

WisdomTree Multi Asset Issuer Plc

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

For the half financial year ended 30 June 2022

Registered number 515981

WisdomTree Multi Asset Issuer Plc

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Directors and other information

Directors	Lisa Hand <i>(Irish) (Non-Executive)</i> Stuart Gallagher <i>(Irish) (Non-Executive)</i> Bryan Governey <i>(Irish) (Non-Executive)</i> Sarah Warr <i>(British) (Non-Executive)</i> Jennifer Bogue <i>(Irish) (Alternate director to Sarah Warr) (resigned on 16 May 2022)</i> Karl Brian Long <i>(Irish) (Alternate director to Sarah Warr) (appointed on 16 May 2022 and resigned on 01 July 2022)</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 2022.

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.

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

All ETP Securities in issue as at 30 June 2022 are listed for trading on the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (30 June 2021: 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 2021: EUR 500);
- the Company's realised losses on financial assets at fair value through profit or loss amounted to EUR 74,730,809 (30 June 2021: EUR 40,637,690);
- the Company's unrealised depreciation on financial assets at fair value through profit or loss amounted to EUR 146,184,241 (30 June 2021: EUR 12,385,204);
- the Company's realised gains on financial liabilities at fair value through profit or loss amounted to EUR 74,730,809 (30 June 2021: EUR 40,637,690);
- the Company's unrealised appreciation on financial liabilities at fair value through profit or loss amounted to EUR 146,184,241 (30 June 2021: EUR 12,385,204);

Interim management report (continued)

Key performance indicators (continued)

During the half financial year (continued):

- the Company issued 9 new Classes of ETP Securities (30 June 2021: 1):
 - WisdomTree EURO STOXX 50
 - WisdomTree FTSE MIB
 - WisdomTree S&P 500
 - WisdomTree STOXX Europe Automobiles 2x Daily Leveraged
 - WisdomTree STOXX Europe Oil & Gas 2x Daily Short
 - WisdomTree STOXX Europe Travel & Leisure 2x Daily Leveraged
 - WisdomTree STOXX Europe Travel & Leisure 2x Daily Short
 - WisdomTree Battery Metals
 - WisdomTree Energy Transition Metals
- there were subscriptions in the existing 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 DAX 3x Daily Short

On 4 January 2022, the Company announced the reduction in the principal amount of the WisdomTree DAX 3x Daily Short from EUR 0.2 to EUR 0.02.

WisdomTree Brent Crude Oil 3x Daily Short Securities

On 22 April 2022, the Company announced the reduction in the principal amount of the WisdomTree Brent Crude Oil 3x Daily Short Securities from USD 1.14 to USD 0.114.

WisdomTree Natural Gas 3x Daily Short Securities

On 30 May 2022, the Company announced the reduction in the principal amount of the WisdomTree Natural Gas 3x Daily Short Securities from USD 0.02 to USD 0.002.

Change of name

On 24 June 2022, the name of the following ETP securities were amended:

Former name	Amended name
WisdomTree DAX30 3x Daily Leveraged	WisdomTree DAX 3x Daily Leveraged
WisdomTree DAX30 3x Daily Short	WisdomTree DAX 3x Daily Short

As at 30 June 2022:

- the total fair value of the ETP Securities in issue was EUR 1,240,930,706 (31 December 2021: EUR 1,100,087,175);
- the Company has invested in financial assets at fair value through profit or loss of EUR 1,240,930,706 (31 December 2021: EUR 1,100,087,175) 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 increase 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 17,113 (31 December 2021: EUR 16,738); 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 of Directors ("the Board") believes 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.

Interim management report (continued)

Key performance indicators (continued)

Principal risks and uncertainties

Impact of 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. During 2021, national governments and supranational organisations continued with measures to protect their populations. Since the start of 2022, they are now initiating steps towards a return to more normal functioning of society. The initial market turmoil and increased market volatility created by COVID-19 has settled. Mutations in the virus, the pace of vaccine distribution and negative global economic consequences arising from the pandemic, amongst other factors, could still have a future adverse impact on the global financial markets. The Board continues to monitor the potential impact of COVID-19 on our 2022 financial results, however there has not been a deterioration of cashflows or performance of the Company's activities to date. 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.

