do not reflect the expenses of the underlying investment companies in which the Fund invests.

⁽⁴⁾ Recognition of net investment income by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

⁽⁵⁾ The Fund's portfolio turnover is calculated without regard to short-term securities having a maturity of less than one year. Investments in options, swaps, and futures contracts and repurchase agreements are deemed short-term securities. The Fund's aggressive investment strategy may result in significant portfolio turnover to take advantage of anticipated changes in market conditions.

⁽⁶⁾ The amount of net investment income per share does not accord with the amount reported in the Statement of Operations due to the timing of shareholder transactions.

⁽⁷⁾ Not annualized.

⁽⁸⁾ Annualized.

See accompanying notes to consolidated financial statements.

Hundredfold Select Alternative Fund
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)
February 29, 2024

1. ORGANIZATION

The Hundredfold Select Alternative Fund (the "Fund") is a diversified series of Advisors Preferred Trust, a Delaware statutory trust (the "Trust") organized on August 15, 2012 and registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as an open-end management investment company. The Fund currently offers Service Class Shares and Investor Class Shares with commencement of operations on September 1, 2004 and October 24, 2012, respectively. The Fund was reorganized on August 9, 2019 from a predecessor fund to a series of Advisors Preferred Trust, a Delaware statutory trust. The Fund is a "fund of funds", in that the Fund will generally invest in other investment companies.

Each class represents an interest in the same assets of the respective Fund and classes are identical except for differences in their ongoing service and distribution charges. All classes of shares have equal voting privileges except that each class has exclusive voting rights with respect to its service and/or distribution plans. The Fund's income, expenses (other than class specific distribution and shareholding servicing fees) and realized and unrealized gains and losses are allocated proportionately each day based upon the relative net assets of each class.

The Fund seeks a moderate total rate of return (income plus capital appreciation) on an annual basis. Although the Fund may invest directly in equity and fixed-income securities, it will primarily invest in such securities indirectly through securities that invest in or are a derivative of such securities, primarily including futures contracts, swap agreements, exchange-traded funds (ETFs), naked and covered options on such instruments, currencies, and other unaffiliated investment companies.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the Fund in preparation of its financial statements. The policies are in conformity with generally accepted accounting principles in the United States of America ("GAAP"). The Fund follows the specialized accounting and reporting requirements under GAAP that are applicable to investment companies. The preparation of the financial statements 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 and the reported amounts of increase and decrease in net assets from operations during the fiscal year. Actual results could differ from those estimates. The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board's ("FASB") Accounting Standards Codification Topic 946 "Financial Services – Investment Companies".

a) Investment Valuation – Securities listed on an exchange are valued at the last reported sale price at the close of the regular trading session of the exchange on the business day the value is being determined, or in the case of securities listed on NASDAQ at the NASDAQ Official Closing Price ("NOCP"). If the NOCP is not available, such securities shall be valued at the last bid on the day of valuation. Financial futures, which are traded on an exchange, are valued at the last quoted sales price determined by the exchange. Investments in open-end investment companies are valued at net asset value. Total return swaps on exchange-listed securities shall be valued at the last quoted sales price or, in the absence of a sale, at the mean between the current bid and ask prices. Exchange listed swaps shall be valued at the last quoted sales price or, in the absence of a sale, at the mean between the current bid and ask prices. Credit default swaps are valued by a pricing agent covering the specific type of swap. Certain credit default swaps ("CDS") and credit indices are valued independently by Markit; or if no valuation is available from a pricing agent, at the price received from the broker-dealer/counterparty that issued the swap. The independent pricing service does not distinguish between smaller-sized bond positions known as "odd lots" and larger institutional-sized bond positions known as "round lots". The Fund may fair value a particular bond if the adviser does not believe that the round lot value provided by the independent pricing service reflects fair value of the Fund's holding. Short-term debt obligations having 60 days or less remaining until maturity, at time of purchase, may be valued at amortized cost.

The Fund may hold securities, such as private investments, interests in commodity pools, other non-traded securities or temporarily illiquid securities, for which market quotations are not readily available or are determined to be unreliable. These securities will be valued using the "fair value" procedures approved by the Trust's Board of Trustees (the "Board"). The Board has delegated execution of these procedures to a fair value committee composed of one or more representatives from each of the (i) Trust, (ii) administrator, and (iii) advisor and/or sub-advisor. The committee may also enlist third party consultants such as a valuation specialist at a public accounting firm, valuation consultant or financial officer of a security issuer on an as-needed basis to assist in determining a security-specific fair value. The Board has also engaged a third party valuation firm to attend valuation meetings held by the Trust, review minutes of such meetings and report to the Board on a quarterly basis. The Board reviews and ratifies the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results.

