

WisdomTree Multi Asset Issuer Plc

**Management report and
Condensed unaudited interim financial statements**

For the half financial year ended 30 June 2021

Registered number 515981

WisdomTree Multi Asset Issuer Plc

Contents

	Page (s)
Directors and other information	1
Interim management report	2 - 6
Directors' responsibilities statement	7
Statement of comprehensive income	8
Statement of financial position	9
Statement of changes in equity	10
Statement of cash flows	11
Notes to the financial statements	12 - 24

WisdomTree Multi Asset Issuer Plc

Page 1

Directors and other information

Directors	Lisa Hand (<i>Irish</i>) (<i>Non-Executive</i>) Stuart Gallagher (<i>Irish</i>) (<i>Non-Executive</i>) Bryan Governey (<i>Irish</i>) (<i>Non-Executive</i>) Sarah Warr (<i>British</i>) (<i>Non-Executive</i>) (<i>appointed on 24 February 2021</i>) Alexis Marinof (<i>British</i>) (<i>Non-Executive</i>) (<i>resigned on 24 February 2021</i>)
Registered Office	2nd floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland
Company Secretary, Issuing & Paying Agent	Apex IFS Limited 2nd floor, Block 5 Irish Life Centre Abbey Street Lower Dublin 1 Ireland
Trustee & Security Trustee	The Law Debenture Trust Corporation Plc Fifth Floor, 100 Wood Street London EC2V 7EX United Kingdom
Manager	WisdomTree Multi Asset Management Limited Ordnance House, 31 Pier Road St. Helier Jersey JE4 8PW
Registrar	Link Market Services Trustees Limited The Registry, 34 Beckenham Road Beckenham Kent BR3 4TU United Kingdom
Initial Swap Provider	BNP Paribas Arbitrage S.N.C. 160-162 Boulevard Macdonald 75019 Paris France
Custodian & Collateral Administrator	The Bank of New York Mellon One Canada Square London E14 5AL United Kingdom
Banker	Allied Irish Bank plc Currency Accounts Services 1 Adelaide Road Dublin 2 Ireland
Solicitor	Matheson 70 Sir John Rogerson's Quay Dublin 2 Ireland

Interim management report

The board of directors (the "Directors") present the interim report and unaudited financial statements of WisdomTree Multi Asset Issuer Plc (the "Company") for the half financial year ended 30 June 2021.

Principal activities and key events for the first six months

The Company is a public liability company, incorporated in Ireland on 30 July 2012 under Irish Company Law. The Company is an orphan vehicle, with the shares held for the benefit of a charitable trust (see note 13). The Company is registered in Ireland as a Section 110 vehicle. The Company has been established as a special purpose vehicle for the purpose of issuing exchange traded securities. The Company commenced trading on 5 December 2012.

The Company established a Collateralised ETP Securities Programme (the "Programme") under which the Company issues, on an ongoing basis, collateralised exchange traded securities (the "ETP Securities") of different classes (each a "Class") linked to indices providing exposure to a range of asset classes including equities, commodities, fixed income and currencies. The ETP Securities may have long or short, and leveraged or unleveraged, exposure to the daily performance of the referenced index.

Each Class constitutes limited recourse obligations of the Company, secured on and payable solely from the assets constituting the ETP Securities in respect of such Class. Each Class of ETP Securities may comprise one or more tranches.

The Company uses the net proceeds of the issuance of ETP Securities to enter into Total Return Swap Transactions (the "TRSs") to hedge its payment obligations in respect of each Class of the ETP Securities with one or more Swap Providers once the Swap Provider has delivered eligible collateral. The TRSs for each Class of ETP Securities will produce cash flows to service all of the Company's payment obligations in respect of that Class.

Cash flows are only as a result of subscriptions and redemptions of ETP Securities and expenses incurred. A movement in collateral does not generate a cash flow. The proceeds of the issuance of a tranche of ETP Securities of a Class will be paid by the Issuer to one or more of the Swap Providers with whom the Issuer has entered into a TRS in connection with that Class, in order to increase the aggregate number of Index Units in respect of the TRSs entered into by the Issuer in relation to that Class in proportion to the increase in the number of ETP Securities of that Class then outstanding. The Issuer's payment obligations in respect of the ETP Securities of a Class will be covered entirely from payments received by the Issuer from the Swap Provider(s) in respect of such TRSs. Pursuant to the terms of each Credit Support Document, the Issuer will be obliged to pay amounts equal to each distribution made on collateral held by it to the relevant Swap Provider upon receipt.

The ETP Securities do not bear interest at a prescribed rate. The return (if any) on the ETP Securities shall be calculated in accordance with the redemption provisions.

As a result of Brexit, CREST UK and Ireland has lost equivalence and can no longer be the domestic central securities depository ("CSD") for securities issued by Irish domiciled issuers. The Company migrated the current settlement model for the ETP Securities to the International CSD ("ICSD") model effective 11 December 2020.

General information regarding the Company is further described in note 1 to the financial statements.

All ETP Securities in issue as at 30 June 2021 are listed for trading on the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (30 June 2020: same) and applications may be made to other European Stock Exchanges.

Key performance indicators

The Company is a special purpose vehicle ("SPV") and its principal activity is to issue exchange traded securities.

The Directors confirm that the key performance indicators as disclosed below in the interim financial statements are those that are used to assess the performance of the Company.

During the half financial year:

- the Company made a profit before tax of EUR 500 (30 June 2020: EUR 500);
- the Company's realised losses on financial assets at fair value through profit or loss amounted to EUR 40,637,690 (30 June 2020: EUR 126,111,645);
- the Company's unrealised depreciation on financial assets at fair value through profit or loss amounted to EUR 12,385,204 (30 June 2020: EUR 53,242,441);
- the Company's realised gains on financial liabilities at fair value through profit or loss amounted to EUR 40,637,690 (30 June 2020: EUR 126,111,645);
- the Company's unrealised appreciation on financial liabilities at fair value through profit or loss amounted to EUR 12,385,204 (30 June 2020: EUR 53,242,441);

Interim management report (continued)

Key performance indicators (continued)

During the half financial year (continued):

- the Company issued 1 new Classes of ETP Securities (30 June 2020: Nil):
WisdomTree Energy Enhanced EUR Daily Hedged
- there were subscriptions in the existing Class of ETP Securities as disclosed in note 10 to the interim financial statements;
- there were redemptions of Class of ETP Securities as disclosed in note 10 to the interim financial statements; and
- the following events took place regarding the below ETP Securities:

WisdomTree NASDAQ 100® 3x Daily Short Securities

On 16 March 2021, the Company announced the reduction in the principal amount of the WisdomTree NASDAQ 100® 3x Daily Short Securities from USD 12.18 to USD 1.218.

WisdomTree S&P 500 VIX Short-Term Futures 2.25x Daily Leveraged Securities

On 15 March 2021, the Company announced the reduction in the principal amount of the WisdomTree S&P 500 VIX Short-Term Futures 2.25x Daily Leveraged Securities from USD 10.5566 to USD 1.05566.

WisdomTree Brent Crude Oil 3x Daily Short Securities

On 16 February 2021, the Company announced the reduction in the principal amount of the WisdomTree Brent Crude Oil 3x Daily Short Securities from USD 11.40 to USD 1.14.

WisdomTree S&P 500 3x Daily Short Securities

On 19 March 2021, the Company announced the reduction in the principal amount of the WisdomTree S&P 500 3x Daily Short Securities from USD 0.2 to USD 0.02 and a connected reduction in the Daily Swap Rate from 0.00250 per cent. per day to 0.002361 per cent. per day.