Impact of Russian Ukraine event

On 24 February 2022, Russian Federation launched a full-scale invasion into Ukraine sovereign state. The potential impacts from the Ukraine and Russian conflict remain uncertain, including but not limited to, on global economic conditions, asset valuations, interest rate expectations and exchange rates. The extent of these impacts on the Company are unclear at this stage, however, given the broad nature of the sanctions imposed by a number of governments, (including the US, UK and EU) directly targeting the Russian Federation and Belarus, the Global nature of the asset management and capital markets sector and the potential for other impacts to emerge, the Directors continue to actively monitor the situation.

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 7. The Directors do not recommend the payment of a dividend for the financial period (30 June 2021: EUR Nil).

Directors, secretary and their interests

None of the Directors who held office on 1 January 2022 and 30 June 2022 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 2021: 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 2022 (30 June 2021: 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 2021: EUR Nil).

Interim management report (continued)

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.

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 2022

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 2022 have not been audited.

On behalf of the Board of Directors



Stuart Gallagher
Director



Lisa Hand
Director

Date: 29 September 2022

STATEMENT OF COMPREHENSIVE INCOME
For the half financial year ended 30 June 2022

	Note	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 EUR
Realised gains on financial liabilities at fair value through profit or loss	10	74,730,809	40,637,690
Realised losses on financial assets at fair value through profit or loss	7	(74,730,809)	(40,637,690)
Unrealised appreciation on financial liabilities at fair value through profit or loss	10	146,184,241	12,385,204
Unrealised depreciation on financial assets at fair value through profit or loss	7	(146,184,241)	(12,385,204)
Revenue	4	4,565,799	3,426,175
Operating expenses	5	<u>(4,565,299)</u>	<u>(3,425,675)</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 2022

	Note	30-Jun-22 EUR	31-Dec-21 EUR
Assets			
Financial assets at fair value through profit or loss	7	1,240,930,706	1,100,087,175
Other receivables	8	781,272	1,498,170
Cash and cash equivalents	9	13,670	13,951
Total assets		<u>1,241,725,648</u>	<u>1,101,599,296</u>
Liabilities			
Financial liabilities at fair value through profit or loss	10	1,240,930,706	1,100,087,175
Other payables	11	777,829	1,495,383
Total liabilities		<u>1,241,708,535</u>	<u>1,101,582,558</u>
Total assets less total liabilities		<u>17,113</u>	<u>16,738</u>
Share capital and retained earnings			
Called up share capital presented as equity	12	10,000	10,000
Retained earnings		7,113	6,738
Total shareholders' funds		<u>17,113</u>	<u>16,738</u>

The financial statements were approved by the Board of Directors on 29 September 2022 and signed on its behalf by:


Stuart Gallagher
Director


Lisa Hand
Director

Date: 29 September 2022

STATEMENT OF CHANGES IN EQUITY
For the half financial year ended 30 June 2022

	Share capital	Retained earnings	Total equity
	EUR	EUR	EUR
Balance as at 1 January 2021	10,000	5,988	15,988
<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 2021	10,000	6,363	16,363
Balance as at 1 July 2021	10,000	6,363	16,363
<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 2021	10,000	6,738	16,738
Balance as at 1 January 2022	10,000	6,738	16,738
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 2022	10,000	7,113	17,113

STATEMENT OF CASH FLOWS

For the half financial year ended 30 June 2022

	Notes	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 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	(74,730,809)	(40,637,690)
Realised losses on financial assets at fair value through profit or loss	7	74,730,809	40,637,690
Unrealised appreciation on financial liabilities at fair value through profit or loss	10	(146,184,241)	(12,385,204)
Unrealised depreciation on financial assets at fair value through profit or loss	7	146,184,241	12,385,204
TRS executions during the financial period	7	(1,250,606,907)	(859,889,762)
TRS terminations during the financial period	7	944,506,528	610,395,278
<i>Movements in working capital</i>			
Decrease in other receivables		716,898	424,769
(Decrease)/increase in other payables		(717,679)	680,519
Net cash used in operating activities		<u>(306,100,660)</u>	<u>(248,388,696)</u>
Cash flows from financing activities			
ETP Securities issuances during the financial period	10	1,250,606,907	859,889,762
ETP Securities redemptions during the financial period	10	(944,506,528)	(610,395,278)
Net cash generated from financing activities		<u>306,100,379</u>	<u>249,494,484</u>
(Decrease)/increase in cash and cash equivalents		(281)	1,105,788
Cash and cash equivalents at beginning of the financial period		13,951	31,215
Cash and cash equivalents at end of the financial period		<u><u>13,670</u></u>	<u><u>1,137,003</u></u>

NOTES TO THE FINANCIAL STATEMENTS**For the half financial year ended 30 June 2022****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.