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b) Fair Valuation Process – As noted above, the fair value committee is composed of one or more representatives from each of the (i) Trust, (ii) administrator, (iii) advisor and/or sub-advisor. The applicable investments are valued collectively via inputs from each of these groups. For example, fair value determinations are required for the following securities: (i) securities for which market quotations are insufficient or not readily available on a particular business day (including securities for which there is a short and temporary lapse in the provision of a price by the regular pricing source), (ii) securities for which, in the judgment of the advisor and/or sub-advisor, the prices or values available do not represent the fair value of the instrument. Factors which may cause the advisor and/or sub advisor to make such a judgment include, but are not limited to, the following: only a bid price or an asked price is available; the spread between bid and asked prices is substantial; the frequency of sales; the thinness of the market; the size of reported trades; and actions of the securities markets, such as the suspension or limitation of trading; (iii) securities determined to be illiquid; (iv) securities with respect to which an event that will affect the value thereof has occurred (a “significant event”) since the closing prices were established on the principal exchange on which they are traded, but prior to a Fund’s calculation of its net asset value. Specifically, interests in commodity pools or managed futures pools are valued on a daily basis by reference to the closing market prices of each futures contract or other asset held by a pool, as adjusted for pool expenses. Restricted or illiquid securities, such as private investments or non-traded securities are valued via inputs from the advisor based upon the current bid for the security from two or more independent dealers or other parties reasonably familiar with the facts and circumstances of the security (who should take into consideration all relevant factors as may be appropriate under the circumstances). If the advisor and/or sub-advisor is unable to obtain a current bid from such independent dealers or other independent parties, the fair value committee shall determine the fair value of such security using the following factors: (i) the type of security; (ii) the cost at date of purchase; (iii) the size and nature of the Fund’s holdings; (iv) the discount from market value of unrestricted securities of the same class at the time of purchase and subsequent thereto; (v) information as to any transactions or offers with respect to the security; (vi) the nature and duration of restrictions on disposition of the security and the existence of any registration rights; (vii) how the yield of the security compares to similar securities of companies of similar or equal creditworthiness; (viii) the level of recent trades of similar or comparable securities; (ix) the liquidity characteristics of the security; (x) current market conditions; and (xi) the market value of any securities into which the security is convertible or exchangeable.

Valuation of Fund of Funds - The Fund may invest in portfolios of open-end or closed-end investment companies (the “Underlying Funds”). The Underlying Funds value securities in their portfolios for which market quotations are readily available at their market values (generally the last reported sale price) and all other securities and assets at their fair value to the methods established by the board of directors of the Underlying Funds.

Open-ended investment companies are valued at their respective net asset values as reported by such investment companies. The shares of many closed-end investment companies, after their initial public offering, frequently trade at a price per share, which is different than the net asset value per share. The difference represents a market premium or market discount of such shares. There can be no assurances that the market discount or market premium on shares of any closed-end investment company purchased by each Fund will not change.

The Fund utilizes various methods to measure the fair value of all of its investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of input are:

Level 1 – Unadjusted quoted prices in active markets for identical assets and 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 in 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.

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.

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The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following table summarizes the inputs used as of February 29, 2024 for the Fund's assets and liabilities measured at fair value:

Assets *	Level 1	Level 2	Level 3	Total
Investments				
Open End Funds	\$ 118,607,588	\$ -	\$ -	\$ 118,607,588
U.S. Government & Agencies	-	31,855,818	-	31,855,818
Short-Term Investments	26,842,820	-	-	26,842,820
Total Investments	\$ 145,450,408	\$ 31,855,818	\$ -	\$ 177,306,226
Derivatives				
Futures Contracts **	\$ 1,243,858	\$ -	\$ -	\$ 1,243,858
Swap Contracts ^	-	266,003	-	266,003
Total Derivatives	\$ 1,243,858	\$ 266,003	\$ -	\$ 1,509,861
Total Assets	\$ 146,694,266	\$ 32,121,821	\$ -	\$ 178,816,087
Liabilities				
Derivatives				
Futures Contracts **	\$ (116,950)	\$ -	\$ -	\$ (116,950)
Swap Contracts ^	-	(18,216)	-	(18,216)
Total Liabilities	\$ (116,950)	\$ (18,216)	\$ -	\$ (135,166)

The Fund did not hold any Level 3 securities during the current period ended.

* Refer to the Consolidated Schedule of Investments for classification by asset class.

** Includes cumulative unrealized gain (loss) on futures contracts open at February 29, 2024.

^ The amounts shown for swaps are unrealized appreciation/depreciation.

Consolidation of Subsidiaries – Hundredfold Select Alternative Fund Limited (“HFSA Fund Limited”)

The Consolidated Schedule of Investments, Consolidated Statement of Assets and Liabilities, Consolidated Statement of Operations and Consolidated Statements of Changes in Net Assets and the Consolidated Financial Highlights of the Hundredfold Select Alternative Fund include the accounts of HFSA Fund Limited, a wholly owned and controlled subsidiary. HFSA Fund Limited is a fund incorporated as an exempted company under the companies' law of the Cayman Islands on June 19, 2018 and is a controlled foreign corporation for tax purposes. All inter-company accounts and transactions have been eliminated in consolidation.