WisdomTree EURO STOXX Banks 3x Daily Short Securities

On 19 February 2021, the Company announced the reduction in the principal amount of the WisdomTree EURO STOXX Banks 3x Daily Short Securities from EUR 2 to EUR 0.2.

WisdomTree BTP 10Y 5x Daily Short Securities

On 26 February 2021, the Company announced the reduction in the principal amount of the WisdomTree BTP 10Y 5x Daily Short Securities from EUR 2 to EUR 0.2.

WisdomTree S&P 500 VIX SHORT-TERM FUTURES 2.25X Daily Leveraged Securities

On 14 April 2021, the Company announced the reduction in the principal amount of the WisdomTree S&P 500 VIX SHORT-TERM FUTURES 2.25X Daily Leveraged Securities from USD 10.55662 to USD 1.05566.

WisdomTree Palladium 1x Daily Short

On 28 April 2021, the Company announced the reduction in the principal amount of the WisdomTree Palladium 1x Daily Short from USD 2 to USD 0.2.

WisdomTree Copper 3x Daily Short

On 30 April 2021, the Company announced the reduction in the principal amount of the WisdomTree Copper 3x Daily Short from USD 2 to USD 0.2.

WisdomTree NASDAQ 100 3x Daily Short

On 7 May 2021, the Company announced the reduction in the principal amount of the WisdomTree NASDAQ 100 3x Daily Short from USD 12.18 to USD 1.218.

Compulsory redemption event

On the 23 April 2021, a Compulsory Redemption Event has occurred in accordance with Condition 8.8(B) of the WisdomTree EURO STOXX Banks 3x Daily Short Securities (the "Impacted Securities") due to the Price of the Impacted Securities fell below 200% of the Principal Amount of the Impacted Securities.

Accordingly, on 23 April 2021, the Company announced that the ETP securities of the Impacted Products were to be redeemed compulsorily. Following this announcement, the Company confirmed the relevant compulsory redemption amounts per each ETP Security of the Impacted Products and subsequently arranged for the cash redemption proceeds to be made via Euroclear or Clearstream, Luxembourg.

Interim management report (continued)

Key performance indicators (continued)

As at 30 June 2021:

- the total fair value of the ETP Securities in issue was EUR 1,066,874,252 (31 December 2020: EUR 744,256,049);
- the Company has invested in financial assets at fair value through profit or loss of EUR 1,066,874,252 (31 December 2020: EUR 744,256,049) as disclosed in note 7 to the financial statements;
- despite the significant increase in the size of the portfolio during the period, there has also been a decrease in realised losses on financial assets at FVTPL, realised gains on financial liabilities at FVTPL, unrealised depreciation on financial assets at FVTPL and on unrealised appreciation on financial liabilities at FVTPL related to changes in the ETP Securities and TRS prices, in the exchange rates and also decreased market volatility;
- the net assets of the Company were EUR 16,363 (31 December 2020: EUR 15,988); and
- the ETP Securities that the Company has in issue in respect of each Class are included in note 10 to the financial statements.

Future developments

The Directors expect that the present level of activity will be sustained for the foreseeable future.

The Directors are satisfied that the derivative financial instruments in place appropriately manage the risk exposure of the Company as detailed in note 15 to the interim financial statements.

Going concern

The Board believe the Company is a going concern. The nature of the Company's business dictates that the outstanding ETP Securities may be redeemed at any time by the holders thereof and in certain circumstances may be redeemed by the Company. As the redemption of ETP Securities will coincide with the termination of an equal amount of TRSs, no liquidity risk is considered to arise. All other liabilities of the Company are being met by WisdomTree Multi Asset Management Limited. Therefore the Directors consider the Company to be a going concern and have prepared the interim financial statements on this basis.

Principal risks and uncertainties

Coronavirus disease (COVID-19)

The COVID-19 pandemic continues to persist and the ultimate duration of the pandemic and its short-term and long-term impact on the global economy is unknown. National governments and supranational organisations in multiple states took steps designed to protect their populations from COVID-19 during 2020 and these restrictions have started to lift during 2021. COVID-19 has created market turmoil and increased market volatility generally. Mutations in the virus, a setback in vaccine distribution and negative global economic consequences arising from the pandemic, amongst other factors, could have a future adverse impact on the global financial markets. The steps outlined above, and public sentiment, may affect both the volatility and prices of all asset classes, resulting in an impact to the Net Asset Values of the Sub-Funds. Increased market turmoil could also lead to investor redemptions in the Sub-Funds. The Directors and the Company's delegates continue to monitor the advice and developments relating to the spread of the of COVID-19, which is fluid and continually changing. The WisdomTree group has, and continues to implement measures to maintain the ongoing safety and well-being of employees, whilst continuing to operate business as usual.

The key risks to the business relate to the use of financial instruments. A summary of these risks are set out in note 15 to the interim financial statements.

Results and dividends for the financial period

The results for the financial period are set out on page 8. The Directors do not recommend the payment of a dividend for the financial period (30 June 2020: EUR Nil).

Interim management report (continued)

Directors, secretary and their interests

None of the Directors who held office on 1 January 2021 and 30 June 2021 held any shares or ETP Securities in the Company at that date, or during the half financial year. There were no contracts of any significance in relation to the business of the Company in which the Directors had any interest, as defined in Section 309 of the Companies Act 2014, at any time during the half financial year. During the half financial year, no fees were paid to the Directors for the services provided (30 June 2020: EUR Nil). Further information are set out in note 14 to the financial statements.

Shares and shareholders

The authorised share capital of the Company is EUR 100,000 out of which EUR 40,000 has been issued and paid up to EUR 0.25 each. The issued shares were held by Apex Financial Services (Nominees 1) Limited holding 39,994 shares. Apex Financial Services (Nominees 2) Limited, Apex Financial Services (Nominees 3) Limited, Apex Financial Services (Trustees) Limited, Forbrit Corporate Director 3 Limited, Forbrit Corporate Director 4 Limited and Apex Financial Services (Foundations) Limited, each holding 1 share in the Company. All shares are held in trust for charity under the terms of Declaration of Trust.

Accounting records

The Directors believe that they have complied with requirements of sections 281 to 285 of the Companies Act 2014 with regards to keeping adequate accounting records by employing accounting personnel with appropriate experience and expertise and by providing services to the financial function. The accounting records of the Company are maintained at 2nd Floor, Block 5, Irish Life Centre, Abbey Street Lower, Dublin 1, Ireland.

Political donations

The Electoral Act, 1997 (as amended by the Electoral Amendment Political Funding Act, 2012) requires companies to disclose all political donations over EUR 200 in aggregate made during a financial year. The Directors, on enquiry, have satisfied themselves that no such donations in excess of this amount have been made by the Company during the financial period to 30 June 2021 (30 June 2020: EUR Nil).

Subsequent events

Subsequent events have been disclosed in note 17 to the interim financial statements.

Research and development costs

The Company did not incur any research and development costs during the half financial year (30 June 2020: EUR Nil).

Audit committee

Under Section 1551 (11)(c) and Section 167 of the Companies Act 2014, the Company is exempt from the requirement to establish an audit committee as the sole business of the Company relates to the issuance of exchange traded securities. The Directors have availed of this exemption for the preparation of the financial statements.

Given the functions performed by the IPA and the limited recourse nature of the securities issued by the Company, the Directors has concluded that there is currently no need for the Company to have a separate audit committee in order for the Board to perform effective monitoring and oversight of the internal controls and risk management systems of the Company in relation to the financial reporting process. Accordingly the Company has availed itself of the exemption under Section 1551 of the Companies Act 2014.

