

# WisdomTree Core Laddered Municipal Fund

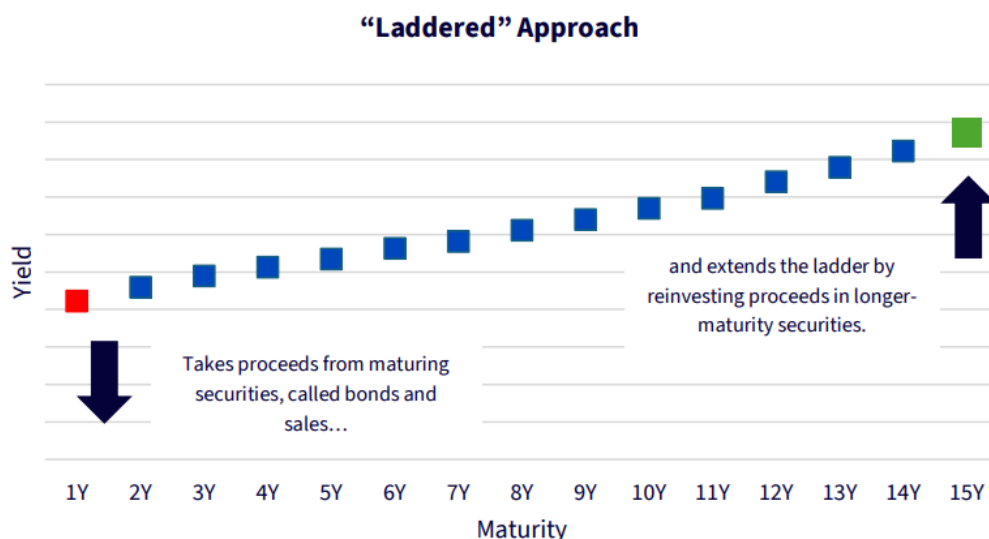
# WTMU

U.S. interest rates have returned to a more historically “normal” setting over the last year or so, which has rekindled investor interest in laddered bond strategies. By investing evenly across maturities, laddered strategies can provide consistency in interest rate exposure and a more predictable experience for investors. Laddering municipal bond portfolios has been a core investment approach used by advisors for many years, producing consistent levels of after-tax income in a structured way for investors.

WisdomTree has collaborated with Insight Investment to bring a laddered approach to the municipal bond ETF landscape. Using the laddered strategy as a guideline, our approach fuses the active credit selection and institutional trading presence of one of the longest-serving municipal bond managers.

## Introducing the WisdomTree Core Laddered Municipal Fund (WTMU)

WTMU is designed to provide a structured approach to investing in investment grade municipal bonds across the intermediate part of the municipal yield curve out to 15 years. The laddered approach diversifies exposure across maturity rungs out to 15 years in securities that will mature or are likely to be called or tendered. As bonds begin to mature, get called, or are sold off from shorter rungs, the proceeds are reinvested at the very top of the ladder in securities which are higher yielding, given the positive slope of the municipal yield curve.



Source: WisdomTree.

In terms of overall interest rate risk, the Fund is targeting a duration band of 4 to 8 years for the portfolio, which is consistent with the interest rate risk exposure of an intermediate portfolio.

The structured exposure across the curve provides a foundation for an active credit selection process that seeks to isolate undervalued securities and sectors, while maintaining a disciplined risk management process to mitigate undo risk of the desired credit profile.

The Fund’s investment process seeks to exploit market inefficiencies through independent credit research and flexible opportunistic trading. In particular, the credit analysis process seeks to identify multiple sources of excess income and potential spread tightening while avoiding spread widening, unanticipated downgrades, as well as defaults. Key inputs to the process include demographics, local corporate health, property values, debt burden / liability analysis of the obligor, debt service coverage, and covenants embedded in offerings.

