



Annual Report
December 31, 2021

Kensington Managed Income Fund

Class A Shares (KAMAX)
Class C Shares (KAMCX)
Institutional Class Shares (KAMIX)

Kensington Dynamic Growth Fund

Class A Shares (KAGAX)
Class C Shares (KAGCX)
Institutional Class Shares (KAGIX)

1-855-375-3060
www.kensingtonanalytics.com

Distributed by Ceros Financial Services, Inc.

February 14, 2022
Dear Shareholders,

This annual report for the **Kensington Funds** focuses on the period from January 1, 2021 to December 31, 2021. Kensington Asset Management, LLC serves as sub-advisor to the Funds. The **Kensington Managed Income Fund** seeks income. During the period, the Institutional Class Shares of the Fund increased by 1.29%; the load waived Class A Shares of the Fund increased by 1.05%; the Class A (with load) Shares declined by 3.77%, and the Class C Shares increased by 0.35%. The Bloomberg U.S. Aggregate Bond Index declined by 1.54% for the period, and the ICE BofAML High Yield Master II Index increased by 5.36% for the period.

The sub-advisor uses its “Managed Income” quantitative model to determine overall buy/sell decisions for the Fund. This investment process seeks to recognize and select opportunities to allocate into potentially higher yielding fixed-income securities when the signal is “Risk On” and allocate to U.S. Treasuries, U.S. government securities and cash equivalents when the signal is “Risk Off.”

Increasing inflation and the reopening of the economy sparked a rise in rates during the first quarter of 2021, which placed downward pressure on the price of higher quality debt. The Managed Income model was strongly “Risk On” during the period, and the sub-advisor responded to the rising rate environment by reducing credit quality of the portfolio, thereby increasing exposure to higher yielding debt, and reducing exposure to multisector bond holdings. Lower quality debt is less sensitive to rising rates when the economy is expanding. During the second and third quarters, the sub-advisor remained in a “Risk On” stance.

The ICE BofAML High Yield Master II Index peaked in November 2021, with the U.S. High Yield asset class deteriorating from that point. In response to weakening market conditions, the Managed Income model moved to a “Risk Off” stance in late November. In response, the Fund shifted into cash and cash equivalents, subsequently allocating a portion of the Fund’s assets to U.S. Treasuries in early December. Later in the month, the Fund reduced its exposure to U.S. Treasuries in response to declining values driven by rising interest rates.

The sub-advisor’s outlook is cautious in the short term. Increased market volatility, along with further deterioration in U.S. high yield fixed income, continue to be observed. The sub-advisor will continue to monitor overall market conditions and stands ready to reposition the portfolio should conditions improve. However, principal protection remains the sub-advisor’s primary objective currently.

The **Kensington Dynamic Growth Fund** seeks capital gains. The sub-advisor’s strategy is principally driven by a proprietary “Dynamic Growth” model designed to tactically alternate between a “Risk On” state in response to advancing equity markets and a “Risk Off” state during times of market weakness. During the period, the Institutional Class Shares of the Fund increased by 20.76%; the load waived Class A Shares of the Fund increased by 20.48%; the Class A (with load) Shares had a return of 14.80%, and the Class C Shares increased by 19.57%. The S&P 500 Total Return Index increased by 28.71% for the period.

To begin the year, the Fund was positioned predominately in large cap growth equity ETFs, as the growth sector remained strong during the “reopening trade” of the first quarter. In March 2021, the Dynamic Growth model was in a “Risk Off” stance for two weeks out of the month, as volatility increased. The Fund re-entered a “Risk On” position in April. The sub-advisor remained in a “Risk On” stance in equities until May 2021, when the model signal reverted to “Risk Off.” Subsequently

in late May, the Fund re-entered a “Risk On” trade, allocating back predominately to large cap growth equity ETFs. The Fund has maintained this allocation through the end of the second quarter.

In the third quarter, the Dynamic Growth model briefly shifted to “Risk Off” as volatility increased in late September, before resuming a “Risk On” posture in early October. The Fund made one final movement to “Risk Off” in early December due to increased market volatility.

The sub-advisor’s outlook remains very cautious for the equity markets going forward, as market volatility and the risk of decline remain elevated. However, the sub-advisor remains vigilant, and stands ready to reposition the Fund into a “Risk On” stance should the Dynamic Growth model dictate such a move. However, principal protection remains the sub-advisor’s primary objective currently.

Thank you for your confidence in our investment management. If you would like further information on the Kensington Funds, please visit kensingtonassetmanagement.com.

Kensington Asset Management

Sub-advisor to the Funds

Advisors Preferred, LLC

Advisor to the Funds

Kensington Managed Income Fund

Portfolio Review (Unaudited)

December 31, 2021

The Fund's performance figures* for the period ended December 31, 2021, as compared to its benchmarks:

	Annualized		
	One Year	Since Inception May 31, 2019	Since Inception August 27, 2019
Kensington Managed Income Fund - Class A	1.05%	4.58%	-
Kensington Managed Income Fund - Class A with load	(3.77)%	2.63%	-
Kensington Managed Income Fund - Class C	0.35%	-	3.54%
Kensington Managed Income Fund - Institutional Class	1.29%	4.85%	-
ICE BofAML U.S. High Yield Master II **	5.36%	6.97%	6.35%
Bloomberg U.S. Aggregate Bond Index ***	(1.54)%	3.68%	2.31%

* 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. Returns greater than one year are annualized. The total gross operating expenses including underlying funds as stated in the fee table of the Fund's prospectus dated May 1, 2021 is 2.30% for Class A, 3.08% for Class C and 2.12% for Institutional Class. Class A shares are subject to a maximum sales charge (load) of 4.75%. Class C shares are subject to a 1% deferred sales charge if redeemed prior to 12 months, under certain conditions. 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 and current performance may be obtained by calling 1-855-375-3060.

** ICE BofAML US High Yield Master II Index measures the performance of below investment grade \$US-denominated corporate bonds publicly issued in the US market. The index is unmanaged; includes net reinvested dividends; does not reflect fees or expenses; and is not available for direct investment. Investors cannot invest directly in an index.

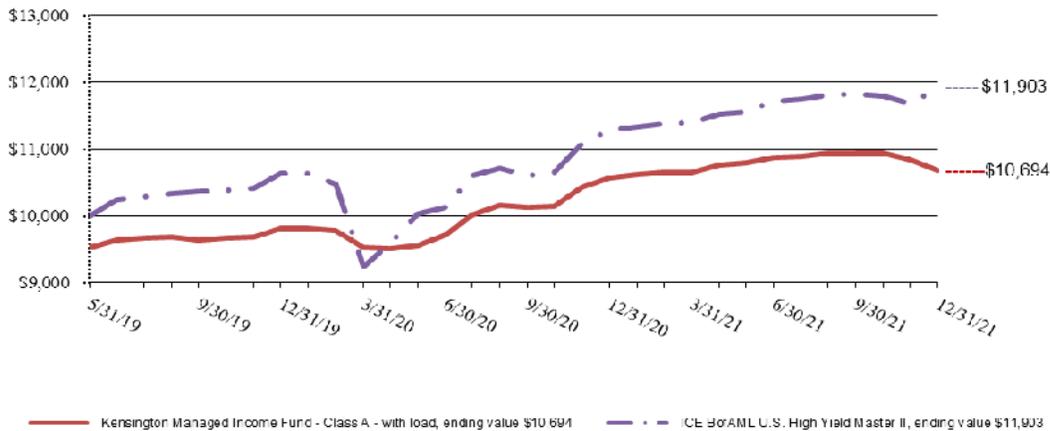
*** The Bloomberg U.S. Aggregate Bond Index is an unmanaged index comprised of U.S. investment grade, fixed rate bond market securities, including government, government agency, corporate and mortgage-backed securities. Investors cannot invest directly in an index. It is also known as Barclays U.S. Aggregate Bond Index.

Portfolio Composition	% of Net Assets
Exchange Traded Funds - Fixed Income	34.2%
Money Market Fund	50.1%
Other Assets in Excess of Liabilities	15.7%
	100.0%

Please refer to the Schedule of Investments and the Shareholder Letter in this report for a detailed listing of the Fund's holdings.