Interim management report (continued)

Directors' compliance statement

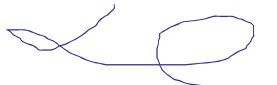
The Directors confirm that:

- they acknowledge that they are responsible for securing the company's compliance with its relevant obligations and have, to the best of their knowledge, complied with its relevant obligations as defined in section 225 of the Companies Act 2014;
- they have drawn up a compliance policy statement setting out the Company's policies (that, in the Directors' opinion, are appropriate to the Company) respecting compliance by the Company with its relevant obligations;
- relevant arrangements and structures have been put in place that provide a reasonable assurance of compliance in all material respects by the Company with its relevant obligations, which arrangements and structures may, if the Directors so decide, include reliance on the advice of one or more than one person employed by the Company or retained by it under a contract for services, being a person who appears to the Directors to have the requisite knowledge and experience to advise the Company on compliance with its relevant obligations; and
- the arrangements and structures in place are reviewed on an annual basis.

On behalf of the Board of Directors



Stuart Gallagher
Director



Lisa Hand
Director

Date: 29 September 2021

Directors' responsibilities statement

The Directors are responsible for preparing the management report and the interim financial statements in accordance with the Companies Act 2014 and the applicable regulations.

The Directors confirm that, to the best of their knowledge:

- the condensed financial statements, which have been prepared in accordance with applicable accounting standards, give a true and fair view of the assets, liabilities, financial position and results of the Company; and
- the Interim Management Report includes a fair review of:
 - important events that have occurred during the first six months of the financial year;
 - the impact of those events on the condensed financial statements; and
 - a description of the principal risks and uncertainties for the remaining six months of the financial year.

The Directors further indicate that such interim financial statements for the half financial year ended 30 June 2021 have not been audited.

On behalf of the Board of Directors



Stuart Gallagher
Director



Lisa Hand
Director

Date: 29 September 2021

STATEMENT OF COMPREHENSIVE INCOME
For the half financial year ended 30 June 2021

	Note	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
Realised gains on financial liabilities at fair value through profit or loss	10	40,637,690	126,111,645
Realised losses on financial assets at fair value through profit or loss	7	(40,637,690)	(126,111,645)
Unrealised appreciation on financial liabilities at fair value through profit or loss	10	12,385,204	53,242,441
Unrealised depreciation on financial assets at fair value through profit or loss	7	(12,385,204)	(53,242,441)
Revenue	4	3,426,175	2,319,012
Operating expenses	5	<u>(3,425,675)</u>	<u>(2,318,512)</u>
Operating profit before tax		500	500
Tax on profit on ordinary activities	6	<u>(125)</u>	<u>(125)</u>
Operating profit after tax		375	375
Total comprehensive income		<u><u>375</u></u>	<u><u>375</u></u>

All of the items dealt with in arriving at the profit for the half financial year are from continuing operations, no income is recognised in other comprehensive income.

STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Note	30-Jun-21 EUR	31-Dec-20 EUR
Assets			
Financial assets at fair value through profit or loss	7	1,066,874,252	744,256,049
Other receivables	8	741,331	1,166,100
Cash and cash equivalents	9	1,137,003	31,215
Total assets		<u>1,068,752,586</u>	<u>745,453,364</u>
Liabilities			
Financial liabilities at fair value through profit or loss	10	1,066,874,252	744,256,049
Other payables	11	1,861,971	1,181,327
Total liabilities		<u>1,068,736,223</u>	<u>745,437,376</u>
Total assets less total liabilities		<u>16,363</u>	<u>15,988</u>
Share capital and retained earnings			
Called up share capital presented as equity	12	10,000	10,000
Retained earnings		6,363	5,988
Total shareholders' funds		<u>16,363</u>	<u>15,988</u>

The financial statements were approved by the Board of Directors on 29 September 2021 and signed on its behalf by:


Stuart Gallagher
Director


Lisa Hand
Director

Date: 29 September 2021

STATEMENT OF CHANGES IN EQUITY
For the half financial year ended 30 June 2021

	Share capital	Retained earnings	Total equity
	EUR	EUR	EUR
Balance as at 1 January 2020	10,000	5,238	15,238
<i>Total comprehensive income for the financial period</i>			
Net profit	-	375	375
Total comprehensive income for the financial period	-	375	375
Balance as at 30 June 2020	10,000	5,613	15,613
Balance as at 1 July 2020	10,000	5,613	15,613
<i>Total comprehensive income for the financial period</i>			
Net profit	-	375	375
Total comprehensive income for the financial period	-	375	375
Balance as at 31 December 2020	10,000	5,988	15,988
Balance as at 1 January 2021	10,000	5,988	15,988
Total comprehensive income for the financial period			
Net profit	-	375	375
Total comprehensive income for the financial period	-	375	375
Balance as at 30 June 2021	10,000	6,363	16,363

STATEMENT OF CASH FLOWS

For the half financial year ended 30 June 2021

	Notes	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
Cash flows from operating activities			
Profit on ordinary activities before taxation		500	500
<i>Adjustments for:</i>			
Realised gains on financial liabilities at fair value through profit or loss	10	(40,637,690)	(126,111,645)
Realised losses on financial assets at fair value through profit or loss	7	40,637,690	126,111,645
Unrealised appreciation on financial liabilities at fair value through profit or loss	10	(12,385,204)	(53,242,441)
Unrealised depreciation on financial assets at fair value through profit or loss	7	12,385,204	53,242,441
TRS executions during the financial period	7	(859,889,762)	(1,027,581,719)
TRS terminations during the financial period	7	610,395,278	882,798,984
<i>Movements in working capital</i>			
Decrease in other receivables		424,769	92,820
Increase/(decrease) in other payables		680,519	(524,090)
Net cash used in operating activities		<u>(248,388,696)</u>	<u>(145,213,505)</u>
Cash flows from financing activities			
ETP Securities issuances during the financial period	10	859,889,762	1,027,581,719
ETP Securities redemptions during the financial period	10	(610,395,278)	(882,798,984)
Net cash generated from financing activities		<u>249,494,484</u>	<u>144,782,735</u>
Increase/(decrease) in cash and cash equivalents		1,105,788	(430,770)
Cash and cash equivalents at start of the financial period		31,215	448,105
Cash and cash equivalents at end of the financial period		<u><u>1,137,003</u></u>	<u><u>17,335</u></u>

NOTES TO THE FINANCIAL STATEMENT**For the half financial year ended 30 June 2021****1 General information**

The Company is a public limited company, incorporated in Ireland on 30 July 2012, under registered number 515981 and has registered address at 2nd floor, Block 5, Irish Life Centre, Abbey Street Lower, Dublin 1, Ireland. The Company has been established as an SPV for the purpose of issuing exchange traded securities. The Company commenced trading on 5 December 2012.

The Company established a Collateralised ETP Securities Programme under which the Company issues, on an ongoing basis, collateralised ETP Securities of different Classes linked to indices providing exposure to a range of asset classes including equities, commodities, fixed income and currencies. The ETP Securities may have long or short, and leveraged or unleveraged, exposure to the daily performance of the referenced index.

Each Class constitutes limited recourse obligations of the Company, secured on and payable solely from the assets constituting the ETP Securities in respect of such Class. Each Class of ETP Securities may comprise one or more tranches.