The Hundredfold Select Alternative Fund may invest up to 25% of its total assets in a controlled foreign corporation (“CFC”) which acts as an investment vehicle in order to effect certain investments consistent with the Fund's investment objectives and policies.

	Inception Date of CFC	CFC Net Assets as of February 29, 2024	% of Net Assets as of February 29, 2024
HFSA Fund Limited	6/19/2018	\$ 4,604,122	2.6%

c) Swap Contracts – The Fund is subject to equity price risk, interest rate risk, credit risk and counterparty risk in the normal course of pursuing its investment objectives. The Fund may enter into various swap transactions, such as total return swaps and portfolio swaps for investment purposes or to manage interest rate, equity, or credit risk. These would be two-party contracts entered into primarily to exchange the returns (or differentials in rates of returns) earned or realized on particular pre-determined investments or instruments.

Standard equity swap contracts are between two parties that agree to exchange the returns (or differentials in rates of return) earned or realized on particular predetermined investments or instruments. The gross amount to be exchanged is 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 or industry sector). Most equity swap agreements entered into by the Fund calculate the obligations of the parties on a “net basis”. Consequently, a Fund's current obligations under a swap agreement generally will be equal to the net amount to be paid or received under the agreement based on the relative value of the positions held by each party. The Fund's obligations are accrued daily (offset by any amounts owed to the Fund).

In a “long” equity swap agreement, the counterparty will generally agree to pay the Fund the amount, if any, by which the notional amount of the swap contract would have increased in value if the Fund had been invested in the particular securities, plus dividends that would have been received on those securities. The Fund will agree to pay the counterparty a floating rate of interest on the notional amount of the swap contract plus the amount, if any, by which the notional amount would have decreased in value had it been invested in such securities plus, in certain instances, commissions or trading spreads on the notional amounts. Thus, the return on the swap contract should be the gain or loss on the notional amount plus dividends on the securities less the interest paid by the Fund on the notional amount. However, in certain instances, market factors such as the interest rate environment and the demand to borrow the securities underlying the swap agreement can cause a scenario in which the counterparty will pay the Fund interest. Payments may be

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made at the conclusion of the contract or periodically during its term. Swap contracts do not include the delivery of securities. The net amount of the excess, if any, of the Fund's obligations over its entitlement with respect to each swap is accrued on a daily basis and an amount of cash or liquid assets, having an aggregate net asset value at least equal to such accrued excess is maintained in a segregated account. Until a swap contract is settled in cash, the gain or loss on the notional amount plus dividends on the securities less the interest paid by the Fund on the notional amount are recorded as "unrealized gains or losses on swaps" and when cash is exchanged, the gain or loss is recorded as "realized gains or losses on swaps".

The Fund may enter into swap contracts that provide the opposite return of the particular benchmark or security ("short" the index or security). The operations are similar to that of the swaps disclosed above except that the counterparty pays interest to the Fund on the notional amount outstanding and the dividends on the underlying securities reduce the return of the swap. However, in certain instances, market factors such as the interest rate environment and the demand to borrow the securities underlying the swap agreement can cause a scenario in which the Fund pays the counterparty interest. These amounts are netted with any unrealized appreciation or depreciation to determine the value of the swap. The Fund will typically enter into equity swap agreements in instances where the Advisor believes that it may be more cost effective or practical than buying a security or the securities represented by a particular index.

The Fund may enter into credit default swaps ("CDS"). CDS are typically two-party (bilateral) financial contracts that transfer credit exposure between the two parties. One party to a CDS (referred to as the credit protection "buyer") receives credit protection or sheds credit risk, whereas the other party to a CDS (referred to as the credit protection "seller") is selling credit protection or taking on credit risk. The seller typically receives pre-determined periodic payments from the other party. These payments are in consideration for agreeing to make compensating specific payments to the buyer should a negative credit event occur, such as (1) bankruptcy or (2) failure to pay interest or principal on a reference debt instrument, with respect to a specified issuer or one of the reference issuers in a CDS portfolio. In general, CDS may be used by the Fund to obtain credit risk exposure similar to that of a direct investment in high yield bonds.

The Fund may enter into Interest Rate Swaps. Interest rate swaps involve the exchange of commitments to pay and receive interest based on a notional principal amount. The Funds may elect to pay a fixed rate and receive a floating rate, or receive a fixed rate and pay a floating rate on a notional principal amount.