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 2022 are listed on the main market of the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (31 December 2021: same).

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

The condensed financial statements for the half financial year ended 30 June 2022 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 2021 and the unaudited interim financial statements for the financial period ended 30 June 2021.

(b) New standards, amendments and interpretations*(i) Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: Interest Rate Benchmark Reform - Phase 2*

The Company has adopted the interest rate benchmark reform amendments for the financial period 2022. The amendments in Interest Rate Benchmark Reform (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16) clarify that entities would continue to apply certain hedge accounting requirements assuming that the interest rate benchmark on which the hedged cash flows and cash flows from the hedging instrument are based will not be altered as a result of interest rate benchmark reform.

The adoption of the above standard has not had any material impact on the disclosures or on the amounts reported in these financial statements.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

2 Basis of preparation (continued)

(b) New standards, amendments and interpretations (continued)

(iii) Standards not yet effective

Description	Effective date*
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	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
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	1 January 2023
Amendments to IAS 1: Classification of Liabilities as Current or Non-current	1 January 2024

*Where new requirements are endorsed, the EU effective date is disclosed. For un-endorsed standards and interpretations, the IASB's effective date is noted. The Company will adopt the above standards on the indicated effective date.

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

The above standards will not have any impact on the disclosure of the financial statement.

(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.

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

	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 EUR
France (BNP Paribas Arbitrage S.N.C.)	4,562,984	3,424,738
Jersey (WisdomTree Multi Asset Management Limited)	2,815	1,437
	<u>4,565,799</u>	<u>3,426,175</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 2021.

4 Revenue

	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 EUR
Management fee income	4,562,984	3,424,738
Other income	2,815	1,437
	<u>4,565,799</u>	<u>3,426,175</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.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

5 Operating expenses	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 EUR
Management fee expense	(4,562,984)	(3,424,738)
Other expenses	(2,315)	(937)
	<u>(4,565,299)</u>	<u>(3,425,675)</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 17,484 (30 June 2021: EUR 18,850) for audit services and EUR 2,500 (30 June 2021: 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 2021: EUR Nil).

The Company had no employees during the half financial year (30 June 2021: None).

6 Tax on profit on ordinary activities	Half financial year ended 30-Jun-22 EUR	Half financial year ended 30-Jun-21 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 1 of Schedule D of the TCA. There were no deferred tax assets or liabilities at 30 June 2022 (30 June 2021: EUR Nil).

7 Financial assets at fair value through profit or loss	30-Jun-22 EUR	31-Dec-21 EUR
Total return swaps	<u>1,240,930,706</u>	<u>1,100,087,175</u>
Movement in financial assets at fair value through profit or loss	30-Jun-22 EUR	31-Dec-21 EUR
At beginning of the financial period/year	1,100,087,175	744,256,049
Additions during the financial period/year	1,250,606,907	1,619,452,528
Disposals during the financial period/year	(944,506,528)	(1,383,286,106)
Realised (losses)/gain on financial assets at fair value through profit or loss	(74,730,809)	64,634,567
Unrealised (depreciation)/appreciation on financial assets at fair value through profit or loss	(146,184,241)	5,118,798
Foreign exchange movements	55,658,202	49,911,339
At end of the financial period/year	<u>1,240,930,706</u>	<u>1,100,087,175</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

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

Total return swaps

All unrealised (depreciation)/appreciation 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 2022 and 31 December 2021 have a value equal but opposite in sign to the value of the ETP Securities in issue as at 30 June 2022 and 31 December 2021.

	30-Jun-22	31-Dec-21
	EUR	EUR
<i>Collateral received on TRSs</i>		
Equities (market value)	19,084,759	516,547,045
Bonds (market value)	1,241,598,789	598,109,580
	<u>1,260,683,548</u>	<u>1,114,656,625</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.

The collateral coverage over the market value of the ETP Securities as at 30 June 2022 was 102% (31 December 2021: 101%).

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 2022 and 31 December 2021 consists of listed equities and government bonds as agreed between the Swap Provider and the Company.