The Company uses the net proceeds of the issuance of ETP Securities to enter into TRSs to hedge its payment obligations in respect of each Class of the ETP Securities with one or more Swap Providers once the Swap Provider has delivered eligible collateral. The TRSs for each Class of ETP Securities will produce cash flows to service all of the Company's payment obligations in respect of that Class.

The ETP securities are issued as demand requires. The Company purchases a matching TRS from the Swap Providers to hedge its liabilities and ensure the assets can service its liabilities. The number and terms of ETP securities outstanding will match the number and terms of ETP Swap Contracts so that the obligations of the Company and the Swap Provider match. The Swap Provider will use the same pricing formulae as the Determination Agent (the "DA") so both the DA and the Swap Provider should be able to calculate the same price independently of each other – the price of an ETP Swap Contract will equal the price of an ETP. WisdomTree Multi Asset Management Limited supplied and/or arranged for the supply of all administrative services to the Company and paid all management and administration costs of the Company, in return for which the Company pays WisdomTree Multi Asset Management Limited a Management Fee.

The ETP Securities do not bear interest at a prescribed rate. The return (if any) on the ETP Securities shall be calculated in accordance with the redemption provisions.

As a result of Brexit, CREST UK and Ireland has lost equivalence and can no longer be the domestic central securities depository ("CSD") for securities issued by Irish domiciled issuers. The Company migrated its settlement model for the ETP Securities to the International CSD ("ICSD") model effective 11 December 2020.

The Company considers the capital management and its current capital resources to be adequate to maintain the on-going listing and issue of ETP Securities.

ETP Securities in issue as at 30 June 2021 are listed on the main market of the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (31 December 2020: same).

2 Basis of preparation**(a) Statement of compliance**

The condensed financial statements for the half financial year ended 30 June 2021 have been prepared in accordance with International Accounting Standard ("IAS") 34 'Interim Financial Reporting'. The condensed interim financial statements should be read in conjunction with the annual financial statements for the financial year ended 31 December 2020 and the unaudited interim financial statements for the financial period ended 30 June 2020.

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

2 Basis of preparation (continued)

(b) New standards, amendments and interpretations

(i) Effective for annual periods beginning on or after 1 January 2020

Amendments to IAS 1, ‘Presentation of Financial Statements’ and IAS 8, ‘Accounting Policies, Changes in Accounting Estimates and Errors’ provide a new definition of material that states “information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.” The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. The adoption of the amendments had no material impact on the financial statements.

Amendments to Conceptual Framework for Financial Reporting issued on March 29, 2018. The Conceptual Framework is not a standard, and none of the concepts contained therein override the concepts or requirements in any standard. The purpose of the Conceptual Framework is to assist the IASB in developing standards, to help preparers develop consistent accounting policies where there is no applicable standard in place and to assist all parties to understand and interpret the standards. This will affect those entities which developed their accounting policies based on the Conceptual Framework. The revised Conceptual Framework includes some new concepts, updated definitions and recognition criteria for assets and liabilities and clarifies some important concepts. These amendments had no material impact on the financial statements.

(ii) Standards not yet effective, but available for early adoption

Description	Effective date*
Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies	1 January 2023
Amendments to IAS 8 Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	1 January 2023
Amendment to IFRS 16- Covid-19-Related Rent Concessions	1 April 2021
Amendments to IFRS 3: Reference to Conceptual Framework	1 January 2022
Amendments to IAS 16: Property, Plant and Equipment- Proceeds before intended use	1 January 2022
Amendments to IAS 37: Onerous Contracts- Cost of Fulfilling a contract	1 January 2022
IFRS 1: First-time Adoption of International Financial Reporting Standards - Subsidiary as a first-time adopter	1 January 2022
IFRS 9 Financial Instruments: Fees in the '10 per cent' test for derecognition of financial liabilities	1 January 2022
IAS 41 Agriculture: Taxation in fair value measurement	1 January 2022
IFRS 17-Insurance contracts	1 January 2023
Amendments to IAS 1: Classification of Liabilities as Current or Non-current	1 January 2023

*Where new requirements are endorsed, the EU effective date is disclosed. For un-endorsed standards and interpretations, the IASB’s effective date is noted. Where any of the upcoming requirements are applicable to the Company, it will apply them from their EU effective date.

The Directors have considered the new standards as detailed in the above table and does not plan to adopt this standard early. The application of the above standard will be considered in detail in advance of a confirmed effective date by the Company.

(c) Segmental reporting

The standard on segmental reporting puts emphasis on the “management approach” to reporting on operating segments. An operating segment is a component of the Company that engages in business activities from which it may earn revenue and incur expenses. The Directors are considered to be the chief operating decision makers of the Company.

The Company is engaged as one segment in the Programme under which the Company issues on an ongoing basis ETP Securities of different classes linked to indices providing exposure to a range of asset classes including equities, commodities, fixed income, and currencies.

NOTES TO THE FINANCIAL STATEMENT (continued)

For the half financial year ended 30 June 2021

2 Basis of preparation (continued)

(c) Segmental reporting (continued)

The following is a geographical analysis of the revenue by the country of the counterparty:

	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
France (BNP Paribas Arbitrage S.N.C.)	3,424,738	2,317,844
Jersey (WisdomTree Multi Asset Management Limited)	1,437	1,168
	<u>3,426,175</u>	<u>2,319,012</u>

3 Significant accounting policies

The same accounting policies, presentation and methods of computation are followed in these condensed interim financial statements as were applied in the preparation of the Company's financial statements for the financial year ended 31 December 2020.

4 Revenue

	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
Management fee income	3,424,738	2,317,844
Other income	1,437	1,168
	<u>3,426,175</u>	<u>2,319,012</u>

The Company is entitled to receive a management fee under the terms of each TRS. The Swap Provider will pay the Company variable amounts by way of payments under the terms of the relevant TRS, calculated by reference to the management fee rate as specified in note 10.

5 Operating expenses

	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
Management fee expense	(3,424,738)	(2,317,844)
Other expenses	(937)	(668)
	<u>(3,425,675)</u>	<u>(2,318,512)</u>

The Company pays a management fee under the terms of a management agreement entered into between the Manager and the Company, calculated based on the management fees received from the Swap Provider (current annual management fee rates outlined in note 10) plus any order form fees received by the Company.

General operational expenses such as IPA fees, determination agent fees, registrar fees, trustee fees, London Stock Exchange (LSE) and Regulatory News Service (RNS) fees, audit fees, tax fees and legal fees are borne by WisdomTree Multi Asset Management Limited on behalf of the Company.

The auditor's remuneration (excluding VAT) was EUR 18,850 (30 June 2020: EUR 18,850) for audit services and EUR 2,500 (30 June 2020: EUR 2,500) for taxation services. There are no fees relating to other assurance services and non-audit services in the current financial period or prior financial year. The Company did not pay any fees to the Directors (30 June 2020: EUR Nil).

The Company had no employees during the half financial year (30 June 2020: None).

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

6 Tax on profit on ordinary activities	Half financial year ended 30-Jun-21 EUR	Half financial year ended 30-Jun-20 EUR
(a) Analysis of tax charge in the half financial year		
Current tax	125	125
Deferred tax	-	-
Total tax charge on profit for the half financial year	<u>125</u>	<u>125</u>
(b) Reconciliation of effective tax rate		
Operating profit before tax	<u>500</u>	<u>500</u>
Expected tax charge based on standard rate of 12.5%	63	63
(c) Effects of:		
Higher tax rate applicable under Section 110 TCA, 1997	62	62
Adjustments for reconciliation to Old Irish GAAP as it stood at 31 December 2004	-	-
Total tax charge on profit for the half financial year	<u>125</u>	<u>125</u>

The Company is a qualifying company within the meaning of Section 110 of the TCA. As such, the profits are chargeable to corporation tax under Case III of Schedule D at a rate of 25%, but are computed in accordance with the provisions applicable to Case I of Schedule D of the TCA. There were no deferred tax assets or liabilities at 30 June 2021 (30 June 2020: EUR Nil).