The amounts to be exchanged or "swapped" between parties are calculated with respect to the notional amount. Changes in the value of swap agreements are recognized as unrealized gains or losses in the Consolidated Statement of Operations by "marking to market" on a daily basis to reflect the value of the swap agreement at the end of each trading day. Payments received or paid at the beginning of the agreement are reflected as such on the Consolidated Statement of Assets and Liabilities and may be referred to as upfront payments. A liquidation payment received or made at the termination of the swap agreement is recorded as a realized gain or loss on the Consolidated Statement of Operations. The maximum pay-outs for these contracts are limited to the notional amount of each swap. CDS may involve greater risks than if a Fund had invested in the referenced obligation directly and are subject to general market risk, liquidity risk, counterparty risk and credit risk.

The Fund collateralizes swap agreements with cash and certain securities, if indicated on the Consolidated Schedule of Investments. Such collateral is held for the benefit of the counterparty in a segregated account at the Custodian to protect the counterparty against non-payment by the Fund. The Fund does not net collateral. In the event of a default by the counterparty, the Fund will seek return of this collateral and may incur certain costs exercising their rights with respect to the collateral. Amounts expected to be owed to the Fund are regularly collateralized either directly with the Fund or in a segregated account at the Custodian.

A Fund bears the risk of loss of the amount expected to be received under a swap agreement in the event of the default or bankruptcy of a swap agreement counterparty to the extent that posted collateral is insufficient. A Fund will enter into swap agreements only with large, well-capitalized and established financial institutions. The creditworthiness of each of the firms that is counterparty to a swap agreement is monitored by the Advisor. The financial statements of these counterparties may be available by accessing the SEC's website, at www.sec.gov.

d) Stock Index Futures Contracts and Options on Futures Contracts – The Fund may purchase and sell stock index futures contracts and options on such futures contracts. The Fund may use futures contracts to gain exposure to, or hedge against changes in the value of equities, interest rates, commodities or foreign currencies. Upon entering into a contract, the Fund deposits and maintains as collateral such initial margin as required by the exchange on which the transaction is effected. Pursuant to the contract, the Fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the Fund as unrealized gains and losses. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. As collateral for futures contracts, the Fund is required under the 1940 Act to maintain assets consisting of cash, cash equivalents or liquid securities. This collateral is required to be adjusted daily to reflect the market value of the purchase obligation for long futures contracts or the market value of the instrument underlying the contract, but not less than the market price at which the futures contract was established, for short futures contracts.

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e) Risks of Options, Futures Contracts, Options on Futures Contracts and Short Positions – The risks inherent in the use of options, futures contracts, options on futures contracts and short positions include 1) adverse changes in the value of such instruments; 2) imperfect correlation between the price of options and futures contracts and options thereon and movements in the price of the underlying securities, index or futures contracts; 3) the possible absence of a liquid secondary market for any particular instrument at any time; 4) the possible need to defer closing out certain positions to avoid adverse tax consequences; and 5) the possible nonperformance by the counterparty under the terms of the contract. The Fund designates all cash, cash equivalents and liquid securities as collateral for futures contracts and options on futures contracts.

f) Exchange Traded Funds – The Fund may invest in exchange traded funds (“ETFs”). Passive ETFs are a type of index fund bought and sold on a securities exchange. A passive ETF trades like common stock and represents a fixed portfolio of securities designed to track the performance and dividend yield of a particular domestic or foreign market index. A Fund may purchase an ETF to temporarily gain exposure to a portion of the U.S. or a foreign market while awaiting purchase of underlying securities. The risks of owning an ETF generally reflect the risks of owning the underlying securities they are designed to track, although the lack of liquidity on an ETF could result in it being more volatile. Additionally, ETFs have fees and expenses that reduce their value.

g) Security Transactions and Related Income – Investment transactions are recorded on the trade date. The Fund determines the gain or loss realized from the investment transactions by comparing the identified cost, which is the same basis used for federal income tax purposes, with the net sales proceeds. Dividend income is recorded on the ex-dividend date. Interest income, including amortization of premium and discount, and dividends received from money market funds, is recognized on an accrual basis. Upfront payments on Credit Default Swaps are amortized over the life of the contract.

h) Expenses – Expenses of the Trust that are directly identifiable to a specific fund are charged to that fund. Expenses, which are not readily identifiable to a specific fund, are allocated in such a manner as deemed equitable (as determined by the Board), taking into consideration the nature and type of expense and the relative sizes of the funds in the Trust.

i) Federal Income Taxes – The Fund has complied, and intends to continue to comply, with the requirements of Subchapter M of the Internal Revenue Code necessary to qualify as a regulated investment company and to make the requisite distributions of income and capital gains to its shareholders sufficient to relieve it from all or substantially all federal income tax. No provision for federal income taxes has been made.

For tax purposes, HFSA Fund Limited (“HFSA”) is an exempted Cayman Islands investment company. HFSA has received an undertaking from the Government of the Cayman Islands exempting it from all local income, profits, and capital gains taxes. No such taxes are levied in the Cayman Islands at the present time. For U.S. income tax purposes, HFSA is a CFC and as such is not subject to U.S. income tax. However, as a wholly-owned CFC, the net income and capital gain of the CFC, to the extent of its earnings and profits, will be included each year in the respective Fund's investment company taxable income.