8 Other receivables

	30-Jun-22	31-Dec-21
	EUR	EUR
Management fees receivable	772,506	1,490,370
Other receivables	8,766	7,800
	<u>781,272</u>	<u>1,498,170</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-22	31-Dec-21
	EUR	EUR
Cash at bank	13,670	13,951

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

10 Financial liabilities at fair value through profit or loss

	30-Jun-22	31-Dec-21
	EUR	EUR
ETP Securities issued	1,240,930,706	1,100,087,175

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.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

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

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 2022 are listed on the main market of the London Stock Exchange, Frankfurt Stock Exchange and/or on the Borsa Italiana (31 December 2021: Same).

Movement in financial liabilities at fair value through profit or loss	30-Jun-22	31-Dec-21
	EUR	EUR
At beginning of the financial period/year	1,100,087,175	744,256,049
Issued during the financial period/year	1,250,606,907	1,619,452,528
Redeemed during the financial period/year	(944,506,528)	(1,383,286,106)
Realised (gains)/losses on financial liabilities at fair value through profit or loss	(74,730,809)	64,634,567
Unrealised (appreciation)/depreciation on financial liabilities at fair value through profit or loss	(146,184,241)	5,118,798
Foreign exchange movements	55,658,202	49,911,339
At end of the financial period/year	<u>1,240,930,706</u>	<u>1,100,087,175</u>

The financial liabilities in issue at 30 June 2022 and 31 December 2021 are as follows:

Description	Management ISIN	CCY	Outstanding	Fair value	Outstanding	Fair value
	Fee rate		Units		Units	
			30-Jun-22	30-Jun-22	31-Dec-21	31-Dec-21
				EUR		EUR
WisdomTree DAX 3x Daily Leveraged	0.75% IE00B878KX55	EUR	140,051	17,898,009	79,151	21,710,744
WisdomTree DAX 3x Daily Short	0.80% IE00B8GKPP93	EUR	14,451,549	21,731,390	15,841,324	15,819,702
WisdomTree EURO STOXX 50® 3x Daily Leveraged	0.75% IE00B7SD4R47	EUR	103,574	16,621,181	59,133	19,228,927
WisdomTree EURO STOXX 50® 3x Daily Short	0.80% IE00B8JF9153	EUR	16,347,748	20,509,103	10,624,008	9,562,281
WisdomTree FTSE MIB 3x Daily Leveraged	0.75% IE00B8NB3063	EUR	895,096	42,523,718	454,177	48,411,236
WisdomTree FTSE MIB 3x Daily Short	0.80% IE00B873CW36	EUR	20,141,805	27,805,683	27,732,813	25,781,671
WisdomTree Bund 10Y 3x Daily Short	0.30% IE00BKS8QN04	EUR	212,774	11,061,665	444,774	16,474,207
WisdomTree Bund 10Y 3x Daily Leveraged	0.30% IE00BKT09255	EUR	13,797	1,538,111	8,797	1,459,012
WisdomTree BTP 10Y 3x Daily Short	0.60% IE00BKS8QM96	EUR	147,461	4,966,135	158,961	3,528,033
WisdomTree BTP 10Y 3x Daily Leveraged	0.60% IE00BKT09149	EUR	38,126	4,275,238	3,626	679,681
WisdomTree EURO STOXX Banks 3x Daily Leveraged	0.89% IE00BLS09N40	EUR	24,167,855	63,312,474	13,113,710	78,413,169
WisdomTree BTP 10Y 5x Daily Short	0.99% IE00BYNXNS22	EUR	484,843	9,299,945	856,321	8,531,977
WisdomTree Bund 10Y 5x Daily Short	0.49% IE00BYNXPH56	EUR	128,040	5,283,190	156,040	3,736,692
WisdomTree FTSE MIB Banks	0.35% IE00BYMB4Q22	EUR	76,631	11,663,251	69,631	12,877,617
WisdomTree Bund 30Y 3x Daily Short	0.30% IE00BF4TW453	EUR	53,340	3,516,125	101,340	3,165,177
WisdomTree FTSE 100 3x Daily Leveraged	0.75% IE00B88D2999	GBP	144,824	30,036,846	146,314	34,439,152
Balance carried forward				<u>292,042,064</u>		<u>303,819,278</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