7 Financial assets at fair value through profit or loss	30-Jun-21 EUR	31-Dec-20 EUR
Total return swaps	<u>1,066,874,252</u>	<u>744,256,049</u>
Movement in financial assets at fair value through profit or loss	30-Jun-21 EUR	31-Dec-20 EUR
At beginning of the financial period/year	744,256,049	621,430,671
Additions during the financial period/year	859,889,762	1,887,850,350
Disposals during the financial period/year	(610,395,278)	(1,588,312,055)
Realised losses on financial assets at fair value through profit or loss	(40,637,690)	(130,901,940)
Unrealised depreciation on financial assets at fair value through profit or loss	(12,385,204)	(15,748,833)
Foreign exchange movements	126,146,613	(30,062,144)
At end of the financial period/year	<u>1,066,874,252</u>	<u>744,256,049</u>

Total return swaps

All unrealised appreciation/(depreciation) on financial assets are attributable to market risk arising from price, commodity, currency and interest rate risk.

The Company enters into a derivative contract with the Swap Provider, BNP Paribas Arbitrage S.N.C. each time ETP Securities are issued or redeemed to eliminate its exposure to market risk, interest rate risk and currency risk within the Company.

The TRSs entered into as at 30 June 2021 and 31 December 2020 have a value equal but opposite in sign to the value of the ETP Securities in issue as at 30 June 2021 and 31 December 2020.

Collateral received on TRSs	30-Jun-21 EUR	31-Dec-20 EUR
Equities (market value)	803,162,645	460,123,672
Bonds (market value)	256,011,235	282,158,331
	<u>1,059,173,880</u>	<u>742,282,003</u>

The Swap Provider transfers collateral to the Company in respect of its obligations under a relevant swap agreement. Collateral is in the form of government bonds or listed equities. The Bank of New York Mellon, as collateral administrator determines the market value of the collateral held on behalf of the Company.

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

7 Financial assets at fair value through profit or loss (continued)

The collateral coverage over the market value of the ETP Securities as at 30 June 2021 was 100% (31 December 2020: 100%).

Collateral consists of equities and/or bonds satisfying certain criteria and subject to certain margin percentages and concentration limits. Collateral amounts as agreed between the Company and the Swap Provider are held by The Bank of New York Mellon and identified as held on behalf of the Company; the collateral cannot be re-used or repledged. All collateral as at 30 June 2021 and 31 December 2020 consists of listed equities and government bonds as agreed between the Swap Provider and the Company.

8 Other receivables	30-Jun-21	31-Dec-20
	EUR	EUR
Management fees receivable	735,115	1,160,909
Other receivables	6,216	5,191
	<u>741,331</u>	<u>1,166,100</u>

The Company earns a management fee on each swap transaction from the Swap Provider. The swap management fee is calculated as defined in each swap transaction supplement which is entered into between the Swap Provider and the Company.

9 Cash and cash equivalents	30-Jun-21	31-Dec-20
	EUR	EUR
Cash at bank	<u>1,137,003</u>	<u>31,215</u>

The cash at bank is held with Allied Irish Banks Plc.

10 Financial liabilities at fair value through profit or loss	30-Jun-21	31-Dec-20
	EUR	EUR
ETP Securities issued	<u>1,066,874,252</u>	<u>744,256,049</u>

ETP Securities issued for a particular Class are measured at fair value through profit or loss.

The Company's obligations under the financial liabilities issued are secured by the TRSs as per note 7 to the financial statements. The investors' recourse per Class is limited to the assets of that particular Class. The legal maturity of the ETP Securities is 30 November 2062. ETP Securities cannot be issued without a matching TRSs being in place. The maturity profile of the TRSs is a minimum of two years with one year rolling contracts thereafter. Should the swap counterparty wish to terminate there is a requirement for one year notice of termination to be issued to the Company. This allows the Company the time to obtain a new Swap Provider. If no replacement Swap Provider can be identified the Company would redeem all outstanding ETP Securities. ETP Securities can be issued and redeemed daily. Therefore, the Class have an option for early redemption.

All unrealised appreciation/(depreciation) on financial liabilities are attributable to market risk arising from price, commodity and interest rate risk.

All ETP Securities in issue as at 30 June 2021 are listed on the main market of the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (31 December 2020: Same).

Movement in financial liabilities at fair value through profit or loss	30-Jun-21	31-Dec-20
	EUR	EUR
At beginning of the financial period/year	744,256,049	621,430,671
Issued during the financial period/year	859,889,762	1,887,850,350
Redeemed during the financial period/year	(610,395,278)	(1,588,312,055)
Realised gain on financial liabilities at fair value through profit or loss	(40,637,690)	(130,901,940)
Unrealised appreciation on financial liabilities at fair value through profit or loss	(12,385,204)	(15,748,833)
Foreign exchange movements	126,146,613	(30,062,144)
At end of the financial period/year	<u>1,066,874,252</u>	<u>744,256,049</u>

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

10 Financial liabilities at fair value through profit or loss (continued)

The financial liabilities in issue at 30 June 2021 and 31 December 2020 are as follows:

Description	Management Fee rate	ISIN	CCY	Outstanding Units 30-Jun-21	Fair value 30-Jun-21 EUR	Outstanding Units 31-Dec-20	Fair value 31-Dec-20 EUR
WisdomTree DAX 30 3x Daily Leveraged	0.75%	IE00B878KX55	EUR	73,506	19,631,112	67,506	12,870,056
WisdomTree DAX 30 3x Daily Short	0.80%	IE00B8GKPP93	EUR	13,191,324	15,458,807	8,328,324	15,379,094
WisdomTree EURO STOXX 50@ 3x Daily Leveraged	0.75%	IE00B7SD4R47	EUR	55,562	15,548,274	78,602	14,621,065
WisdomTree EURO STOXX 50@ 3x Daily Short	0.80%	IE00B8JF9153	EUR	9,163,456	11,092,452	5,623,456	11,439,586
WisdomTree FTSE MIB 3x Daily Leveraged	0.75%	IE00B8NB3063	EUR	483,523	40,278,440	735,896	42,610,293
WisdomTree FTSE MIB 3x Daily Short	0.80%	IE00B873CW36	EUR	20,167,813	28,359,075	13,387,813	30,861,811
WisdomTree Bund 10Y 3x Daily Short	0.30%	IE00BKS8QN04	EUR	298,774	11,182,175	134,174	4,763,794
WisdomTree Bund 10Y 3x Daily Leveraged	0.30%	IE00BKT09255	EUR	5,797	974,958	5,797	1,050,072
WisdomTree BTP 10Y 3x Daily Short	0.60%	IE00BKS8QM96	EUR	140,961	3,025,029	117,961	2,505,598
WisdomTree BTP 10Y 3x Daily Leveraged	0.60%	IE00BKT09149	EUR	3,626	730,543	9,626	2,022,203
WisdomTree EURO STOXX Banks 3x Daily Leveraged	0.89%	IE00BLS09N40	EUR	13,233,574	66,319,680	17,221,513	45,651,136
WisdomTree BTP 10Y 5x Daily Short	0.99%	IE00BYNXNS22	EUR	791,321	7,507,336	691,321	6,469,100
WisdomTree Bund 10Y 5x Daily Short	0.49%	IE00BYNXPH56	EUR	111,040	2,710,508	111,040	2,483,322
WisdomTree FTSE MIB Banks	0.35%	IE00BYMB4Q22	EUR	76,375	12,956,633	65,905	8,655,591
WisdomTree Bund 30Y 3x Daily Short	0.30%	IE00BF4TW453	EUR	67,340	2,430,835	27,340	787,552
WisdomTree FTSE 100 3x Daily Leveraged	0.75%	IE00B88D2999	GBP	226,056	44,270,120	207,356	29,691,889
WisdomTree FTSE 100 3x Daily Short	0.80%	IE00B7VB3908	GBP	759,837	5,249,533	934,399	8,962,235
WisdomTree FTSE 100 2x Daily Leveraged	0.49%	IE00B94QKC83	GBP	7,404	1,289,992	12,804	1,775,458
WisdomTree FTSE 100 2x Daily Short	0.55%	IE00B94QKF15	GBP	53,380	1,503,814	53,380	1,823,787
WisdomTree FTSE 100 1x Daily Short	0.49%	IE00B94QKG22	GBP	22,484	1,414,363	22,484	1,520,896
WisdomTree FTSE 250 2x Daily Leveraged	0.60%	IE00B94QKJ52	GBP	27,485	8,370,575	37,083	9,037,189
WisdomTree FTSE 250 1x Daily Short	0.65%	IE00BBGBF313	GBP	607,573	25,722,316	516,789	23,565,425
WisdomTree Gilts 10Y 3x Daily Leveraged	0.30%	IE00BKT09479	GBP	1,178	234,427	1,178	256,297
WisdomTree Gilts 10Y 3x Daily Short	0.30%	IE00BKS8QQ35	GBP	266,090	11,071,463	194,390	6,940,871
Balance carried forward					<u>337,332,460</u>		<u>285,744,320</u>