The Fund recognizes interest and penalties, if any, related to unrecognized tax benefits as income tax expense in the Statement of Operations. During the year, the Fund did not incur any interest or penalties.

The Fund recognizes the tax benefits of uncertain tax positions only where the position is “more likely than not” to be sustained assuming examination by tax authorities. Management has analyzed the Fund's tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open tax years ended August 31, 2021 through August 31, 2023 or expected to be taken in the Fund's August 31, 2024 year-end tax returns.

j) Dividends and Distributions to Shareholders – Dividends from net investment income, if any, are declared and paid at least quarterly. Distributable net realized capital gains, if any, are declared and distributed annually. Dividends from net investment income and distributions from net realized gains are recorded on ex-date and are determined in accordance with federal income tax regulations, which may differ from GAAP. These “book/tax” differences are considered either temporary (e.g., deferred losses, capital loss carry forwards) or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the composition of net assets based on their federal tax-basis treatment; temporary differences do not require reclassification. Any such reclassifications will have no effect on net assets, results of operations, or net asset values per share of the Fund.

k) Indemnifications – The Trust indemnifies its officers and trustees for certain liabilities that may arise from the performance of their duties to the Trust. Additionally, in the normal course of business, the Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnities. The Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the risk of loss due to these warranties and indemnities appears to be remote.

l) Market Risks - Unexpected local, regional or global events, 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; and recessions and depressions could have a significant impact on the Fund and its investments and may impair market liquidity. Such events can cause

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investor fear, which can adversely affect the economies of nations, regions and the market in general, in ways that cannot necessarily be foreseen.

3. INVESTMENT AND DERIVATIVE TRANSACTIONS

For the six months ended February 29, 2024, the aggregate purchases and sales of investments (excluding short-term investments, swaps and futures contracts) amounted to \$178,450,217 and \$177,720,894, respectively.

The Fund uses derivative instruments as part of its principal investment strategy to achieve its investment objective. For additional discussion on the risks associated with derivative instruments refer to Note 2. For the six months ended February 29, 2024, the Fund invested in futures and swap contracts.

	Asset/Liability Derivatives			
	Commodity risk	Credit risk	Equity risk	Total
Futures ¹	\$ (116,950)	\$ -	\$ 1,243,858	\$ 1,126,908
Swap contracts ²	-	74,179	173,608	247,787
Total	\$ (116,950)	\$ 74,179	\$ 1,417,466	\$ 1,374,695

¹ Consolidated Statement of Assets and Liabilities location: Unrealized appreciation (depreciation) on futures.

² Consolidated Statement of Assets and Liabilities location: Unrealized appreciation on credit default swaps; unrealized appreciation on swap contracts-OTC.

Transactions in derivative instruments during the six months ended February 29, 2024, were as follows:

	Commodity risk	Credit risk	Currency risk	Equity risk	Total
Realized gain (loss)³					
Futures contracts	\$ 878,595	\$ 1,859,860	\$ (34,654)	\$ 110,199	\$ 2,814,000
Swap contracts	-	2,322,143	-	711,676	3,033,819
Total realized gain (loss)	\$ 878,595	\$ 4,182,003	\$ (34,654)	\$ 821,875	\$ 5,847,819
Change in unrealized appreciation (depreciation)⁴					
Futures contracts	\$ (568,745)	\$ -	\$ -	\$ 699,979	\$ 131,234
Swap contracts	-	(109,346)	-	(80,444)	(189,790)
Total change in unrealized appreciation (depreciation)	\$ (568,745)	\$ (109,346)	\$ -	\$ 619,535	\$ (58,556)

³ Consolidated Statement of Operations location: Net realized gain (loss) on futures and swaps.

⁴ Consolidated Statement of Operations location: Net change in unrealized appreciation (depreciation) on futures and swaps.

The derivative instruments outstanding as of February 29, 2024, as disclosed in the Consolidated Schedule of Investments and the amounts of realized gain (loss) and changes in unrealized gains and losses on derivative instruments during the period as disclosed above and within the Consolidated Statement of Operations serve as indicators of the volume of derivative activity for the Fund.

4. OFFSETTING OF FINANCIAL ASSETS AND DERIVATIVE ASSETS AND LIABILITIES

The Fund's policy is to recognize a net asset or liability equal to the unrealized gain/ (loss) for futures and gross asset or liability equal to unrealized gain/(loss) for swaps contracts. During the six month ended February 29, 2024, the Fund is subject to a master netting arrangement for the swaps and future. The following table shows additional information regarding the offsetting of assets and liabilities at February 29, 2024.