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

The financial liabilities in issue at 30 June 2022 and 31 December 2021 are as follows (continued):

Description	Management Fee rate	ISIN	CCY	Outstanding Units 30-Jun-22	Fair value 30-Jun-22 EUR	Outstanding Units 31-Dec-21	Fair value 31-Dec-21 EUR
Balance brought forward					292,042,064		303,819,278
WisdomTree FTSE 100 3x Daily Short	0.80%	IE00B7VB3908	GBP	2,302,163	11,495,970	1,759,837	9,694,072
WisdomTree FTSE 100 2x Daily Leveraged	0.49%	IE00B94QKC83	GBP	5,001	923,263	7,404	1,475,764
WisdomTree FTSE 100 2x Daily Short	0.55%	IE00B94QKF15	GBP	53,380	1,249,888	53,380	1,316,413
WisdomTree FTSE 100 1x Daily Short	0.49%	IE00B94QKG22	GBP	22,984	1,331,116	22,484	1,341,083
WisdomTree FTSE 250 2x Daily Leveraged	0.60%	IE00B94QKJ52	GBP	24,442	5,149,059	22,592	7,768,164
WisdomTree FTSE 250 1x Daily Short	0.65%	IE00BBGBF313	GBP	807,519	38,105,365	841,574	33,731,320
WisdomTree Gilts 10Y 3x Daily Leveraged	0.30%	IE00BKT09479	GBP	5,278	737,882	5,278	1,035,088
WisdomTree Gilts 10Y 3x Daily Short	0.30%	IE00BKS8QQ35	GBP	321,090	17,605,040	325,090	13,995,353
WisdomTree Gilts 10Y 1x Daily Short	0.25%	IE00BF4TW560	GBP	15,801	1,817,444	10,301	1,106,413
WisdomTree S&P 500 3x Daily Leveraged	0.75%	IE00B7Y34M31	USD	64,139	53,974,247	43,154	72,945,178
WisdomTree S&P 500 3x Daily Short	0.80%	IE00B8K7KM88	USD	99,652,249	51,854,101	89,055,417	26,386,950
WisdomTree Gold 3x Daily Leveraged	0.99%	IE00B8HGT870	USD	1,010,611	31,496,235	1,181,311	37,531,881
WisdomTree Gold 3x Daily Short	0.99%	IE00B6X4BP29	USD	293,037	7,265,374	218,937	5,123,732
WisdomTree Copper 3x Daily Leveraged	0.99%	IE00B8JVMZ80	USD	516,627	7,906,472	523,027	14,678,144
WisdomTree Copper 3x Daily Short	0.99%	IE00B8KD3F05	USD	862,731	8,751,365	811,731	5,308,226
WisdomTree Natural Gas 3x Daily Short	0.99%	IE00B76BRD76	USD	1,037,813,962	49,440,776	48,711,662	39,401,094
WisdomTree Silver 3x Daily Leveraged	0.99%	IE00B7XD2195	USD	49,342,792	50,831,781	42,826,126	71,767,462
WisdomTree Silver 3x Daily Short	0.99%	IE00B8JG1787	USD	1,155,198	6,577,442	1,092,198	4,706,313
WisdomTree Palladium 1x Daily Short	0.95%	IE00B94QLR02	USD	197,114	2,109,285	132,114	1,503,749
WisdomTree Palladium 2x Daily Leveraged	0.95%	IE00B94QLN63	USD	68,568	14,973,088	64,238	15,417,155
WisdomTree US Treasuries 10Y 3x Daily Leveraged	0.30%	IE00BKT09032	USD	36,500	3,383,879	28,500	3,246,848
WisdomTree WTI Crude Oil Pre-roll	0.25%	IE00BVFZGC04	USD	720,479	18,835,258	909,479	14,565,662
WisdomTree Brent Crude Oil Pre-roll	0.25%	IE00BVFZGD11	USD	256,672	10,314,305	355,072	8,375,746
WisdomTree US Treasuries 10Y 5x Daily Short	0.50%	IE00BYNXPJ70	USD	75,354	5,099,599	124,354	5,138,278
WisdomTree Emerging Markets 3x Daily Leveraged	0.99%	IE00BYTYHN28	USD	121,744	9,248,550	109,727	15,074,178
Balance carried forward					<u>702,518,848</u>		<u>716,453,544</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

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

The financial liabilities in issue at 30 June 2022 and 31 December 2021 are as follows (continued):