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

10 Financial liabilities at fair value through profit or loss (continued)

The financial liabilities in issue at 30 June 2021 and 31 December 2020 are as follows (continued):

Description	Management Fee rate	ISIN	CCY	Outstanding Units 30-Jun-21	Fair value 30-Jun-21 EUR	Outstanding Units 31-Dec-20	Fair value 31-Dec-20 EUR
Balance brought forward					337,332,460		285,744,320
WisdomTree Gilts 10Y 1x Daily Short	0.25%	IE00BF4TW560	GBP	4,801	502,682	4,801	465,116
WisdomTree S&P 500 3x Daily Leveraged	0.75%	IE00B7Y34M31	USD	39,334	47,489,286	36,567	29,120,313
WisdomTree S&P 500 3x Daily Sh	0.80%	IE00B8K7KM88	USD	67,605,417	28,405,450	40,493,417	26,995,186
WisdomTree Gold 3x Daily Leveraged	0.99%	IE00B8HGT870	USD	1,443,239	41,987,859	1,057,739	39,123,296
WisdomTree Gold 3x Daily Short	0.99%	IE00B6X4BP29	USD	215,937	5,629,822	296,837	6,618,471
WisdomTree Copper 3x Daily Leveraged	0.99%	IE00B8JVMZ80	USD	742,427	19,474,503	256,454	4,046,294
WisdomTree Copper 3x Daily Short	0.99%	IE00B8KD3F05	USD	461,731	4,051,717	132,731	2,476,712
WisdomTree Natural Gas 3x Daily Short	0.99%	IE00B76BRD76	USD	8,283,339	21,195,106	338,239	3,190,567
WisdomTree Silver 3x Daily Leveraged	0.99%	IE00B7XD2195	USD	30,681,126	78,637,446	17,208,626	55,070,737
WisdomTree Silver 3x Daily Short	0.99%	IE00B8JG1787	USD	1,246,198	4,419,972	996,398	4,872,483
WisdomTree Palladium 1x Daily Short	0.95%	IE00B94QLR02	USD	248,114	2,071,664	233,114	2,259,801
WisdomTree Palladium 2x Daily Leveraged	0.95%	IE00B94QLN63	USD	16,358	8,971,932	20,835	9,351,725
WisdomTree US Treasuries 10Y 3x Daily Leveraged	0.30%	IE00BKT09032	USD	21,000	2,352,263	20,000	2,370,639
WisdomTree WTI Crude Oil Pre-roll	0.25%	IE00BVFZGC04	USD	1,069,479	15,531,374	1,586,479	14,729,021
WisdomTree Brent Crude Oil Pre-roll	0.25%	IE00BVFZGD11	USD	262,072	5,346,046	481,072	6,446,850
WisdomTree US Treasuries 10Y 5x Daily Short	0.50%	IE00BYNXPJ70	USD	26,354	1,039,672	26,354	899,675
WisdomTree Emerging Markets 3x Daily Leveraged	0.99%	IE00BYTYHN28	USD	103,727	19,601,794	82,977	13,231,229
WisdomTree Emerging Markets 3x Daily Short	0.99%	IE00BYTYHM11	USD	391,268	1,277,906	99,268	440,721
WisdomTree US Treasuries 30Y 3x Daily Short	0.30%	IE00BF4TW784	USD	123,300	4,333,969	31,300	870,921
WisdomTree US Treasuries 10Y 3x Daily Short	0.30%	IE00BKS8QT65	USD	44,111	2,219,337	33,111	1,505,935
WisdomTree Industrial Metals Enhanced	0.40%	IE00BF4TWC33	USD	3,673,703	98,940,008	3,193,503	71,816,837
WisdomTree Energy Enhanced	0.40%	IE00BF4TWF63	USD	89,161	1,921,544	29,161	442,884
WisdomTree NASDAQ 100 3x Daily Leveraged	0.75%	IE00BLRPRL42	USD	691,345	103,927,084	744,460	80,346,724
WisdomTree NASDAQ 100 3x Daily Short	0.80%	IE00BLRPRJ20	USD	841,364	29,768,449	370,341	21,133,609
WisdomTree Natural Gas 3x Daily Leveraged	0.99%	IE00BLRPRG98	USD	114,087	13,692,559	459,287	25,073,221
WisdomTree Brent Crude Oil 3x Daily Short	0.99%	IE00BLRPRK35	USD	363,579	7,389,324	70,079	5,913,792
Balance carried forward					<u>907,511,228</u>		<u>714,557,079</u>

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

10 Financial liabilities at fair value through profit or loss (continued)

The financial liabilities in issue at 30 June 2021 and 31 December 2020 are as follows (continued):

Description	Management Fee rate	ISIN	CCY	Outstanding Units	Fair value	Outstanding Units	Fair value
				30-Jun-21	30-Jun-21	31-Dec-20	31-Dec-20
					EUR		EUR
Balance brought forward					907,511,228		714,557,079
WisdomTree S&P 500 VIX Short-Term Futures Leveraged	0.99%	IE00BLRPRH06	USD	2,154,072	17,927,718	220,172	16,803,916
WisdomTree Brent Crude Oil Daily Leveraged	0.99%	IE00BMTM6D55	USD	13,910	5,114,212	11,300	1,428,909
WisdomTree WTI Crude Oil Daily Leveraged	0.99%	IE00BMTM6B32	USD	18,965	7,223,037	24,050	2,936,499
WisdomTree WTI Crude Oil Daily Short	0.99%	IE00BMTM6C49	USD	427,600	4,561,707	16,000	820,094
WisdomTree Energy Enhanced - EUR Daily Hedged*	0.40%	XS2284324667	EUR	4,237,514	124,536,350	-	-
WisdomTree EURO STOXX Banks 3x Daily Short**	0.89%	IE00BLS09P63	EUR	-	-	981,960	7,709,552
					<u>1,066,874,252</u>		<u>744,256,049</u>

All ETP Securities in issue have a maturity date as at 30 November 2062.