The risk management process for the Fund is guided by the following parameters:

Credit Quality Exposure	Revenue Bond Exposure	Obligor Exposure	State Exposure	AMT Eligible Exposure
$\geq 90\%$ Investment grade	$\geq 50\%$ of the market value	$\leq 10\%$	Single state capped at $25\%$	$\leq 30\%$

**Why Active Credit Management and Laddered Rate Exposure works for the Municipal Market?**

The municipal market is dominated by public considerations on both the issuance and demand side. Issuers are predominantly states, municipalities, and government agencies seeking to finance essential operations, infrastructure, and meet energy needs of the average American citizen. The buyers are overwhelmingly retail-based, with over 70% of investors in municipal bonds either households or funds serving households. The result is a market that has many issuers and securities creating a diverse set of opportunities from a credit and trading perspective.

Diversifying exposure equally across maturity rungs through laddering, letting securities roll down the curve, and reinvesting proceeds into higher maturities at the top of the ladder provides a consistent, all-weather approach to interest rate risk. The disciplined approach reduces the need to perfectly time interest rates yet also provides flexibility to position for future opportunities to add value through security and sector selection.

**Why Insight Investment Management?**

Through its predecessor firms, Insight Investment Management has been managing municipal portfolios since 1933, only four years after the first Treasury auction in 1929. Over the years, it has built a reputation as a disciplined manager focused on deep credit analysis, trading efficiency, and comprehensive risk oversight. The current municipal team at Insight led by Dan Rabasco and Jeffrey Burger, who average over 20-years of portfolio management experience and 17 years at Insight and its predecessor firms.

The team manages \$17.5B in municipal assets as part of a firm that manages over \$853 Billion globally, as of 06/30/2025.

**WTMU within a Portfolio**

WTMU is designed to serve as a source of high-quality after-tax income as well as offer diversification benefits within a tax conscious multi-asset portfolio. By combining active credit management with a predictable and structured exposure to interest rates, the Fund seeks to take advantage of the diverse opportunities that the municipal market offers.

Quick Facts	
Fund Objective	The Fund seeks to generate current income that is exempt from federal income tax
Investment Approach/Style	Active credit management with structured rate exposure
Exposure	Municipal bonds
Subadvisor	Insight Investment
Interest Rate Risk	Duration band of 4 to 8 years
Performance Benchmark	Bloomberg 3-15 Year Municipal Blend (2-17) Index
Inception Date	4/3/2025
Exchange	NASDAQ
Net Expense Ratio	0.25%

Please reach out to your WisdomTree representative or visit [WisdomTree.com/Investment](https://www.wisdomtree.com/investment) to learn more.

Bloomberg 3-15 Year Municipal Blend (2-17) Index: A benchmark that tracks the total return performance of investment-grade, U.S. tax-exempt bonds with maturities between 2 and 17 years.

**Please see the [WisdomTree Glossary](#) for definition of terms and indexes.**

**Investors should carefully consider the investment objectives, risks, charges and expenses of the Fund before investing. For a prospectus or, if available, the summary prospectus containing this and other important information about the Fund, call 866.909.9473 or visit [WisdomTree.com/investments](http://WisdomTree.com/investments). Read the prospectus or, if available, the summary prospectus carefully before investing.**

There are risks associated with investing, including the possible loss of principal. Municipal securities carry various risks, including credit, interest rate, prepayment and valuation risks. Issuers may face financial difficulties that impact their ability to meet payment obligations. The value of these securities can fluctuate due to changes in revenue sources, local economic and political conditions, and industry-specific downturns (e.g., education, healthcare, transportation, utilities). Additionally, tax-exempt income from municipal securities could become taxable due to regulatory changes or issuer noncompliance, potentially reducing their value. Fixed income investments are subject to interest rate risk; their value will normally decline as interest rates rise. Fixed income investments are also subject to credit risk, the risk that the issuer of a bond will fail to pay interest and principal in a timely manner or that negative perceptions of the issuer's ability to make such payments will cause the price of that bond to decline. While the Fund attempts to limit credit and counterparty exposure, the value of an investment in the Fund may change quickly and without warning in response to issuer or counterparty defaults and changes in the credit ratings of the Fund's portfolio investments. Please read the Fund's prospectus for specific details regarding the Fund's risk profile.

Diversification does not eliminate the risk of experiencing investment losses.

WisdomTree Funds are distributed by Foreside Fund Services, LLC.

Foreside Fund Services, LLC, is not affiliated with the other entities mentioned.