Description	Management Fee rate	ISIN	CCY	Outstanding Units 30-Jun-22	Fair value 30-Jun-22 EUR	Outstanding Units 31-Dec-21	Fair value 31-Dec-21 EUR
Balance brought forward					702,518,848		716,453,544
WisdomTree Emerging Markets 3x Daily Short	0.99%	IE00BYTYHM11	USD	511,888	3,308,366	591,268	2,479,974
WisdomTree US Treasuries 30Y 3x Daily Short	0.30%	IE00BF4TW784	USD	83,800	5,413,791	208,300	6,467,445
WisdomTree US Treasuries 10Y 3x Daily Short	0.30%	IE00BKS8QT65	USD	99,611	7,372,415	99,611	5,253,022
WisdomTree Industrial Metals Enhanced	0.40%	IE00BF4TWC33	USD	1,246,803	38,946,855	2,622,803	81,077,157
WisdomTree Energy Enhanced	0.40%	IE00BF4TWF63	USD	126,261	5,235,057	15,061	369,633
WisdomTree NASDAQ 100 3x Daily Leveraged	0.75%	IE00BLRPRL42	USD	1,668,006	111,964,321	826,962	176,024,083
WisdomTree NASDAQ 100 3x Daily Short	0.80%	IE00BLRPRJ20	USD	1,283,648	66,167,284	1,394,900	33,384,594
WisdomTree Natural Gas 3x Daily Leveraged	0.99%	IE00BLRPRG98	USD	144,527	12,415,643	247,799	15,058,361
WisdomTree Brent Crude Oil 3x Daily Short	0.99%	IE00BLRPRK35	USD	13,928,429	24,617,995	734,129	8,140,789
WisdomTree S&P 500 VIX Short-Term Futures 2.25x Daily Leveraged	0.99%	IE00BLRPRH06	USD	11,071,244	22,080,514	9,220,072	18,197,056
WisdomTree Brent Crude Oil 3x Daily Leveraged	0.99%	IE00BMTM6D55	USD	7,460	8,075,155	16,160	6,816,866
WisdomTree WTI Crude Oil 3x Daily Leveraged	0.99%	IE00BMTM6B32	USD	19,084	20,098,940	38,020	15,180,178
WisdomTree WTI Crude Oil 3x Daily Short	0.99%	IE00BMTM6C49	USD	40,835,187	33,797,859	2,193,987	12,836,475
WisdomTree Energy Enhanced - EUR Daily Hedged	0.40%	XS2284324667	EUR	3,252,514	160,660,700	73,514	2,347,998
* WisdomTree EURO STOXX 50	0.05%	XS2427362145	EUR	73,000	1,677,490	-	-
* WisdomTree FTSE MIB	0.18%	XS2427354985	EUR	26,000	568,037	-	-
* WisdomTree S&P 500	0.05%	XS2427355958	USD	51,000	1,080,479	-	-
* WisdomTree STOXX Europe Automobiles 2x Daily Leveraged	0.80%	XS2427363895	EUR	52,654	862,817	-	-
* WisdomTree STOXX Europe Oil & Gas 2x Daily Short	0.85%	XS2427474023	EUR	31,000	611,846	-	-
* WisdomTree STOXX Europe Travel & Leisure 2x Daily Leveraged	0.80%	XS2427363036	EUR	30,500	477,032	-	-
* WisdomTree STOXX Europe Travel & Leisure 2x Daily Short	0.85%	XS2437455608	EUR	28,000	876,783	-	-
* WisdomTree Battery Metals	0.45%	XS2425842106	USD	82,000	1,497,152	-	-
* WisdomTree Energy Transition Metals	0.45%	XS2425848053	USD	582,000	10,605,327	-	-
Balance carried forward					<u>1,240,930,706</u>		<u>1,100,087,175</u>

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

*This ETP Securities were newly launched during the half financial year ended 30 June 2022.

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

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

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

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.

11 Other payables

	30-Jun-22	31-Dec-21
	EUR	EUR
Management fees payable	777,504	1,495,183
Other payables	325	200
	<u>777,829</u>	<u>1,495,383</u>

12 Called up share capital presented as equity

	30-Jun-22	31-Dec-21
	EUR	EUR
<i>Authorised:</i>		
100,000 ordinary shares of EUR1 each	<u>100,000</u>	<u>100,000</u>
<i>Issued:</i>		
40,000 ordinary shares of EUR1 each (paid up to EUR 0.25 each)	<u>10,000</u>	<u>10,000</u>
<i>Presented as follows:</i>		
Called up share capital presented as equity	<u>10,000</u>	<u>10,000</u>

13 Ownership of the Company

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.