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Assets:	Gross Amounts of Recognized Assets	Gross Amounts Offset in the Consolidated Statement of Assets & Liabilities	Net Amounts of Assets Presented in the Consolidated Statement of Assets & Liabilities	Gross Amounts Not Offset in the Consolidated Statement of Assets & Liabilities		Net Amount
				Financial Instruments	Cash Collateral Received	
Swaps Contracts - OTC	\$ 191,824	\$ -	\$ 191,824	\$ (18,216)	\$ -	\$ 173,608
Futures Contracts	1,243,858	-	1,243,858	(116,950)	-	1,126,908
Total	\$ 1,435,682	\$ -	\$ 1,435,682	\$ (135,166)	\$ -	\$ 1,300,516

Liabilities:	Gross Amounts of Recognized Liabilities	Gross Amounts Offset in the Consolidated Statement of Assets & Liabilities	Net Amounts of Liabilities Presented in the Consolidated Statement of Assets & Liabilities	Gross Amounts Not Offset in the Consolidated Statement of Assets & Liabilities		Net Amount
				Financial Instruments	Cash Collateral Pledged	
Swaps Contracts - OTC	\$ (18,216)	\$ -	\$ (18,216)	\$ 18,216	\$ -	\$ -
Futures Contracts	(116,950)	-	(116,950)	116,950	-	-
Total	\$ (135,166)	\$ -	\$ (135,166)	\$ 135,166	\$ -	\$ -

5. AGGREGATE UNREALIZED APPRECIATION AND DEPRECIATION – TAX BASIS

The identified cost of investments in securities owned by the Fund for federal income tax purposes and gross unrealized appreciation and depreciation, including futures and swaps, at February 29, 2024, were as follows:

Tax Cost	Gross Unrealized Appreciation	Gross Unrealized (Depreciation)	Net Unrealized Appreciation
\$ 176,618,837	\$ 2,483,929	\$ (1,796,540)	\$ 687,389

6. DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS OF CAPITAL

The tax character of distributions paid during the following fiscal years was as follows:

	Fiscal Year Ended August 31, 2023	Fiscal Year Ended August 31, 2022
Ordinary Income	\$ 12,747,247	\$ 22,530,313
Long-Term Capital Gain	-	4,247,620
	\$ 12,747,247	\$ 26,777,933

As of August 31, 2023, the components of accumulated earnings/ (deficit) on a tax basis were as follows:

Undistributed Ordinary Income	Undistributed Long-Term Gains	Post October Loss and Late Year Loss	Capital Loss Carry Forwards	Other Book/Tax Differences	Unrealized Appreciation/ (Depreciation)	Total Distributable Earnings/ (Accumulated Deficit)
\$ 1,846,695	\$ -	\$ (7,238,734)	\$ (29,531,537)	\$ 451,795	\$ 1,683,376	\$ (32,788,405)

The difference between book basis and tax basis undistributed net investment income, accumulated net realized loss and unrealized appreciation from investments is primarily attributable to the mark-to-market on open futures and mark-to-market on swap contracts.

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Capital losses incurred after October 31 within the fiscal year are deemed to arise on the first business day of the following fiscal year for tax purposes. The Fund incurred and elected to defer such capital losses of \$7,238,734.

At August 31, 2023, the Funds had capital loss carry forwards for federal income tax purposes available to offset future capital gains as follows:

Short-Term	Long-Term	Total
\$ 18,990,935	\$ 10,540,602	\$ 29,531,537

Permanent book and tax differences, primarily attributable to the tax adjustments for the Fund's wholly owned subsidiary, resulted in reclassifications for the Fund for the fiscal year ended August 31, 2023, as follows:

Paid In Capital	Accumulated Deficit
\$ (3,236,622)	\$ 3,236,622

7. INVESTMENT ADVISORY AGREEMENT AND TRANSACTIONS WITH RELATED PARTIES

Advisors Preferred, LLC ("Advisor"), serves as investment advisor to the Fund.

Investment Advisory Agreement: The Fund has entered into an investment advisory agreement with the Advisor. The Advisor receives a fee, computed daily and payable monthly and applied to the Fund's average daily net assets at an annual rate of 1.00%. In addition, the Advisor has entered into a sub-advisory agreement with Hundredfold Advisors, LLC ("Sub-Advisor") whereby the Sub-Advisor will direct investment activities of the Fund. The Sub-Advisor is paid by the Advisor and not the Fund. For the six months ended February 29, 2024, the Fund paid \$891,256 in advisory fees.

The Board has adopted a Distribution Plan and Agreement (the "Plan") pursuant to Rule 12b-1 under the 1940 Act. Under the Plan, an account maintenance fee of 0.25% as compensation for sales, promotional activities and services, and a distribution fee at the rate of 0.75% on an annualized basis of the average net assets are attributable to Service Class Shares of the Fund. The fees are paid to Ceros Financial Services Inc. (the "Distributor" or "Ceros") an affiliate of the Advisor to provide compensation for ongoing shareholder servicing and distribution-related activities or services and-or maintenance of Service Class accounts, not otherwise required to be provided by the Advisor. The Plan is a compensation plan, which means that compensation is provided regardless of 12b-1 expenses incurred. For the six months ended February 29, 2024, the Fund incurred \$383,223 in fees. During the six months ended February 29, 2024, Ceros, a registered broker/dealer, executed trades on behalf of the Fund and received \$140 in trade commissions.