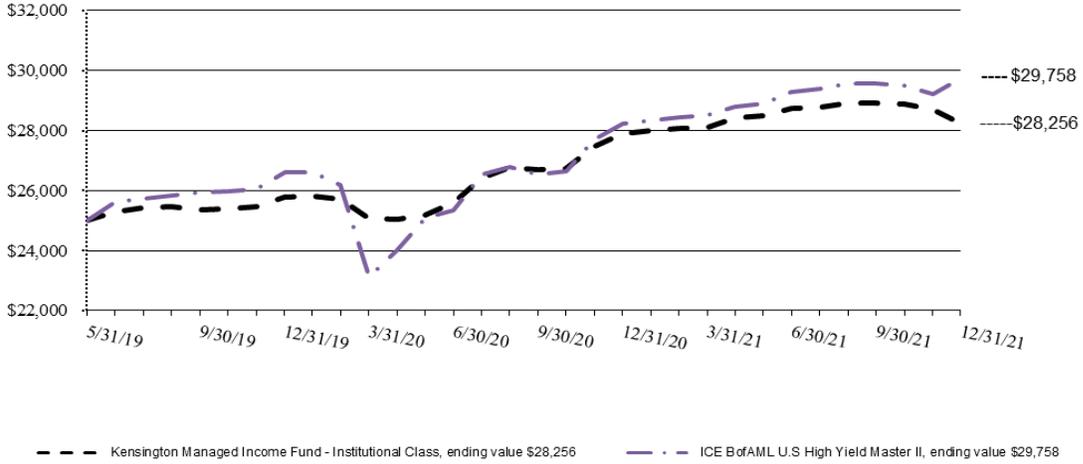
Comparison of the Change in Value of a \$10,000 Investment

Since Inception through December 31, 2021 +



Kensington Managed Income Fund
Portfolio Review (Unaudited)(Continued)
December 31, 2021

Comparison of the Change in Value of a \$25,000 Investment
 Since Inception through December 31, 2021 +



+ Inception date is May 31, 2019, for Class A and Institutional Class.

Kensington Dynamic Growth Fund

Portfolio Review (Unaudited)

December 31, 2021

The Fund's performance figures* for the period ended December 31, 2021, as compared to its benchmarks:

	One Year	Since Inception October 23, 2020
Kensington Dynamic Growth Fund - Class A	20.48%	18.29%
Kensington Dynamic Growth Fund - Class A with load	14.80%	13.53%
Kensington Dynamic Growth Fund - Class C	19.57%	17.58%
Kensington Dynamic Growth Fund - Institutional Class	20.76%	18.64%
S&P 500 Total Return Index **	28.71%	32.67%

* 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. Returns greater than one year are annualized. The total gross estimated operating expenses including underlying funds as stated in the fee table of the Fund's prospectus dated May 1, 2021 is 2.06% for Class A, 2.66% for Class C and 1.66% for Institutional Class. Class A shares are subject to a maximum sales charge (load) of 4.75%. Class C shares are subject to a 1% deferred sales charge if redeemed prior to 12 months, under certain conditions. 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 and current performance may be obtained by calling 1-855-375-3060.

** The S&P 500 Total Return Index is an unmanaged market capitalization-weighted index which is comprised of 500 of the largest U.S. domiciled companies and includes the reinvestment of all dividends. Investors cannot invest directly in an index or benchmark.

<u>Portfolio Composition</u>	<u>% of Net Assets</u>
Exchange Traded Funds - Fixed Income	60.0%
Money Market Fund	40.0%
Liabilities In Excess of Other Assets	0.0%
	<u>100.0%</u>

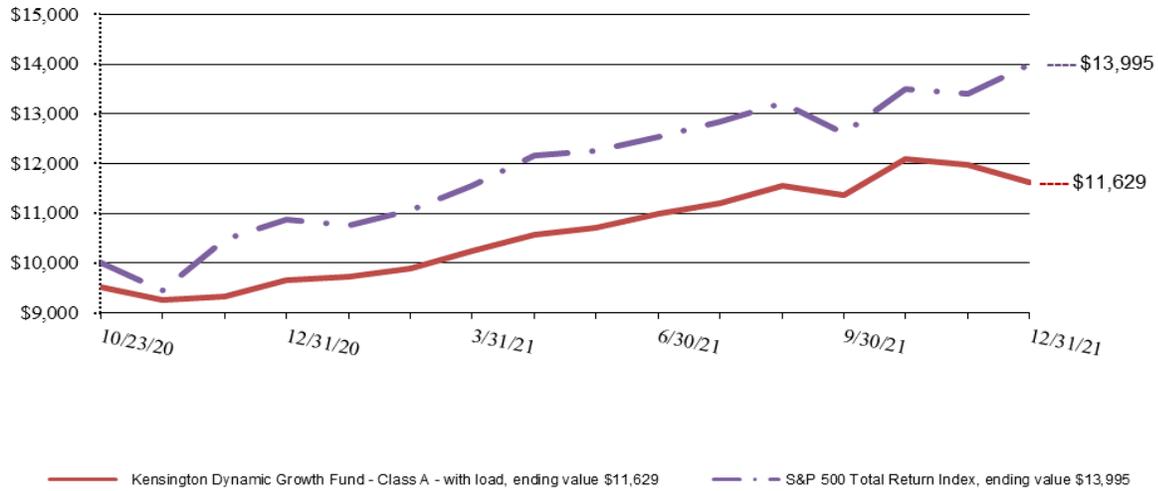
Please refer to the Schedule of Investments and the Shareholder Letter in this report for a detailed listing of the Fund's holdings.

Kensington Dynamic Growth Fund

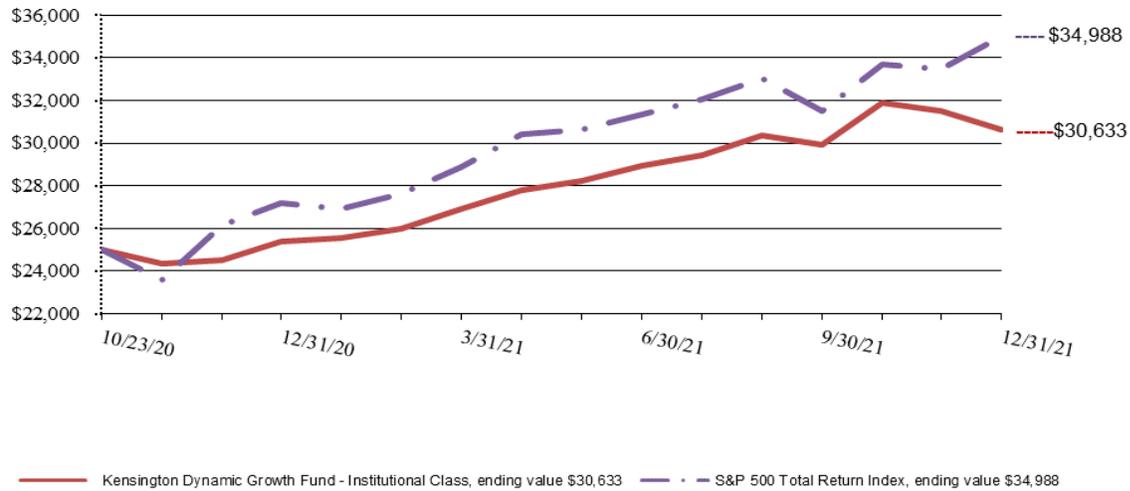
Portfolio Review (Unaudited)(Continued)

December 31, 2021

Comparison of the Change in Value of a \$10,000 Investment
Since Inception through December 31, 2021 +



Comparison of the Change in Value of a \$25,000 Investment
Since Inception through December 31, 2021 +



+ Inception date is October 23, 2020 for Class A and Institutional Class.

KENSINGTON MANAGED INCOME FUND
SCHEDULE OF INVESTMENTS
December 31, 2021

<u>Shares</u>		<u>Value</u>
	EXCHANGE TRADED FUNDS - 34.2%	
	FIXED INCOME - 34.2%	
506,150	iShares 20+ Year Treasury Bond ETF	\$ 75,006,368
613,900	iShares 3-7 Year Treasury Bond ETF	78,990,513
1,036,140	iShares 7-10 Year Treasury Bond ETF	119,156,100
		<u>273,152,981</u>
	TOTAL EXCHANGE TRADED FUNDS (Cost \$278,253,240)	<u>273,152,981</u>
	SHORT-TERM INVESTMENT - 50.1%	
	MONEY MARKET FUND - 50.1%	
400,472,938	First American Government Obligations Fund, Class X, 0.02% ^(a)	400,472,938
	TOTAL SHORT-TERM INVESTMENT (Cost \$400,472,938)	<u>400,472,938</u>
	TOTAL INVESTMENTS - 84.3% (Cost \$678,726,178)	\$ 673,625,919
	OTHER ASSETS IN EXCESS OF LIABILITIES - 15.7%	<u>125,675,451</u>
	NET ASSETS - 100.0%	<u>\$ 799,301,370</u>

ETF - Exchange Traded Fund

^(a) Money market fund; interest rate reflects seven-day effective yield on December 31, 2021.