There has been no change in the management fee rates since last financial year.

The net proceeds of issuance of ETP Securities are paid by the Company to the Swap Provider through the TRSs in order to hedge its obligations in connection with the ETP Securities, provided that prior to payment the Swap Provider has delivered eligible collateral to the collateral administrator on behalf of the Company. Any increase in the Company's exposure to the Swap Provider resulting from the entry into, or increase in the size of, a swap transaction must be collateralised by delivering eligible collateral meeting the relevant requirements.

*This ETP Securities were newly launched during the half financial year ended 30 June 2021.

**This ETP Securities were fully redeemed during the half financial year ended 30 June 2021.

11 Other payables

	30-Jun-21	31-Dec-20
	EUR	EUR
Management fees payable	1,861,646	1,181,127
Other payables	325	200
	<u>1,861,971</u>	<u>1,181,327</u>

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

12 Called up share capital presented as equity

	30-Jun-21	31-Dec-20
	EUR	EUR
<i>Authorised:</i>		
100,000 ordinary shares of EUR1 each	100,000	100,000
	<hr/> <hr/>	<hr/> <hr/>
<i>Issued:</i>		
40,000 ordinary shares of EUR1 each (paid up to EUR 0.25 each)	10,000	10,000
	<hr/> <hr/>	<hr/> <hr/>
<i>Presented as follows:</i>		
Called up share capital presented as equity	10,000	10,000
	<hr/> <hr/>	<hr/> <hr/>

13 Ownership of the Company

The issued shares were held by Apex Financial Services (Nominees) Limited holding 39,994 shares. Apex Financial Services (Nominees 2) Limited, Apex Financial Services (Nominees 3) Limited, Apex Financial Services (Trustees) Limited, Forbrit Corporate Director 3 Limited, Forbrit Corporate Director 4 Limited and Apex Financial Services (Foundations) Limited, each holding 1 share in the Company. All shares are held in trust for charity under the terms of Declaration of Trust.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings. No dividends were paid during the financial period or proposed by the Directors at the reporting date (2020: EUR Nil).

The Share Trustees have appointed a Board of Directors to run the day to day activities of the Company.

14 Related party transactions including transactions with Administrator and Manager

Transactions with Administrator and Directors

Apex IFS Limited (the "Administrator") provides services such as accounting and reporting, company secretarial, issuing and paying agent and other administration services to the Company. In respect of the aforementioned services, WisdomTree Multi Asset Management Limited paid fees amounting to EUR 79,027 (30 June 2020: EUR 81,783) to Apex IFS Limited during the half financial year ended 30 June 2021. As at 30 June 2021, EUR 38,140 (31 December 2020: EUR 43,260) was payable by WisdomTree Multi Asset Management Limited to Apex IFS Limited.

Two of the Directors are employees of Apex IFS Limited, which is the Administrator of the Company. The terms of the corporate services agreement provide for a single fee for the provision of corporate services (including making available of individuals to act as Directors of the Company). As a result, the allocation of fees between the different services provided is a subjective and approximate calculation. The individuals acting as Directors do not (and will not), in their personal capacity or any other capacity, receive any fee for acting or having acted as Directors of the Company.

Directors of the Company, who are also employees of the WisdomTree Group, do not receive any additional remuneration for their role as Director of the Company (30 June 2020: EUR Nil).

Transactions with Manager

WisdomTree Multi Asset Management Limited, as Manager, provides management services to the Company which includes paying operating costs of the Company such as audit fees and corporate service fees. The Company was supplied services amounting to EUR 3,424,738 (30 June 2020: EUR 2,323,140) from the Manager during the half financial year ended 30 June 2021. As at 30 June 2021, EUR 1,861,646 (31 December 2020: 1,181,127) was payable by the Company to the Manager. The Company earns a corporate benefit fee of EUR 500 for the half financial year ended 30 June 2021 (30 June 2020: EUR 500) from the Manager and an amount of EUR 6,216 (31 December 2020: EUR 4,441) was receivable as at 30 June 2021.

15 Financial risk management

Risk management framework

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

NOTES TO THE FINANCIAL STATEMENT (continued)

For the half financial year ended 30 June 2021

15 Financial risk management (continued)

Risk management framework (continued)

The risk profile of the Company is such that market, credit, liquidity and other risks of the investment securities are borne fully by the holders of ETP Securities issued.

The Company, and ultimately the holders of the ETP Securities, have exposure to the following risks from its use of financial instruments:

- (a) Market risk;
- (b) Credit risk;
- (c) Liquidity risk; and
- (d) Operational risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing these risks.

(a) **Market risk**

The Company's liabilities in respect of the ETP Securities issued is referenced to various equity and commodity indices and is managed by the Company by entering into a TRSs with Swap Provider(s) which exactly match the liability created by the issue of ETP Securities. Any movement in the value of the ETP Securities issued will be offset by an equal movement in the matching TRSs. Therefore the Company's sensitivity to market movements is fully hedged.

(i) *Interest rate risk*

As the Company has entered into TRSs to match the ETP Securities in issue there is deemed to be no net interest rate risk to the Company.

The Company holds a current account and three currency accounts at Allied Irish Banks Plc in Ireland. Due to the level of cash held in the account the Directors do not believe that any move in interest rates would affect the operations of the Company. The Company does not have any interest bearing financial assets or financial liabilities.

(ii) *Currency risk*

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As the Company has entered into TRSs to match the ETP Securities in issue there is deemed to be no net currency risk to the Company.

The following significant exchange rates applied during the half financial year:

	Closing rate		
	30-Jun-21	31-Dec-20	30-Jun-20
USD : EUR	0.8432	0.8173	0.8904
GBP : EUR	1.1649	1.1172	1.1001
JPY : EUR	0.0076	0.0079	0.0083

The impact of any change in the exchange rates on the financial assets is offset by the foreign exchange rate changes on the financial liabilities. Therefore, any change in the exchange rates would have no net effect on the equity or the profit or loss of the Company.

(iii) *Price risk*

Price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its Company or all factors affecting all instruments traded in the market. The Company does not consider price risk to be a significant risk to the Company as any fluctuation in the value of financial assets at fair value through profit or loss held by the Company will be offset by movements in the fair value of the issued ETP Securities.

NOTES TO THE FINANCIAL STATEMENT (continued)
For the half financial year ended 30 June 2021

15 Financial risk management (continued)

(b) Credit risk

Credit/Counterparty risk refers to the risk that each counterparty to a Swap Agreement will default on its contractual obligations as Swap Provider resulting in the Company being unable to make payment of amounts due to the ETP holders. Accordingly, the Company and the ETP Securities holders are exposed to the creditworthiness of each relevant Swap Provider.

In order to mitigate this risk the Swap Provider will collateralise its obligations to the Company with eligible collateral being delivered with respect to the Company's net exposure to the Swap Provider in respect of all swap transactions entered into. Collateral is monitored on a daily basis with the aggregate euro market value of eligible collateral required to be transferred to the Company by the relevant Swap Provider in respect of any London Business Day calculated based on the Company's net exposure to the Swap Provider in respect of each swap transaction entered into with that Swap Provider daily (converted, if applicable, into euros at the prevailing currency exchange rate). Custody risk on the collateral is managed by The Bank of New York Mellon who monitor the credit ratings of the collateral daily and ensure the collateral is not re-used or repledged.