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 (2021: 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 157,340 (30 June 2021: EUR 79,027) to Apex IFS Limited during the half financial year ended 30 June 2022. As at 30 June 2022, the Company does not have any payable to Apex IFS Limited (31 December 2021: EUR 86,608).

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 2021: EUR Nil).

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

14 Related party transactions including transactions with Administrator and Manager (continued)

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 with services amounting to EUR 4,562,984 (30 June 2021: EUR 3,424,738) from the Manager during the half financial year ended 30 June 2022. As at 30 June 2022, EUR 777,504 (31 December 2021: 1,495,183) was payable by the Company to the Manager. The Company earned a corporate benefit fee of EUR 500 for the half financial year ended 30 June 2022 (30 June 2021: EUR 500) from the Manager and an amount of EUR 8,766 (31 December 2021: EUR 6,800) was receivable as at 30 June 2022.

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.

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-22	31-Dec-21	30-Jun-21
USD : EUR	0.9565	0.8794	0.8432
GBP : EUR	1.1617	1.1910	1.1649
JPY : EUR	0.0071	0.0077	0.0076

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.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

15 Financial risk management (continued)

(a) Market risk (continued)

(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.

(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

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the half financial year ended 30 June 2022

15 Financial risk management (continued)

(e) Fair values (continued)

Fair Value Measurement Principles of ETP (continued)

“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.

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 2021: 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 STATEMENTS (continued)

For the half financial year ended 30 June 2022

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

Changes of Directors

On 01 July 2022,

- Karl Long has resigned as Alternate Director for Sarah Warr.

Product Launches

On 22 August 2022

- (a) The Company was proposed for the issuance of the following securities:
 - (i) WisdomTree EU TTF Natural Gas securities

Prospectus amendment

On 27 July 2022, the Board approved an update of the Prospectus of the Issuer in connection with its programme for the issue of Collateralised ETP Securities.

There have been no other 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 2022 and the comparative information for the Statement of financial position is as at 31 December 2021.

19 Commitments and contingencies

Closure of the WisdomTree WTI Crude Oil 3x Daily Leveraged ETP

In December 2020, the Company, WisdomTree Multi Asset Issuer PLC, WisdomTree Multi Asset Management Limited and WisdomTree Ireland Limited (collectively, "WisdomTree") were served with a writ of summons to appear before the Court of Milan, Italy ("Milan Claim 1"). Investors had filed actions seeking approximately €8,900,000, 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, all in accordance with the prospectus.

In February 2022, WisdomTree was served with another writ of summons to appear before the Court of Milan ("Milan Claim 2"). Additional investors filed an action seeking approximately €3,400,000 resulting from the closure of 3OIL.

In March 2022, WisdomTree was served with three additional writs of summons to appear before the Court of Milan, Italy seeking approximately €120,000, €600,000 and €700,000, respectively ("Milan Claim 3", "Milan Claim 4" and "Milan Claim 5") and another writ of summons to appear before the Court of Turin, Italy seeking damages for approximately €2,000,000 resulting from the closure of 3OIL ("Turin Claim", and together with "Milan Claims 1-5", the "Italian Claims"). The Turin Claim and Milan Claims 3, 4 and 5 were also served on intermediary brokers who have joined the proceedings.

As at 30 June 2022, the Company has a contingent liability in respect of these claims. The range of €0 to approximately €16,000,000 represents the best estimate of any possible outflows from this claim.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the half financial year ended 30 June 2022

19 Commitments and contingencies (continued)

WisdomTree is currently assessing the Italian Claims with Simmons & Simmons, its external counsel in Italy, and a provision has not been made with respect to these matters at 30 June 2022 in the interim financial statements of the Company. Should the Court of Milan and/or Turin ultimately decide that payment is due to investors, the WisdomTree Group will financially support the Company in this regard.

The Company had no other commitments and contingencies as at 30 June 2022.

20 Approval of financial statements

The Board of Directors approved these financial statements on 29 September 2022.