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

KENSINGTON DYNAMIC GROWTH FUND
SCHEDULE OF INVESTMENTS
December 31, 2021

<u>Shares</u>		<u>Value</u>
	EXCHANGE TRADED FUNDS - 60.0%	
	FIXED INCOME - 60.0%	
490,400	iShares 20+ Year Treasury Bond ETF	\$ 72,672,376
439,060	iShares 3-7 Year Treasury Bond ETF	56,493,850
813,370	iShares 7-10 Year Treasury Bond ETF	93,537,550
		<u>222,703,776</u>
	TOTAL EXCHANGE TRADED FUNDS (Cost \$227,248,388)	<u>222,703,776</u>
	SHORT-TERM INVESTMENT - 40.0%	
	MONEY MARKET FUND - 40.0%	
148,338,132	First American Government Obligations Fund, Class X, 0.02% ^(a)	148,338,132
	TOTAL SHORT-TERM INVESTMENT (Cost \$148,338,132)	<u>148,338,132</u>
	TOTAL INVESTMENTS - 100.0% (Cost \$375,586,520)	\$ 371,041,908
	LIABILITIES IN EXCESS OF OTHER ASSETS - 0.0%	<u>(26,570)</u>
	NET ASSETS - 100.0%	<u>\$ 371,015,338</u>

ETF - Exchange Traded Fund

^(a)Money market fund; interest rate reflects seven-day effective yield on December 31, 2021.

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

Kensington Funds
STATEMENTS OF ASSETS AND LIABILITIES
December 31, 2021

	<u>Kensington Managed Income Fund</u>	<u>Kensington Dynamic Growth Fund</u>
Assets:		
Investments Securities:		
At Cost	\$ 678,726,178	\$ 375,586,520
At Value	\$ 673,625,919	\$ 371,041,908
Dividends and Interest Receivable	9,047	2,683
Receivable for Fund Shares Sold	1,280,430	493,302
Receivable for Securities Sold	126,668,934	-
Prepaid Expenses and Other Assets	55,159	46,452
Total Assets	<u>801,639,489</u>	<u>371,584,345</u>
Liabilities:		
Payable for Fund Shares Redeemed	1,338,087	99,532
Accrued Advisory Fees	840,766	392,088
Payable to Related Parties	79,000	35,197
Accrued Distribution Fees	27,195	14,876
Accrued Expenses and Other Liabilities	53,071	27,314
Total Liabilities	<u>2,338,119</u>	<u>569,007</u>
Net Assets	<u>\$ 799,301,370</u>	<u>\$ 371,015,338</u>
Composition of Net Assets:		
Net Assets consisted of:		
Paid in Capital	\$ 806,506,567	\$ 366,435,340
Distributable Earnings (Accumulated Loss)	(7,205,197)	4,579,998
Net Assets	<u>\$ 799,301,370</u>	<u>\$ 371,015,338</u>
Net Asset Value, Offering Price and Redemption Price Per Share		
Class A:		
Net Assets	\$ 61,129,619	\$ 20,412,703
Shares of beneficial interest outstanding (unlimited shares of no par beneficial interest authorized)	5,788,983	1,813,412
Net Asset Value (Net Assets ÷ Shares Outstanding) and Redemption Price Per Share	\$ 10.56	\$ 11.26
Maximum Offering Price Per Share (Maximum sales charge of 4.75%)(a)	\$ 11.09	\$ 11.82
Institutional Class:		
Net Assets	\$ 721,444,909	\$ 339,323,597
Shares of beneficial interest outstanding (unlimited shares of no par beneficial interest authorized)	68,195,120	30,027,156
Net Asset Value (Net Assets ÷ Shares Outstanding), Offering and Redemption Price Per Share	\$ 10.58	\$ 11.30
Class C:		
Net Assets	\$ 16,726,842	\$ 11,279,038
Shares of beneficial interest outstanding (unlimited shares of no par beneficial interest authorized)	1,590,560	1,009,246
Net Asset Value (Net Assets ÷ Shares Outstanding), Offering and Redemption Price Per Share (b)	\$ 10.52	\$ 11.18

- (a) On investments of \$50,000 or more, the offering price is reduced.
(b) Investments in Class C shares may be subject to a 1% contingent deferred sales charge on shares redeemed less than 12 months after purchase.

Kensington Funds
STATEMENTS OF OPERATIONS
For the Year Ended December 31, 2021

	<u>Kensington Managed Income Fund</u>	<u>Kensington Dynamic Growth Fund</u>
Investment Income:		
Dividend Income	\$ 23,434,520	\$ 1,646,177
Interest Income	14,003	6,455
Total Investment Income	<u>23,448,523</u>	<u>1,652,632</u>
Expenses:		
Investment Advisory Fees	7,419,009	2,828,517
Distribution (12b-1) Fees - Class A	130,149	25,289
Distribution (12b-1) Fees - Class C	140,088	61,324
Administration Fees	375,155	164,838
Transfer Agent Fees	240,906	95,918
Registration and Filing Fees	136,195	94,334
Custody Fees	69,761	23,962
Printing Expense	62,029	19,846
Legal Fees	25,708	20,057
Chief Compliance Officer Fees	20,000	20,000
Audit Fees	19,000	15,750
Trustees' Fees	1,000	-
Insurance Expense	3,959	1,105
Miscellaneous Expenses	3,158	5,278
Total Expenses	<u>8,646,117</u>	<u>3,376,218</u>
Add: Expenses Recaptured by Advisor	-	35,854
Net Expenses	<u>8,646,117</u>	<u>3,412,072</u>
Net Investment Income (Loss)	<u>14,802,406</u>	<u>(1,759,440)</u>
Realized and Unrealized Gain (Loss) on Investments:		
Net Realized Gain from Investments	4,216,178	38,567,920
Capital Gain Distributions from Underlying Investment Companies	826,908	-
Net Change in Unrealized (Depreciation) on Investments	(19,613,093)	(6,513,138)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(14,570,007)</u>	<u>32,054,782</u>
Net Increase in Net Assets Resulting From Operations	<u>\$ 232,399</u>	<u>\$ 30,295,342</u>

Kensington Funds
STATEMENTS OF CHANGES IN NET ASSETS

	Kensington Managed Income Fund	
	For the Year	For the Year
	Ended	Ended
	December 31, 2021	December 31, 2020
Increase in Net Assets from Operations:		
Net Investment Income	\$ 14,802,406	\$ 4,657,033
Net Realized Gain from Investments	4,216,178	645,986
Capital Gain Distributions from Underlying Investment Companies	826,908	-
Net Change in Unrealized Appreciation (Depreciation) on Investments	<u>(19,613,093)</u>	<u>13,906,775</u>
Net Increase in Net Assets Resulting From Operations	<u>232,399</u>	<u>19,209,794</u>
Distributions to Shareholders:		
From Distributable Earnings:		
Class A	(1,789,734)	(589,489)
Class C	(371,543)	(138,314)
Institutional Class	(20,347,069)	(4,500,398)
From Return of Capital:		
Class A	-	(15,392)
Class C	-	(5,105)
Institutional Class	-	(113,474)
Total Distributions to Shareholders	<u>(22,508,346)</u>	<u>(5,362,172)</u>
Shares of Beneficial Interest Transactions:		
Class A Shares:		
Proceeds from Shares Issued	50,723,419	45,965,577
Distributions Reinvested	1,656,457	527,198
Cost of Shares Redeemed	<u>(27,691,206)</u>	<u>(15,002,794)</u>
	<u>24,688,670</u>	<u>31,489,981</u>
Institutional Class Shares:		
Proceeds from Shares Issued	575,574,722	306,600,055
Distributions Reinvested	15,937,627	3,231,654
Cost of Shares Redeemed	<u>(146,512,492)</u>	<u>(79,453,022)</u>
	<u>444,999,857</u>	<u>230,378,687</u>
Class C Shares:		
Proceeds from Shares Issued	8,398,109	9,815,211
Distributions Reinvested	347,280	138,244
Cost of Shares Redeemed	<u>(3,375,996)</u>	<u>(896,475)</u>
	<u>5,369,393</u>	<u>9,056,980</u>
Net Increase from Beneficial Interest Transactions	<u>475,057,920</u>	<u>270,925,648</u>
Net Increase in Net Assets	<u>452,781,973</u>	<u>284,773,270</u>
Net Assets:		
Beginning of Year	\$ 346,519,397	61,746,127
End of Year	<u>\$ 799,301,370</u>	<u>\$ 346,519,397</u>
Share Activity:		
Class A Shares:		
Shares Issued	4,649,893	4,457,650
Shares Reinvested	153,890	49,742
Shares Redeemed	<u>(2,550,368)</u>	<u>(1,449,019)</u>
Net increase in shares of beneficial interest outstanding	<u>2,253,415</u>	<u>3,058,373</u>
Institutional Class Shares:		
Shares Issued	52,663,848	29,482,190
Shares Reinvested	1,479,504	304,961
Shares Redeemed	<u>(13,426,701)</u>	<u>(7,667,430)</u>
Net increase in shares of beneficial interest outstanding	<u>40,716,651</u>	<u>22,119,721</u>
Class C Shares:		
Shares Issued	775,632	955,998
Shares Reinvested	32,465	13,054
Shares Redeemed	<u>(311,460)</u>	<u>(86,635)</u>
Net increase in shares of beneficial interest outstanding	<u>496,637</u>	<u>882,417</u>