(c) Liquidity risk

Liquidity risk is the risk that the Company may be unable to fulfil its obligations (by delivery of cash) whether expected or unexpected. The legal maturity of the ETP Securities is 30 November 2062. ETP Securities cannot be issued without a matching TRS being in place. The maturity profile of the TRS is a minimum of two years with one year rolling contracts thereafter. Should the swap counterparty wish to terminate there is a requirement for one year notice of termination to be issued to the Company. This allows the Company the time to obtain a new Swap Provider. If no replacement Swap Provider can be identified the Company would redeem all outstanding ETP Securities. ETP Securities can be issued and redeemed daily.

(d) Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes, personnel and infrastructure, and from external factors other than credit, markets and liquidity issues such as those arising from legal and regulatory requirements and generally accepted standards to corporate behaviour.

Operational risks arise from all of the Company's operations. The Company was incorporated with the purpose of engaging in those activities outlined in the preceding paragraphs. Certain management and administration functions are outsourced to Apex IFS Limited and WisdomTree Multi Asset Management Limited.

The Company is also exposed to operational risks such as custody risk. Custody risk is the risk of loss of collateral held in custody occasioned by the insolvency or negligence of the collateral administrator. Although an appropriate legal framework is in place that eliminates the risk of loss of value of the securities held by the custodian, in the event of its failure, the ability of the Company to transfer the securities might be temporarily impaired.

(e) Fair values

Fair Value Measurement Principles of ETP

The price per ETP is calculated daily to reflect the daily change in the relevant Index of the ETP, and will take into account all applicable fees and adjustments. On the issue date of the class, the price per ETP will be equal to its issue price. On any valuation date thereafter, the price per ETP is calculated according to a formula which reflects the price per ETP on the immediately preceding valuation date, and adjusted based on the following observable inputs:

Inputs	Source
Underlying index	Daily rate quoted on Bloomberg
Fees	Product specific rate outlined in the Final Terms
Cash borrowing costs	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms
Cash lending revenues	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms
Stock borrowing costs	Product specific rate outlined in the Final Terms
Revenues on collateral	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms

"Index Adjustments" reflect any cash borrowing costs, cash lending revenues, stock borrowing costs, revenues on collateral or costs of transaction taxes, which are not already reflected in the Index. Costs and revenues such as these would be incurred by a hypothetical investor seeking to gain a leveraged or a short exposure to a Benchmark Index.

NOTES TO THE FINANCIAL STATEMENT (continued)

For the half financial year ended 30 June 2021

15 Financial risk management (continued)

(e) Fair values (continued)

Fair Value Measurement Principles of ETP (continued)

The ETP Securities are valued independently of the Company and Swap Provider by a calculation agent using readily available, observable inputs. No inputs need to be obtained by the calculation agent from the Company or the Swap Provider.

Derivatives

Derivatives comprise TRSs and are valued at fair value utilising predefined formulae and market prices consistent with the ETP valuation process outlined below.

The price per TRS is calculated daily to reflect the daily change in the relevant Index of the TRS, and will take into account all applicable fees and adjustments. On the issue date of the class, the price per TRS will be equal to its issue price. On any valuation date thereafter, the price per TRS is calculated according to a formula which reflects the price per TRS on the immediately preceding valuation date, and adjusted based on the following observable inputs:

Inputs	Source
Underlying index	Daily rate quoted on Bloomberg
Fees	Product specific rate outlined in the Final Terms
Cash borrowing costs	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms
Cash lending revenues	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms
Stock borrowing costs	Product specific rate outlined in the Final Terms
Revenues on collateral	Daily rate quoted on Bloomberg; with product specific rate outlined in the Final Terms

“Index Adjustments” reflect any cash borrowing costs, cash lending revenues, stock borrowing costs, revenues on collateral or costs of transaction taxes, which are not already reflected in the Index. Costs and revenues such as these would be incurred by a hypothetical investor seeking to gain a leveraged or a short exposure to a benchmark index.

In the absence of readily available market prices the Swap Provider will provide the inputs for the valuation. Where possible management independently calculate the fair value and verify to the Swap Provider valuation and any variation is investigated. The valuation determined by the swap counterparty may be based on assumptions of market conditions at the time of valuation, similar arms’ length market transactions if available, reference to the current fair value of similar instruments and a variety of different valuation techniques such as the discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

The fair value of financial instruments carried at fair value is determined according to the following hierarchy:

- (i) Level 1: Financial instruments, whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities and exchange traded derivatives. Quoted prices for these instruments are not adjusted.
- (ii) Level 2: Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include investment-grade corporate bonds and over-the-counter derivatives. As level 2 financial instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.
- (iii) Level 3: Financial instruments classified within level 3 have significant unobservable inputs, as they trade infrequently. Pricing inputs are unobservable for the financial instrument and include situations where there is little, if any, market activity for the financial instrument. As observable prices are not available for these securities, the Company has used valuation techniques to derive the fair value, if applicable.

The Company’s policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the last day of the accounting year. There were no transfers during the half financial year between levels of the fair value hierarchy for financial assets which are recorded at fair value.

The ETP Securities and TRSs are considered to be fair valued under level 2 (31 December 2020: same) as prices are calculated using a model that uses observable inputs rather than using quoted exchange rates, to reflect the amount received by ETP holders on redemption.

NOTES TO THE FINANCIAL STATEMENT (continued)**For the half financial year ended 30 June 2021****16 Capital management**

The Company monitors its cash and ordinary shares as capital. The Company outsources the capital management of funds relating to the ETP Securities and relevant TRSs to Link Market Services Trustees Limited and Apex IFS Limited, whereby all redemptions and subscriptions are settled through ICSD. All other capital is managed through the Company's Allied Irish Banks Plc currency accounts. The Board of Directors reviews the capital structure yearly to determine the appropriate level of capital required to meet the Company's objectives. The Company's objectives when maintaining capital are to maintain sufficient capital base in order to meet its short-term obligations and at the same time preserve the long term goals of the Company.

17 Subsequent events

There have been no significant subsequent events after the half financial year up to the date of signing this report that require disclosure and/or adjustment to the condensed financial statements.

18 Comparative

In line with IAS 34, the comparative information for the Statement of comprehensive income, Statement of cash flows and Statement of changes in equity are for the half financial year ended 30 June 2021 and the comparative information for the Statement of financial position is as at 31 December 2020.

19 Commitments and contingencies*Closure of the WisdomTree WTI Crude Oil 3x Daily Leveraged ETP*

In December 2020, several WisdomTree Group entities, including the Company, were served with a writ of summons to appear before the Court of Milan, Italy. Investors had filed actions seeking in excess of approximately EUR 9,000,000 in the aggregate, resulting from the closure of the WisdomTree WTI Crude Oil 3x Daily Leveraged ETP ("3OIL") in March 2020. The product was dependent on the receipt of payments from a swap provider to satisfy payment obligations to the investors. Due to an extreme adverse move in oil futures relative to the oil futures' closing price, the swap contract underlying 3OIL was terminated by the swap provider, which resulted in the compulsory redemption of 3OIL.

The Company continues to assess these claims and an accrual has not been made with respect to these matters at 30 June 2021. Should the Court of Milan ultimately rule in favour of the claimants, the WisdomTree Group will provide financial support to the Company in respect of these claims.

The Company had no other commitments and contingencies as at 30 June 2021.

20 Approval of financial statements

The Board of Directors approved these financial statements on 29 September 2021.