

WisdomTree Inflation Plus Fund

WTIP

In the current environment of elevated inflation uncertainty and policy asymmetry, traditional inflation hedges are being re-evaluated. WisdomTree Senior Economist, Emeritus Professor Jeremy Siegel has long argued stocks offer the best long-term inflation hedge because companies often pass along price increases to consumers and see profits and earnings growth with inflation.

Elevated inflation has its biggest impact on traditional nominal bond portfolios that offer fixed coupon payments. With this new market backdrop and fears of debt, deficits, and inflation risk, WisdomTree offers an overlay strategy designed to better navigate evolving inflationary regimes. The WisdomTree Inflation Plus Fund (WTIP) is a modern, multi-asset ETF designed to provide adaptive inflation protection through a blend of TIPS, long-short commodities futures, precious metals and investments that provide exposure to Bitcoin.

Why Inflation Plus?

WTIP offers a differentiated, multi-asset approach to mitigating inflation risk by combining time-tested instruments such as U.S. TIPS (Treasury Inflation Protected Securities) with systematic commodity futures strategy, long-term store of value precious metals like gold and silver and emerging store-of-value assets like bitcoin.

This construct provides investors with broad-based inflation and purchasing power protection—targeting both expected and unexpected inflation, while maintaining diversification and risk-adjusted return potential.

WTIP employs a capital-efficient structure by overlaying commodity futures on top of a TIPS portfolio, allowing simultaneous exposure to both asset classes without requiring additional capital outlay. This design enhances return potential per unit of capital deployed, making it well-suited for adding strategies like commodities on top of traditional asset classes like bonds.

Strategic Framework: Complementary Inflation Hedges

The core architecture of the ETF is built around two primary inflation-sensitive exposures:

- **Treasury Inflation-Protected Securities (TIPS):** These offer **explicit protection against expected inflation**, with principal and coupon payments indexed to CPI, forming the foundation of many institutional real-return allocations.
- **Commodity Futures Exposure:** Commodities have historically served as a hedge against unexpected inflation, particularly during supply shocks and cyclical upswings. However, static long-only exposure has delivered **inconsistent returns and high volatility** in recent decades.

By combining these two components, the Fund provides a **more comprehensive and flexible hedge** than single-asset strategies.

Structural Innovation: Evolving Commodity Exposure

Recognizing the structural shortcomings of traditional long-only commodity allocations—such as negative roll yield, volatility clustering, and prolonged drawdowns—WTIP adopts a multi-factor, rules-based approach to commodity investing:

- 80% of the commodities allocation is dynamically managed across long and short positions based on momentum signals, enabling the portfolio to adapt to prevailing market trends and regime shifts.
- Enhanced roll optimization is employed to minimize carry costs and maximize roll efficiency.¹
- 15% of the commodity sleeve is allocated to long-only gold and silver positions (7.5% each), anchoring the portfolio in historically resilient inflation-sensitive assets.

This marks an important evolution in institutional commodity investing—replacing static exposure with active signals and systematic factors, while maintaining transparency and liquidity.

Up to 5%	Long (+) Flat (0)	Bitcoin Exchange Traded Products (ETPs)			
Commodities Considered					
80% Momentum based Exposures		Energy	Industrial Metals	Grains	Softs
	Long (+)	WTI Crude	Copper	SRW Wheat	Sugar
	Flat (0)	Brent Crude	Aluminum	HRW Wheat	
	Short (-)	Heating Oil	Lead	Corn	
		Gas Oil	Nickel		
	RBOB Gasoline	Tin			
	Natural Gas	Zinc			
15% Structural	Long (+)	Gold			
	Long (+)	Silver			

- Source: WisdomTree. The current multifactor, rules-based approach to commodity investing reflects the manager’s current thinking and may change at any time without notice. Per the prospectus, the Fund may invest up to 10% of its assets in Bitcoin ETPs.

¹ **Roll:** In futures investing, contracts have expiration dates. "Rolling" refers to the process of selling a contract before it expires and buying a new one with a later expiration. This keeps the investment exposure continuous without interruption. **Carry Costs:** These are the costs or gains associated with holding a futures contract over time. They can include factors like interest rates, storage costs (for physical commodities), or the price difference between the current and future contracts.

Incorporating Emerging Diversifiers: Bitcoin Exchange Traded Products (ETPs) Allocation

To further enhance diversification and introduce exposure to non-traditional inflation-hedging assets, WTIP can allocate up to 10% in bitcoin ETPs and future contracts driven by a risk sensitive momentum model. Bitcoin is increasingly regarded as a potential hedge against monetary debasement and fiat dilution.