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

Kensington Funds

STATEMENTS OF CHANGES IN NET ASSETS (Continued)

Kensington Dynamic Growth Fund

	For the Year Ended December 31, 2021	For the Period * Ended December 31, 2020
Increase in Net Assets from Operations:		
Net Investment Income (Loss)	\$ (1,759,440)	\$ 171,979
Net Realized Gain from Investments	38,567,920	1,886
Net Change in Unrealized Appreciation (Depreciation) on Investments	(6,513,138)	1,968,526
Net Increase in Net Assets Resulting From Operations	<u>30,295,342</u>	<u>2,142,391</u>
Distributions to Shareholders:		
From Distributable Earnings:		
Class A	(1,541,537)	(11,728)
Class C	(866,507)	(5,603)
Institutional Class	(25,264,064)	(204,128)
Total Distributions to Shareholders	<u>(27,672,108)</u>	<u>(221,459)</u>
Shares of Beneficial Interest Transactions:		
Class A Shares:		
Proceeds from Shares Issued	19,200,985	3,448,894
Distributions Reinvested	1,267,298	10,412
Cost of Shares Redeemed	(3,141,753)	-
	<u>17,326,530</u>	<u>3,459,306</u>
Institutional Class Shares:		
Proceeds from Shares Issued	316,815,125	60,060,389
Distributions Reinvested	19,265,419	70,182
Cost of Shares Redeemed	(59,194,427)	(2,989,991)
	<u>276,886,117</u>	<u>57,140,580</u>
Class C Shares:		
Proceeds from Shares Issued	11,496,433	2,062,124
Distributions Reinvested	728,659	5,302
Cost of Shares Redeemed	(2,633,879)	-
	<u>9,591,213</u>	<u>2,067,426</u>
Net Increase from Beneficial Interest Transactions	<u>303,803,860</u>	<u>62,667,312</u>
Net Increase in Net Assets	<u>306,427,094</u>	<u>64,588,244</u>
Net Assets:		
Beginning of Year/Period	\$ 64,588,244	-
End of Year/Period	<u>\$ 371,015,338</u>	<u>\$ 64,588,244</u>
Share Activity:		
Class A Shares:		
Shares Issued	1,618,214	354,244
Shares Reinvested	112,349	1,038
Shares Redeemed	(272,433)	-
Net increase in shares of beneficial interest outstanding	<u>1,458,130</u>	<u>355,282</u>
Institutional Class Shares:		
Shares Issued	27,537,835	6,119,403
Shares Reinvested	1,701,892	6,990
Shares Redeemed	(5,038,215)	(300,749)
Net increase in shares of beneficial interest outstanding	<u>24,201,512</u>	<u>5,825,644</u>
Class C Shares:		
Shares Issued	958,354	205,883
Shares Reinvested	65,059	529
Shares Redeemed	(220,579)	-
Net increase in shares of beneficial interest outstanding	<u>802,834</u>	<u>206,412</u>

* For the period October 23, 2020 (commencement of operations) through December 31, 2020.

Kensington Funds
FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of beneficial interest outstanding throughout each year/period presented.

	Kensington Managed Income Fund		
	Class A		
	For the Year Ended December 31, 2021	For the Year Ended December 31, 2020	For the Period * Ended December 31, 2019
Net Asset Value, Beginning of Year/Period	\$ 10.78	\$ 10.20	\$ 10.00
From Operations:			
Net investment income (a)	0.25	0.31	0.15
Net gain (loss) from investments (realized and unrealized)	(0.13)	0.49	0.15
Total from operations	0.12	0.80	0.30
Distributions to shareholders from:			
Net investment income	(0.24)	(0.19)	(0.10)
Net realized gains	(0.10)	(0.02)	-
Return of capital	-	(0.01)	-
Total distributions	(0.34)	(0.22)	(0.10)
Net Asset Value, End of Year/Period	\$ 10.56	\$ 10.78	\$ 10.20
Total Return (b)	1.05%	7.87%	3.01% (c)
Ratios/Supplemental Data			
Net assets, end of year/period (in 000's)	\$ 61,130	\$ 38,110	\$ 4,867
Ratio of expenses to average net assets, before reimbursement/recapture	1.66%	1.77%	2.42% (d)
net of reimbursement/recapture	1.66%	1.79%	2.39% (d)
Ratio of net investment income to average net assets	2.31%	2.93%	2.44% (d)
Portfolio turnover rate	220%	233%	61% (c)

* For the period May 28, 2019 (commencement of operations) through December 31, 2019. Trading commenced on May 31, 2019.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period.

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any, and excludes sales charges. Had the Adviser not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2019.

(c) Not annualized.

(d) Annualized.

Kensington Funds
FINANCIAL HIGHLIGHTS (Continued)

The table below sets forth financial data for one share of beneficial interest outstanding throughout each year/period presented.

	Kensington Managed Income Fund		
	Institutional Class		
	For the Year Ended December 31, 2021	For the Year Ended December 31, 2020	For the Period * Ended December 31, 2019
Net Asset Value, Beginning of Year/Period	\$ 10.80	\$ 10.21	\$ 10.00
From Operations:			
Net investment income (a)	0.28	0.32	0.17
Net gain (loss) from investments (realized and unrealized)	(0.13)	0.51	0.15
Total from operations	0.15	0.83	0.32
Distributions to shareholders from:			
Net investment income	(0.27)	(0.21)	(0.11)
Net realized gains	(0.10)	(0.02)	-
Return of capital	-	(0.01)	-
Total distributions	(0.37)	(0.24)	(0.11)
Net Asset Value, End of Year/Period	\$ 10.58	\$ 10.80	\$ 10.21
Total Return (b)	1.29%	8.13%	3.20% (c)
Ratios/Supplemental Data			
Net assets, end of year/period (in 000's)	\$ 721,445	\$ 296,660	\$ 54,723
Ratio of expenses to average net assets, before reimbursement/recapture	1.41%	1.59%	2.20% (d)
net of reimbursement/recapture	1.41%	1.61%	1.99% (d)
Ratio of net investment income to average net assets	2.54%	3.06%	2.83% (d)
Portfolio turnover rate	220%	233%	61% (c)

* For the period May 28, 2019 (commencement of operations) through December 31, 2019. Trading commenced on May 31, 2019.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any. Had the Adviser not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2019.

(c) Not annualized.

(d) Annualized.

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

Kensington Funds
FINANCIAL HIGHLIGHTS (Continued)

The table below sets forth financial data for one share of beneficial interest outstanding throughout each year/period presented.