The Board has adopted a Shareholder Servicing Plan (the "Servicing Plan") with respect to the Investor Class of the Fund. The Servicing Plan provides that a monthly service fee is calculated by the Fund at an annual rate of up to 0.25% of its average daily net assets of the Investor Class and is paid to Ceros to provide compensation for ongoing shareholder servicing and distribution-related activities or service and/or maintenance of accounts, not otherwise required to be provided by the Advisor. For the six months ended February 29, 2024, the Fund incurred \$45,720 in fees.

Pursuant to a liquidity program administrator agreement with the Fund, the Advisor, provides a liquidity program administrator who, directs the operations of the Fund's liquidity risk management program. As compensation for its services and the related expenses borne by the Advisor, the Fund pays the Advisor out of pocket expenses and an annual fee of \$9,000. The liquidity program administrator agreement became effective June 1, 2021. Pursuant to the liquidity program administrator agreement, the Advisor earned \$4,500 in fees for the six months ended February 29, 2024.

Spectrum Financial Inc., an affiliate of Hundredfold, may provide services to the Fund and receive an annualized fee of 0.25% based on the average daily net assets of the Fund attributable to clients of Spectrum Financial, Inc. who are Service Class shareholders of the Fund. For the six months ended February 29, 2024, there were no fees paid under this agreement.

Ultimus Fund Solutions, LLC ("UFS"), UFS, provides administration, fund accounting, and transfer agent services to the Trust. Pursuant to the servicing agreement with UFS, the Fund pays UFS customary fees for providing administration, fund accounting and transfer agency services to the Fund. Under the terms of the Funds' agreement with UFS, UFS pays for certain operating expenses of the Funds. Certain officers of the Trust are also officers of UFS, and are not paid any fees directly by the Funds for serving in such capacities.

Hundredfold Select Alternative Fund
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) (Continued)
February 29, 2024

In addition, certain affiliates of UFS provide services to each Fund as follows:

Blu Giant, LLC (“Blu Giant”), an affiliate of UFS, provides EDGAR conversion and filing services as well as print management services for the Fund on an ad-hoc basis. UFS is responsible for these fees.

During the six months ended February 29, 2024, Ceros, a registered broker/dealer and an affiliate of the Advisor, executed trades on behalf of the Fund and the Fund paid trade commissions of \$140 to Ceros.

Each Trustee who is not an “interested person” of the Trust or Advisor is compensated at a rate of \$72,000 per year plus \$2,500 minimum per meeting for certain special meetings, which varies based on the matters submitted, as well as for reimbursement for any reasonable expenses incurred attending the meetings, paid quarterly. The “interested persons” who serve as Trustees of the Trust receive no compensation for their services as Trustees. None of the executive officers receive compensation from the Trust. Interested trustees of the Trust are also officers or employees of the Advisor and its affiliates. The Advisor pays trustee fees with respect to the Fund.

8. CONTROL OWNERSHIP

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a Fund creates presumption of control of the Fund, under Section 2(a)9 of the 1940 Act. As of February 29, 2024, National Financial Services LLC holds shares for the benefit of others in nominee name, totaling approximately 33% of the voting securities of the Fund.

9. RECENT REGULATORY UPDATES

On January 24, 2023, the SEC adopted rule and form amendments to require mutual funds and ETFs to transmit concise and visually engaging streamlined annual and semi-annual reports to shareholders that highlight key information. Other information, including financial statements, will not appear in a streamlined shareholder report but must be available online, delivered free of charge upon request, and filed on a semi-annual basis on Form N-CSR. The rule and form amendments have a compliance date of July 24, 2024. At this time, management is evaluating the impact of these amendments on the shareholder reports for the Fund.

10. SUBSEQUENT EVENTS

Subsequent events after the date of the Consolidated Statement of Assets and Liabilities have been evaluated through the date the financial statements were issued. Management has determined that no events or transactions occurred requiring adjustment or disclosure in the financial statements.

Hundredfold Select Alternative Fund

EXPENSE EXAMPLE (Unaudited)

February 29, 2024

As a shareholder of a mutual fund, you incur two types of costs: (1) transaction costs, including reinvested dividends, or other distributions; redemption fees; and exchange fees; and (2) ongoing costs, including management fees; distribution and/or service fees; and other fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in a fund and to compare costs with the ongoing costs of investing in other mutual funds.

The example is based on an investment of \$1,000 invested at the beginning of the period and held the entire period September 1, 2023 – February 29, 2024.