For investors seeking exposure to digital assets within a structured framework, this allocation provides a measured and risk-aware entry point.

Portfolio Composition Overview

WTIP's risk-managed real asset allocation is structured as follows:

- **Cash component:** For every \$100 invested, roughly \$10 is kept in short-term collateral that earns returns comparable to U.S. Treasury bills.
- **TIPs exposure:** For every \$100 invested, roughly \$85 is invested in a laddered portfolio of Treasury Inflation Protected Securities.
- **Bitcoin related exposure:** For every \$100 invested, roughly \$5 and up to \$10 are invested in Bitcoin ETPs.²
- **Commodity exposure:** To help magnify the benefits of the asset allocation, roughly \$95 in a diversified basket of commodity futures is layered on top for a total exposure of \$195.

This structure balances systematic alpha sources with macroeconomic hedging characteristics, in a liquid and transparent ETF wrapper.

² The current multifactor, rules-based approach to commodity investing reflects the manager's current thinking and may change at any time without notice. Per the prospectus, the Fund may invest up to 10% of its assets in Bitcoin ETPs.

A Next-Generation Inflation Solution

In an era of persistent inflation and evolving macro risks, investors are rethinking the tools they rely on to protect purchasing power. Legacy strategies often fall short—providing incomplete, static coverage in a dynamic world.

WTIP offers a next-generation solution: a capital-efficient, multi-asset ETF that blends traditional real assets like TIPS and gold with modern diversifiers such as long/short commodities and bitcoin. Built on a factor-informed framework, WTIP is engineered to adapt across inflation scenarios—delivering systematic upside capture, downside mitigation, and enhanced diversification.

Quick Facts	
Ticker	WTIP
Exchange	NASDAQ
Expense Ratio (net/Gross)	0.65% / 0.66% *
Structure	Open-end ETF
Fund Objective	The WisdomTree Inflation Plus is an actively managed exchange-traded fund that seeks total return by investing in Treasury Inflation Protection Securities and a targeted exposure to commodity futures.
Investment Approach	Capital efficient basket combining Commodities, TIPS, Bitcoin ETPs and Cash
Exposure	Commodities, TIPS, Bitcoin ETPs and Cash
Inception Date	6/18/2025

* The Net Expense Ratio reflects a contractual waiver of 0.01% through December 31, 2026.

For more information on WTIP, contact your WisdomTree representative or visit [WisdomTree.com/investments](https://www.wisdomtree.com/investments).

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. Read the prospectus or, if available, the summary prospectus carefully before investing.

There are risks associated with investing including possible loss of principal.

Inflation-protected U.S. Treasury Bonds (“TIPS”), can provide a hedge against inflation, as the inflation adjustment feature helps preserve the purchasing power of the investment. Because of this inflation adjustment feature, inflation protected bonds typically have lower yields than conventional fixed rate bonds and will likely decline in price during periods of deflation, which could result in losses. Fixed income securities are subject to interest rate, credit, inflation, and reinvestment risks. Generally, as interest rates rise, the value of fixed-income securities falls. The value of commodities and commodity-linked derivative instruments typically is based upon the price movements in other asset classes. An active trading market may not exist for certain commodities. The Fund is subject to risks related to rolling futures contracts. The price of futures contracts further from expiration may be higher (“contango”) or lower (“backwardation”), which can impact the Fund’s returns. Because of the frequency with which the Fund expects to roll futures contracts, the impact of such contango or backwardation may be greater than the impact would be if the Fund experienced less portfolio turnover. In addition, bitcoin and bitcoin futures are a relatively new asset class. They are subject to unique and substantial risks, and historically, have been subject to significant price volatility. In addition, bitcoin exchange-traded products (ETPs) and bitcoin futures are relatively new and the markets may be less developed. They are subject to unique and substantial risks, and historically, have been subject to significant price volatility. As a result, the markets for bitcoin futures and bitcoin ETPs may be less developed, and at times, potentially less liquid and more volatile, than more established commodity futures and ETP markets. While the bitcoin futures market has grown substantially since bitcoin futures commenced trading, there can be no assurance that this growth will continue. While the bitcoin futures market has grown substantially since bitcoin futures commenced trading, there can be no assurance that this growth will continue. The Fund may invest in the WisdomTree Bitcoin Fund, a bitcoin exchange traded product, sponsored by an affiliate of the Fund’s adviser. **The Fund will not invest in bitcoin directly.**

Please read the Fund's prospectus for specific details regarding the Fund's risk profile.

Additional information is available at WisdomTree.com/investments.

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