	Kensington Managed Income Fund		
	Class C		
	For the Year Ended December 31, 2021	For the Year Ended December 31, 2020	For the Period * Ended December 31, 2019
Net Asset Value, Beginning of Year/Period	\$ 10.74	\$ 10.19	\$ 10.17
From Operations:			
Net investment income (a)	0.17	0.22	0.06
Net gain (loss) from investments (realized and unrealized)	(0.13)	0.49	0.05
Total from operations	0.04	0.71	0.11
Distributions to shareholders from:			
Net investment income	(0.16)	(0.13)	(0.09)
Net realized gains	(0.10)	(0.02)	-
Return of capital	-	(0.01)	-
Total distributions	(0.26)	(0.16)	(0.09)
Net Asset Value, End of Year/Period	\$ 10.52	\$ 10.74	\$ 10.19
Total Return (b)	0.35%	6.95%	1.09% (c)
Ratios/Supplemental Data			
Net assets, end of year/period (in 000's)	\$ 16,727	\$ 11,749	\$ 2,156
Ratio of expenses to average net assets, before reimbursement/recapture	2.41%	2.55%	3.03% (d)
net of reimbursement/recapture	2.41%	2.57%	2.99% (d)
Ratio of net investment income to average net assets	1.59%	2.07%	2.22% (d)
Portfolio turnover rate	220%	233%	61% (c)

* For the period August 27, 2019 (commencement of operations) through December 31, 2019.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period.

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any, and excludes sales charges. Had the Adviser not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2019.

(c) Not annualized.

(d) Annualized.

Kensington Funds
FINANCIAL HIGHLIGHTS (Continued)

The table below sets forth financial data for one share of beneficial interest outstanding throughout the year/period presented.

	Kensington Dynamic Growth Fund	
	Class A	
	For the Year Ended December 31, 2021	For the Period * Ended December 31, 2020
Net Asset Value, Beginning of Year/Period	\$ 10.10	\$ 10.00
From Operations:		
Net investment income (loss) (a)	(0.13)	0.05
Net gain from investments (realized and unrealized)	2.20	0.08
Total from operations	2.07	0.13
Distributions to shareholders from:		
Net investment income	-	(0.03)
Net realized gains	(0.91)	-
Total distributions	(0.91)	(0.03)
Net Asset Value, End of Year/Period	\$ 11.26	\$ 10.10
Total Return (b)	20.48%	1.35% (c)
Ratios/Supplemental Data		
Net assets, end of year/period (in 000's)	\$ 20,413	\$ 3,588
Ratio of expenses to average net assets, before reimbursement/recapture	1.70%	2.36% (d)
net of reimbursement/recapture	1.72%	2.04% (d)
Ratio of net investment income (loss) to average net assets	(1.06%)	2.71% (d)
Portfolio turnover rate	786%	277% (c)

* For the period October 23, 2020 (commencement of operations) through December 31, 2020.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period.

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any, and excludes sales charges. Had the advisor and subadvisor not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2020.

(c) Not annualized.

(d) Annualized.

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

Kensington Funds
FINANCIAL HIGHLIGHTS (Continued)

The table below sets forth financial data for one share of beneficial interest outstanding throughout the year/period presented.

	Kensington Dynamic Growth Fund	
	Institutional Class	
	For the Year Ended December 31, 2021	For the Period * Ended December 31, 2020
Net Asset Value, Beginning of Year/Period	\$ 10.11	\$ 10.00
From Operations:		
Net investment income (loss) (a)	(0.09)	0.04
Net gain from investments (realized and unrealized)	2.19	0.11
Total from operations	2.10	0.15
Distributions to shareholders from:		
Net investment income	-	(0.04)
Net realized gains	(0.91)	-
Total distributions	(0.91)	(0.04)
Net Asset Value, End of Year/Period	\$ 11.30	\$ 10.11
Total Return (b)	20.76%	1.47% (c)
Ratios/Supplemental Data		
Net assets, end of year/period (in 000's)	\$ 339,324	\$ 58,914
Ratio of expenses to average net assets, before reimbursement/recapture	1.45%	2.12% (d)
net of reimbursement/recapture	1.47%	1.64% (d)
Ratio of net investment income (loss) to average net assets	(0.73%)	2.20% (d)
Portfolio turnover rate	786%	277% (c)

* For the period October 23, 2020 (commencement of operations) through December 31, 2020.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period.

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any, and excludes sales charges. Had the advisor and subadvisor not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2020.

(c) Not annualized.

(d) Annualized.

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

Kensington Funds
FINANCIAL HIGHLIGHTS (Continued)

The table below sets forth financial data for one share of beneficial interest outstanding throughout the year/period presented.

	Kensington Dynamic Growth Fund	
	Class C	
	For the Year Ended December 31, 2021	For the Period * Ended December 31, 2020
Net Asset Value, Beginning of Year/Period	\$ 10.11	\$ 10.00
From Operations:		
Net investment income (loss) (a)	(0.21)	0.05
Net gain from investments (realized and unrealized)	2.19	0.09
Total from operations	1.98	0.14
Distributions to shareholders from:		
Net investment income	-	(0.03)
Net realized gains	(0.91)	-
Total distributions	(0.91)	(0.03)
Net Asset Value, End of Year/Period	\$ 11.18	\$ 10.11
Total Return (b)	19.57%	1.39% (c)
Ratios/Supplemental Data		
Net assets, end of year/period (in 000's)	\$ 11,279	\$ 2,086
Ratio of expenses to average net assets, before reimbursement/recapture	2.44%	2.96% (d)
net of reimbursement/recapture	2.47%	2.64% (d)
Ratio of net investment income (loss) to average net assets	(1.77%)	2.50% (d)
Portfolio turnover rate	786%	277% (c)

* For the period October 23, 2020 (commencement of operations) through December 31, 2020.

(a) Per share amounts are calculated using the average shares method, which more appropriately presents the per share data for the year/period.

(b) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any, and excludes sales charges. Had the advisor and subadvisor not absorbed a portion of the Fund's expenses, total returns would have been lower for the period ended December 31, 2020.

(c) Not annualized.

(d) Annualized.

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

Kensington Funds

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1. ORGANIZATION

Kensington Managed Income Fund (“Managed Income Fund”) and Kensington Dynamic Growth Fund (“Dynamic Growth Fund”) (each a “Fund” and collectively, the “Funds”) are non-diversified series of shares of Advisors Preferred Trust (the “Trust”), a statutory trust organized under the laws of the State of Delaware 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 Managed Income Fund seeks income and the Dynamic Growth Fund seeks capital gains. The Managed Income Fund and the Dynamic Growth Fund commenced operations on May 28, 2019 and October 23, 2020, respectively.

The Funds currently offers three classes of shares: Class A, Class C and Institutional Class. Class A and Institutional Class shares of the Managed Income Fund commenced operations on May 28, 2019; Class C shares of the Managed Income Fund commenced operations on August 27, 2019. The Class A, Class C and Institutional Class shares of the Dynamic Growth Fund commenced operations on October 23, 2020. Class A shares of each Fund are offered at net asset value (“NAV”) plus a maximum sales charge of 4.75%. Class C and Institutional Class shares of each Fund are offered at net asset value. Class C shares are subject to a 1% deferred sales charge if redeemed prior to 12 months, under certain conditions. 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. Each Fund’s income, expenses (other than class specific shareholder servicing and distribution fees) and realized and unrealized gains and losses are allocated proportionately each day based upon the relative net assets of each class.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the Funds in preparation of their financial statements. These policies are in conformity with accounting principles generally accepted in the United States of America (“GAAP”). The preparation of financial statements in conformity with 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 and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates. Each 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 Topic 946 *Financial Services – Investment Companies*.

Securities 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”). In the absence of a sale, such securities shall be valued at the mean between the current bid and ask prices on the day of valuation. Short-term debt obligations, excluding U.S. Treasury Bills, having 60 days or less remaining until maturity, at time of purchase, may be valued at amortized cost.

Each 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 reviews and ratifies the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results.

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, and (iii) advisor and/or sub-advisor. The applicable investments are

Kensington Funds

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2021

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 or sub-advisor, the prices or values available do not represent the fair value of the instrument. Factors which may cause the advisor 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 or sub-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 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 a 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 - Each 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 by the methods established by the board of directors/trustees of the Underlying Funds.

Open-ended investment companies are valued at their respective NAVs 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 NAV 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 a Fund will not change.

Each 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 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.