Actual Expenses

The first line of the table below provides information about actual account values and actual expenses. You may use the information below; 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 provided under the heading "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balances or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of 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, such as sales charges (loads), or redemption fees. Therefore, the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	<u>Annualized Expense Ratio</u>	<u>Beginning Account Value September 1, 2023</u>	<u>Ending Account Value February 29, 2024</u>	<u>Expenses Paid During Period (1)</u>
Service Class				
Based on actual fund return	2.20%	\$1,000.00	\$1,083.30	\$11.40
Based on hypothetical 5% return	2.20%	1,000.00	1,013.92	11.02
Investor Class				
Based on actual fund return	1.29%	1,000.00	1,088.10	6.70
Based on hypothetical 5% return	1.29%	1,000.00	1,018.45	6.47

(1) Expenses are equal to the Fund's annualized expense ratio, multiplied by the average account value over the period, multiplied by the number of days in the period (182), then divided by the number of days in the fiscal year (366).

Hundredfold Select Alternative Fund
ADDITIONAL INFORMATION (Unaudited)
February 29, 2024

LIQUIDITY RISK MANAGEMENT PROGRAM

The Fund has adopted and implemented a written liquidity risk management program as required by Rule 22e-4 (the "Liquidity Rule") under the Investment Company Act. The program is reasonably designed to assess and manage the Fund's liquidity risk, taking into consideration, among other factors, the Fund's investment strategies and the liquidity of portfolio investments during normal and reasonably foreseeable stressed conditions; short and long-term cash flow projections; and cash holdings and access to other funding sources.

During the six months ended February 29, 2024, the Trust's Liquidity Program Administrator ("LPA") and the Board reviewed the Fund's investments and they determined that, generally, the Fund held adequate levels of cash and highly liquid investments to meet shareholder redemption activities in accordance with applicable requirements. Accordingly, the Board and the LPA concluded that (i) the Fund's liquidity risk management program is reasonably designed to prevent violations of the Liquidity Rule and (ii) the Fund's liquidity risk management program has been effectively implemented.

FACTS WHAT DOES ADVISORS PREFERRED TRUST DO WITH YOUR PERSONAL INFORMATION?

Why? Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.

What? The types of personal information we collect and share depend on the product or service you have with us. This information can include:

- Social Security number
- Assets
- Retirement Assets
- Transaction History
- Checking Account Information
- Purchase History
- Account Balances
- Account Transactions
- Wire Transfer Instructions

When you are *no longer* our customer, we continue to share your information as described in this notice.

How? All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons Advisors Preferred Trust chooses to share; and whether you can limit this sharing.

Reasons we can share your personal information	Does Advisors Preferred Trust share?	Can you limit this sharing?
For our everyday business purposes – such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	Yes	No
For our marketing purposes – to offer our products and services to you	No	We don't share
For joint marketing with other financial companies	No	We don't share
For our affiliates' everyday business purposes – information about your transactions and experiences	No	We don't share
For our affiliates' everyday business purposes – information about your creditworthiness	No	We don't share
For nonaffiliates to market to you	No	We don't share

Questions? Call 1-855-582-8006

Who we are

Who is providing this notice? Advisors Preferred Trust

What we do

How does Advisors Preferred Trust protect my personal information? To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.

Our service providers are held accountable for adhering to strict policies and procedures to prevent any misuse of your nonpublic personal information.

How does Advisors Preferred Trust collect my personal information? We collect your personal information, for example, when you

- Open an account
- Provide account information
- Give us your contact information
- Make deposits or withdrawals from your account
- Make a wire transfer
- Tell us where to send the money
- Tells us who receives the money
- Show your government-issued ID
- Show your driver's license

We also collect your personal information from other companies.

Why can't I limit all sharing? Federal law gives you the right to limit only

- Sharing for affiliates' everyday business purposes – information about your creditworthiness
- Affiliates from using your information to market to you
- Sharing for nonaffiliates to market to you

State laws and individual companies may give you additional rights to limit sharing.

Definitions

Affiliates Companies related by common ownership or control. They can be financial and nonfinancial companies.

- *Advisors Preferred Trust does not share with our affiliates.*

Nonaffiliates Companies not related by common ownership or control. They can be financial and nonfinancial companies.

- *Advisors Preferred Trust does not share with nonaffiliates so they can market to you.*

Joint marketing A formal agreement between nonaffiliated financial companies that together market financial products or services to you.

- *Advisors Preferred Trust doesn't jointly market.*

PROXY VOTING POLICY

Information regarding how the Fund votes proxies relating to portfolio securities for the twelve month period ended June 30th as well as a description of the policies and procedures that the Fund used to determine how to vote proxies is available without charge, upon request, by calling 1-866-866-4848 or by referring to the Securities and Exchange Commission's ("SEC") website at <http://www.sec.gov>.

PORTFOLIO HOLDINGS

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT, within sixty days after the end of the period Form N-PORT reports are available on the SEC's website at <http://www.sec.gov>. The information on Form N-PORT is available without charge, upon request, by calling 1-855-582-8006.

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