Kensington Funds

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2021

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 inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following tables summarize the inputs used as of December 31, 2021 for the respective Fund's assets measured at fair value:

Managed Income Fund

Assets *	Level 1	Level 2	Level 3	Total
Investments:				
Exchange Traded Funds	\$ 273,152,981	-	-	\$ 273,152,981
Short-Term Investment	400,472,938	-	-	400,472,938
Total Investments	\$ 673,625,919	\$ -	\$ -	\$ 673,625,919

Dynamic Growth Fund

Assets *	Level 1	Level 2	Level 3	Total
Investments:				
Exchange Traded Funds	\$ 222,703,776	\$ -	\$ -	\$ 222,703,776
Short-Term Investment	148,338,132	-	-	148,338,132
Total Investments	\$ 371,041,908	\$ -	\$ -	\$ 371,041,908

* Refer to the Schedule of Investments for industry classifications.
The Funds did not hold any Level 3 securities during the period.

Security Transactions and Investment Income – Security transactions are accounted for on the trade date. Interest income is recognized on an accrual basis. Discounts are accreted and premiums are amortized on securities purchased over the lives of the respective securities using the effective yield method. Dividend income is recorded on the ex-dividend date. Realized gains or losses from sales of securities are determined by comparing the identified cost of the security lot sold with the net sales proceeds. The accounting records are maintained in U.S. Dollars.

Dividends and Distributions to Shareholders – Dividends from net investment income, if any, are declared and paid quarterly. Distributable net realized capital gains, if any, are declared and distributed annually. Dividends and distributions to shareholders are recorded on the ex-dividend date. Dividends from net investment income and distributions from net realized gains 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 carryforwards) 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. These reclassifications have no effect on net assets, results from operations or net asset values per share of a Fund.

Federal Income Tax – It is each Fund's policy to continue to qualify as a regulated investment company by complying with the provisions of Subchapter M of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of its taxable income and net realized gains to shareholders. Therefore, no federal income tax provision is required.

Kensington Funds

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2021

Each 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 Funds’ 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 year ended December 31, 2019, December 31, 2020, or expected to be taken in the Funds’ December 31, 2021, year-end tax returns. The Funds have identified their major tax jurisdictions as U.S. Federal and foreign jurisdictions where the Funds makes significant investments; however the Funds are 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 twelve months.

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

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, taking into consideration the nature and type of expense and the relative sizes of the funds in the Trust.

Indemnification – 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, each Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnities. Each Fund’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against a Fund that have not yet occurred. However, based on experience, the risk of loss due to these warranties and indemnities appears to be remote.

Exchange Traded Funds (“ETFs”) – The Funds may invest in ETFs. ETFs are typically a type of index bought and sold on a securities exchange. An ETF trades like common stock and typically represents a fixed portfolio of securities. The Funds may purchase an ETF to temporarily gain exposure to a portion of the U.S. or a foreign market. 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.

Mutual Fund and Exchange Traded Notes (“ETNs”) Risk: Mutual funds and ETNs are subject to investment advisory or management and other expenses, which will be indirectly paid by the Funds. Each is subject to specific risks, depending on investment strategy. Also, each may be subject to leverage risk, which will magnify losses. ETNs are subject to default risks.

Market Risk: 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 investor fear, which can adversely affect the economies of nations, regions and the market in general, in ways that cannot necessarily be foreseen. An outbreak of infectious respiratory illness known as COVID-19, which is caused by a novel coronavirus (SARS-CoV-2), was first detected in China in December 2019 and subsequently spread globally. This coronavirus has resulted in, among other things, travel restrictions, closed international borders, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery, prolonged quarantines, significant disruptions to business operations, market closures, cancellations and restrictions, supply chain disruptions, lower consumer demand, and significant volatility and declines in global financial markets, as well as general concern and uncertainty. The impact of COVID-19 has adversely affected, and other infectious illness outbreaks that may arise in the future could adversely affect, the economies of many nations and the entire global economy, individual issuers and capital markets in ways that cannot necessarily be foreseen. Public health crises caused by the COVID-19 outbreak may exacerbate other pre-existing political, social and economic risks in certain countries or globally. The duration of the COVID-19 outbreak and its effects cannot be determined with certainty.

Kensington Funds

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2021

3. INVESTMENT TRANSACTIONS

For the year ended December 31, 2021, the cost of purchases and proceeds from sales of portfolio securities, other than short-term investments and U.S. Government securities, for the Managed Income Fund and the Dynamic Growth Fund, amounted to \$1,074,643,222 and \$1,130,569,735 and \$1,647,030,227 and \$1,519,585,644, respectively.

4. INVESTMENT ADVISORY AGREEMENTS AND TRANSACTIONS WITH RELATED PARTIES

Advisors Preferred LLC (“Advisor”), serves as investment advisor to the Funds. The Advisor has engaged Kensington Asset Management LLC (the “Sub-Advisor”) to serve as the sub-advisor to the Funds whereby the Sub-Advisor will direct investment activities of the Funds. The Sub-Advisor is paid by the Advisor and not the Funds

Pursuant to an Investment Advisory Agreement with the Funds, the Advisor, under the oversight of the Board, directs the daily operations of the Funds and supervises the performance of administrative and professional services provided by others. As compensation for its services and the related expenses borne by the Advisor, the Funds pays the Advisor an investment advisory fee, computed and accrued daily and paid monthly, at an annual rate of 1.25% of the Funds’ average daily net assets. For the year ended December 31, 2021, the Managed Income Fund and the Dynamic Growth Fund paid \$7,419,009 and \$2,828,517, respectively, in advisory fees.

The Advisor and Sub-Advisor have contractually agreed to waive all or part of its advisory fees (or sub-advisory fees) and/or make payments to limit the expenses of the Managed Income Fund (exclusive of any front-end or contingent deferred loads, taxes, leverage interest, brokerage commissions, expenses incurred in connection with any merger or reorganization, dividend expense on securities sold short, expenses of investing in underlying funds, or extraordinary expenses such as litigation) at least until January 14, 2022 for Class A and April 30, 2022 for Institutional Class so that the total annual operating expenses do not exceed 2.05% and 1.45% (previously 1.55% through January 14, 2021) of the average daily net assets of the Class A and Institutional Class shares of the Managed Income Fund, respectively. Through August 20, 2020, the total annual operating expenses was limited to 2.99% of the average daily nets of the Class C shares of the Managed Income Fund

The Advisor and Sub-Advisor had contractually waived all or part of its advisory fees (or sub-advisory fees) and/or make payments to limit the expenses of the Dynamic Growth Fund (exclusive of any front-end or contingent deferred loads, taxes, leverage interest, brokerage commissions, expenses incurred in connection with any merger or reorganization, dividend expense on securities sold short, expenses of investing in underlying funds, or extraordinary expenses such as litigation) through October 19, 2021, so that the total annual operating expenses did not exceed 2.04%, 2.64% and 1.64% of the average daily net assets of the Class A, Class C and Institutional Class shares of the Dynamic Growth Fund, respectively.

Waivers and expense payments may be recouped by the Advisor and/or Sub-Advisor from a Fund, to the extent that overall expenses fall below the expense limitation, within three years of when the amounts were waived or reimbursed. During the year ended December 31, 2021, the Advisor and Sub-Advisor collectively recaptured fees of \$35,854 from the Dynamic Growth Fund.

Ultimus Fund Solutions, LLC (“UFS”), provides administration, fund accounting, and transfer agent services to the Trust. Pursuant to separate servicing agreements with UFS, UFS provides administration, fund accounting and transfer agent services to 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.

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

Kensington Funds

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2021

BluGiant, LLC (“*Blu Giant*”), an affiliate of UFS, provides EDGAR conversion and filing services as well as print management services for the Funds on an ad-hoc basis.

The Trust has adopted a Distribution Plan and Agreement (the “Rule 12b-1 Plan”) pursuant to Rule 12b-1 under the 1940 Act for each Fund’s Class A shares pursuant to which the Funds pay fees to Ceros Financial Services, Inc. (“Ceros” or “Distributor”), an affiliate of the Advisor, to provide distribution and/or shareholder services to each Fund. Under the Rule 12b-1 Plan, Class A and Class C shares of the Funds may pay an account maintenance fee for account maintenance services and/or distribution fee at an annual rate of up to 0.25% and 1.00% of the Funds’ average net assets attributable to Class A and Class C shares, respectively, as compensation for the Distributor providing account maintenance and distribution services to shareholders. The Rule 12b-1 Plan is a compensation plan, which means that compensation is provided regardless of 12b-1 expenses incurred. During the year ended December 31, 2021 pursuant to the Rule 12b-1 Plan, the Class A and Class C shares of the Managed Income Fund paid \$130,149 and \$140,088, respectively, and the Class A and Class C shares of the Dynamic Growth Fund paid \$25,289 and \$61,324, respectively, which was paid out to brokers and dealers.

The Distributor acts as the Funds’ principal underwriter in a continuous public offering of the Funds’ shares. For the year ended December 31, 2021, the Distributor received \$443,228 and \$282,184, respectively, in underwriting commissions for sales of shares of the Managed Income Fund and the Dynamic Growth Fund, of which \$58,700 and \$28,541, respectively, was retained by the principal underwriter.

Each Trustee who is not an “interested person” of the Trust or Advisor is compensated at a rate of \$50,000 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.

During the year ended December 31, 2021, Ceros, a registered broker/dealer and an affiliate of the Advisor, executed trades on behalf of the Managed Income Fund and Dynamic Growth Fund and received \$81,904 and \$171,826 in trade commissions, respectively.

5. AGGREGATE UNREALIZED APPRECIATION AND DEPRECIATION – TAX BASIS

The identified cost of investments in securities owned by the Funds for federal income tax purposes and its respective gross unrealized appreciation and depreciation at December 31, 2021, were as follows:

Fund	Tax Cost	Gross Unrealized Appreciation	Gross Unrealized (Depreciation)	Net Unrealized (Depreciation)
Managed Income Fund	\$ 678,726,178	-	\$ (5,100,259)	\$ (5,100,259)
Dynamic Growth Fund	375,586,520	-	(4,544,612)	(4,544,612)

6. DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS OF CAPITAL

The tax character of fund distributions paid for the year ended December 31, 2021, and period ended December 31, 2020, for the Kensington Funds was as follows:

Kensington Funds
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2021

For fiscal year ended 12/31/2021	Ordinary Income	Long-Term Capital Gains	Return of Capital	Total
Managed Income Fund	\$ 19,935,950	\$ 2,572,396	\$ -	\$ 22,508,346
Dynamic Growth Fund	27,672,108	-	-	27,672,108

For fiscal year ended 12/31/2020	Ordinary Income	Long-Term Capital Gains	Return of Capital	Total
Managed Income Fund	\$ 5,039,251	\$ 188,950	\$ 133,971	\$ 5,362,172
Dynamic Growth Fund	221,459	-	-	221,459

As of December 31, 2021, the components of distributable earnings/(accumulated deficit) on a tax basis were as follows:

	Undistributed Ordinary Income	Undistributed Long-Term Capital Gains	Post October Loss and Late Year Loss	Capital Loss Carry Forwards	Other Book/Tax Differences	Unrealized Appreciation/ (Depreciation)	Total Accumulated Earnings/(Deficits)
Managed Income Fund	\$ -	\$ -	\$ (2,104,938)	\$ -	\$ -	\$ (5,100,259)	\$ (7,205,197)
Dynamic Growth Fund	9,124,610	-	-	-	-	(4,544,612)	4,579,998

The difference between book basis and tax basis accumulated net realized gain/(loss) and unrealized appreciation/(depreciation) from investments is primarily attributable to the tax deferral of losses on wash sales.

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 Kensington Managed Income Fund incurred and elected to defer such capital losses of \$2,104,938.

Permanent book and tax differences, primarily attributable to the book/tax basis treatment of distributions in excess, resulted in reclassifications for the Funds for the year ended December 31, 2021, as follows:

	Paid In Capital	Distributable Earnings/ (Accumulated Losses)
Managed Income Fund	\$ (557,916)	\$ 557,916
Dynamic Growth Fund	-	-

7. 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 pursuant to Section 2(a)(9) of the 1940 Act. As of December 31, 2021, TD Ameritrade held approximately 31.32% of the Dynamic Growth Fund for the benefit of its customers.

8. INVESTMENTS IN UNDERLYING INVESTMENT COMPANIES

The Funds currently invest a portion of their assets in First American Government Obligations Fund ("First American") and the Dynamic Growth Fund currently invests a portion of its assets in iShares 7-10 Year Treasury Bond ETF ("iShares"). The Funds may redeem their investment at any time if the Advisor or Sub-Advisor determines that it is in the best interest of the Funds and its shareholders to do so.

Kensington Funds
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2021

The performance of the Funds will be directly affected by the performance of First American and iShares 7-10 Year Treasury Bond ETF. The financial statements of First American and iShares 7-10 Year Treasury Bond ETF, including the portfolio of investments, can be found at the Securities and Exchange Commission's website www.sec.gov and should be read in conjunction with the Funds' financial statements. As of December 31, 2021, the percentage of the Managed Income Fund's and Dynamic Growth Fund's net assets invested in First American was 50.1% and 40.0%, respectively; the percentage of the Dynamic Growth fund's net assets invested in iShares 7-10 Year Treasury Bond ETF was 25.2%.

9. SUBSEQUENT EVENTS

Subsequent events after the date of the Statements 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.



REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Trustees of Advisors' Preferred Trust and the Shareholders of Kensington Managed Income Fund and Kensington Dynamic Growth Fund

Opinion on the Financial Statements

We have audited the accompanying statements of assets and liabilities of Kensington Managed Income Fund and Kensington Dynamic Growth Fund, each a series of shares of beneficial interest in Advisors' Preferred Trust (the "**Funds**"), including the schedules of investments, as of December 31, 2021, and the related statements of operations and changes in net assets and the financial highlights for the year then ended, 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 Funds as of December 31, 2021, and the results of their operations, the changes in their net assets and their financial highlights for the year then ended, in conformity with accounting principles generally accepted in the United States of America. The statements of changes in net assets and financial highlights as presented in the table below were audited by other auditors, whose report dated March 1, 2021, expressed an unqualified opinion on such financial statements and financial highlights.

Fund	Changes In Net Assets and Financial Highlights Presented
Kensington Managed Income Fund	The changes in net assets for the year ended December 31, 2020, the financial highlights for Class A and Institutional Class for the year ended December 31, 2020 and for the period from May 28, 2019 (commencement of operations) through December 31, 2019, and the financial highlights for Class C for the year ended December 31, 2020 and for the period from August 27, 2019 (commencement of operations) through December 31, 2019.
Kensington Dynamic Growth Fund	The changes in net assets and the financial highlights for the period from October 23, 2020 (commencement of operations) through December 31, 2020.

Basis for Opinion

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' 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 Funds in accordance with the U.S. federal securities law 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. The Funds are not required to have, nor were we engaged to perform, an audit of their internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risk 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 December 31, 2021 by correspondence with the custodian, brokers, or by other appropriate auditing procedures where replies from brokers were not received. 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.

BBD, LLP

BBD, LLP

We have served as the auditor of one or more of the Funds in the Advisors' Preferred Trust since 2021.

Philadelphia, Pennsylvania
February 25, 2022

Kensington Funds

EXPENSE EXAMPLE (Unaudited)

December 31, 2021

As a shareholder of the Kensington Funds, you incur two types of costs: (1) transaction costs including sales charges (loads) on purchase payments; (2) ongoing costs, including management fees; distribution and/or service (12b-1) fees; and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Kensington Funds and to compare these 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 for the entire period from July 1, 2021 through December 31, 2021.

Table 1. Actual Expenses

The “Actual Expenses” tables below provide 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 in the table under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Table 2. Hypothetical Example for Comparison Purposes

The “Hypothetical” tables below provide information about hypothetical account values and hypothetical expenses based on the Funds’ 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.

Kensington Managed Income Fund				
Table 1				
Actual Expenses	Annualized Expense Ratio	Beginning Account Value 7/1/2021	Ending Account Value 12/31/2021	Expenses Paid During Period * 7/1/2021-12/31/2021
Class A	1.67%	\$1,000.00	\$982.30	\$8.34
Institutional Class	1.42%	\$1,000.00	\$983.60	\$7.10
Class C	2.42%	\$1,000.00	\$978.80	\$12.07
Table 2				
Hypothetical (5% return before expenses)	Annualized Expense Ratio	Beginning Account Value 7/1/2021	Ending Account Value 12/31/2021	Expenses Paid During Period * 7/1/2021-12/31/2021
Class A	1.67%	\$1,000.00	\$1,016.79	\$8.49
Institutional Class	1.42%	\$1,000.00	\$1,018.05	\$7.22
Class C	2.42%	\$1,000.00	\$1,013.01	\$12.28

* Expenses are equal to the average account value over the period, multiplied by the Fund’s annualized expense ratio, multiplied by the number of days in the period (184) divided by the numbers of days in the fiscal year (365).

Kensington Funds
EXPENSE EXAMPLE (Unaudited) (Continued)
December 31, 2021

Kensington Dynamic Growth Fund				
Table 1				
Actual Expenses	Annualized Expense Ratio	Beginning Account Value 7/1/2021	Ending Account Value 12/31/2021	Expenses Paid During Period * 7/1/2021-12/31/2021
Class A	1.71%	\$1,000.00	\$1,057.20	\$8.87
Institutional Class	1.46%	\$1,000.00	\$1,057.90	\$7.57
Class C	2.46%	\$1,000.00	\$1,053.00	\$12.73
Table 2				
Hypothetical (5% return before expenses)	Annualized Expense Ratio	Beginning Account Value 7/1/2021	Ending Account Value 12/31/2021	Expenses Paid During Period * 7/1/2021-12/31/2021
Class A	1.71%	\$1,000.00	\$1,016.59	\$8.69
Institutional Class	1.46%	\$1,000.00	\$1,017.85	\$7.43
Class C	2.46%	\$1,000.00	\$1,012.80	\$12.48

* Expenses are equal to the average account value over the period, multiplied by the Fund's annualized expense ratio, multiplied by the number of days in the period (184) divided by the numbers of days in the fiscal year (365).

Kensington Funds
Change in Accountants (Unaudited)
December 31, 2021

On October 26, 2021, the Audit Committee of Advisors Preferred Trust ("Committee") appointed and formally engaged BBD, LLP ("BBD") as the Funds' independent registered public accounting firm for the fiscal year ending December 31, 2021.

Cohen & Company, Ltd. ("Cohen") reports on the Funds' financial statements for the periods prior to December 31, 2021 did not contain an adverse opinion or a disclaimer of opinion, nor were such reports qualified or modified as to uncertainty, audit scope or accounting principles.

During the years or periods ended prior to December 31, 2021, there were no disagreements between the Funds and Cohen on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which disagreements, if not resolved to the satisfaction of Cohen, would have caused it to make reference to the subject matter of the disagreement in its report on the financial statements for such period. During the years or periods ended prior to December 31, 2021, there were no reportable events (as defined in Item 304(a)(1)(v) of Regulation S-K).

During the years or periods ended prior to December 31, 2021, neither the Funds nor anyone on its behalf has consulted with Cohen regarding; (i) the application of accounting principles to a specified transaction, either completed or proposed; or the type of audit opinion that might be rendered on the Funds' financial statements, and neither a written report was provided to the Funds nor oral advice was provided that Cohen concluded was an important factor considered by the Funds in reaching a decision as to any accounting, auditing or financial reporting issue; or (ii) any matter that was the subject of a disagreement (as that term is defined in Item 304 (a)(1)(iv) of Regulation S-K and the related instructions to Item 304 of Regulation S-K) or a reportable event (as that term is defined in Item 304 (a)(1)(v) of Regulation S-K).

Kensington Funds
SUPPLEMENTAL INFORMATION (Unaudited)
December 31, 2021

Independent Trustees

The following table provides information regarding each Trustee who is not an "interested person" of the Trust, as defined in the 1940 Act.

Name, Address ¹ and Year of Birth	Position(s) Held with the Trust	Term of Office/Length of Time Served	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Trustee ²	Other Directorships Held by Trustee
Charles R. Ranson Born: 1947	Trustee	Indefinite, since November 2012	Principal, Ranson & Associates (business consultancy) (since 2003);	23	Northern Lights Fund Trust IV (27 series) (since July 2015)
Felix Rivera Born: 1963	Trustee	Indefinite, since November 2012	Managing Partner, Independent Channel Advisors, LLC (Consultancy Practice), (since January 2011)	23	Centerstone Investors Trust (2 series) (2016-Mar. 2021) BlueArc Multi-Strategy Fund (2014-2017)
David Feldman Born: 1963	Trustee	Indefinite, Since September 2017	Independent Consultant (since January 2015); Head of Intermediary Sales, Baron Capital Inc., (February 2010 to December 2014)	23	None

¹ Unless otherwise specified, the mailing address of each Trustee is c/o Advisors Preferred Trust, 1445 Research Blvd., Suite 530, Rockville, MD 20850.

² The "Fund Complex" consists of the series of the Trust.

Interested Trustees and Officers

The following table provides information regarding each Trustee who is an "interested person" of the Trust, as defined in the 1940 Act, and each officer of the Trust.

Name, Address ¹ And Year of Birth	Position(s) Held with the Fund	Term of Office/Length of Time Served	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Trustee²	Other Directorships Held by Trustee
Catherine Ayers-Rigsby ⁽³⁾ Born: 1948	Trustee, Chairman, President	Indefinite; since November 2012	CEO, Advisors Preferred, LLC (since June 2011); President, Ceros Financial Services, Inc., (since August 2009); President AtCap Partners, LLC (since July 2011)	23	None
Brian S. Humphrey ⁽⁴⁾ Born: 1972	Trustee	Indefinite; since November 2012	Managing Director, Ceros Financial Services, Inc., (since January 2011)	23	None
Christine Casares Born: 1975	Treasurer	Indefinite; since May 2019	Vice President, Tax Administration, Ultimus Fund Solutions, LLC (since February 2016); Assistant Vice President, Tax Administration (February 2012 January 2016)	N/A	N/A

Kensington Funds
SUPPLEMENTAL INFORMATION (Unaudited) (Continued)
December 31, 2021

Name, Address ¹ And Year of Birth	Position(s) Held with the Fund	Term of Office/ Length of Time Served	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Trustee ²	Other Directorships Held by Trustee
Angela Holland Born 1970	Chief Compliance Officer	Indefinite; since July 1, 2020	Chief Compliance Officer, Ceros Financial Services, Inc. (since January 2016); Sales Supervisor/AML Compliance Officer, Ceros Financial Services, Inc. (April 2012 – January 2016); Compliance Manager, Advisors Preferred, LLC (April 2012 to Present); Compliance Manager, AtCap Partners, LLC (since April 2012)	N/A	N/A
Richard Malinowski Born: 1983	Secretary	Indefinite; since November 2012	Senior Vice President and Senior Managing Counsel, Ultimus Fund Solutions, LLC; (since February 2020); Senior Vice President, Legal Administration, and Counsel (February 2017-January 2019); Vice President and Counsel (April 2016– 2017); and AVP and Staff Attorney (September 2012 – March.2016)	N/A	N/A
Jeff Meacham Born: 1976	Assistant Treasurer	Indefinite, since November 2021	Trader, Ceros Financial Services, Inc.	N/A	N/A
Daniel Gibson Born: 1984	Assistant Treasurer	Indefinite, since November 2021	Trader, Ceros Financial Services, Inc.	N/A	N/A

¹ Unless otherwise specified, the address of each Trustee and officer is Advisors Preferred Trust, 1445 Research Blvd., Suite 530, Rockville, MD 20850.

² The "Fund Complex" consists of the series of the Trust.

³ Ms. Ayers-Rigsby is an interested person Trustee because she is an officer of the Trust, an officer of the Trust's investment adviser, and an officer of the Trust's principal underwriter.

⁴ Mr. Humphrey is an interested person Trustee because he is an officer of the Trust's principal underwriter.

The Funds' Statement of Additional Information includes additional information about the Trustees and is available free of charge by calling toll- free 1-855-375-3060.

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 1-866-862-9686

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 Funds voted proxies relating to portfolio securities for the most recent twelve month period ended June 30 as well as a description of the policies and procedures that the Funds use to determine how to vote proxies is available without charge, upon request, by calling 1-855-375-3060 or by referring to the Security and Exchange Commission's ("SEC") website at <http://www.sec.gov>.

PORTFOLIO HOLDINGS

The Funds file their 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 1-855-375-3060.

INVESTMENT ADVISOR

Advisors Preferred LLC
1445 Research Blvd., Suite 530
Rockville, MD 20850

SUB-ADVISOR

Kensington Asset Management LLC
3811 Bee Caves Road, Suite 210
Austin, TX 78746

ADMINISTRATOR

Ultimus Fund Solutions, LLC
225 Pictoria Drive, Suite 450
Cincinnati, OH 45246