

WISDOMTREE RULES-BASED METHODOLOGY

WisdomTree Global Quality Dividend Growth CAD Index and
WisdomTree Global Quality Dividend Growth CAD Hedged Index

Last Updated June 2024

WISDOMTREE RULES-BASED METHODOLOGY

Methodology Guide for the WisdomTree Global Quality Dividend Growth CAD Index and WisdomTree Global Quality Dividend Growth CAD Hedged Index

1. Index Overview and Description

The WisdomTree Global Quality Dividend Growth CAD Index and WisdomTree Global Quality Dividend Growth CAD Hedged Index (the “Indexes”) were developed by WisdomTree, Inc. (“WisdomTree”).

The Indexes are comprised of U.S., international developed, and Canadian equity exchange-traded funds (“ETFs” or “Funds”) and are reconstituted annually to approximately reflect the Regional¹ exposure in a Global Developed portfolio. A quarterly rebalance will occur to the extent such exposures deviate by greater than 5% in order to maintain an approximate Global Developed Regional exposure.

The Indexes are reconstituted on an annual basis (following the close of trading on the eighth business day in December).

The Indexes are calculated to capture price appreciation and total return, which assumes dividends are reinvested into the Index. The Indexes is calculated using primary market prices and calculated in Canadian dollars (CAD).

2. Key Features

2.1. Membership Criteria

The Indexes are comprised of ETFs or the underlying equities of an ETF selected for inclusion. To be eligible for inclusion, the ETF must trade on a major exchange and be on the reference list.

Reference List:

U.S. Equity

- CI U.S. Quality Dividend Growth Index ETF (DGR/DGR.B)

International Developed Equity

- CI International Quality Dividend Growth Index ETF (IQD/IQD.B)

Canadian Equity

- CI Canada Quality Dividend Growth Index ETF (DGRC)

The WisdomTree Global Quality Dividend Growth CAD Index will hold DGR.B, IQD.B and DGRC.

The WisdomTree Global Quality Dividend Growth CAD Hedged Index will hold DGR, IQD and DGRC.

2.2 Base Date and Base Value

The Indexes were established with a base value of 200 on June 30, 2023.

2.3 Calculation and Dissemination

¹ Regions defined as: U.S., Canada, and Developed International

The following formula is used to calculate the index levels for the WisdomTree Global Quality Dividend Growth CAD Index and WisdomTree Global Quality Dividend Growth CAD Hedged Index:

$$\frac{\sum_i \{S_i P_i E_i\}}{D}$$

S_i = Number of shares in the index for Security i

P_i = Price of Security i

E_i = Cross rate of currency of Security i vs. USD. If security price in USD, $E_i = 1$

D = Divisor

The Indexes are calculated whenever the stock exchanges are open. If trading is suspended while the exchange the component Fund trades on is still open, the last traded price for that Fund is used for all subsequent Index computations until trading resumes. If trading is suspended before the opening, the Fund's adjusted closing price from the previous day is used to calculate the Indexes. Until a particular Fund opens, its adjusted closing price from the previous day is used in the Index computation. Index values are calculated on both a price and total-return basis, in CAD. The price and total return Indexes are calculated and disseminated on an end-of-day basis.

2.4 Weighting

At the annual screening date at the end of November, the Index exposure will rebalance to reflect the approximate Global Developed Regional² exposure. Within the annual rebalance, if the regional exposure drifts above or below a 5% band, it will trigger a rebalance back to the target weights. Intra-rebalance screening will occur at quarter end in February, May, and August.

The Weighting Date is when component weights are set, and it occurs after the close of the third business day of the rebalance month. The changes will go into effect after the close of trading on the eighth business day of the rebalance month.

2.5 Dividend Treatment

Normal dividend payments are not taken into account in the price Index, whereas they are reinvested and accounted for in the total return Index. However, special dividends that are not reinvested in the total return index require index divisor adjustments to prevent the distribution from distorting the price index.

3. Index Maintenance

3.1. General Matters

Index Maintenance includes monitoring and implementing the adjustments for company deletions, splits, dividends, spins-offs, or other corporate actions. Some corporate actions, such as splits,

² Regions defined as: U.S., Canada, and Developed International

dividends, and rights offerings require changes in the index shares and the stock prices of the component Funds in the Indexes. Some corporate actions, such as issuances, buybacks, warrant issuances, increases, or decreases in dividend per share between reconstitutions, do not require changes in the index shares or the stock prices of the component Funds in the Index. Other corporate actions, such as special dividends and entitlements, may require Index divisor adjustments.

Any corporate action, whether it requires divisor adjustments or not, will be implemented after the close of trading on the day prior to the ex-date of such corporate actions.

3.2. Component Changes

Additions

Additions to the Indexes are made at the reconstitution according to the inclusion criteria defined above. The changes will go into effect after the close of trading on the eighth business day of the rebalance month.

Deletions

Deletions to the Indexes are made at the reconstitution according to the inclusion criteria defined above. The changes will go into effect after the close of trading on the eighth business day of the rebalance month.

4. Index Divisor Adjustments

Changes in the Index's market capitalization due to changes in composition, weighting or corporate actions result in a divisor change to maintain the Index's continuity. By adjusting the divisor, the Index value retains its continuity before and after the event. Corporate actions that require divisor adjustments will be implemented prior to the opening of trading on the effective date. In certain instances where information is incomplete, or the completion of an event is announced too late to be implemented prior to the ex-date, the implementation will occur as of the close of the following day or as soon as practicable thereafter. For corporate actions not described herein, or combinations of different types of corporate events and other exceptional cases, WisdomTree reserves the right to determine the appropriate implementation method.

5. Selection Parameters

Selection parameters for the Index are defined in section 2.1. Companies that pass these selection criteria as of the Screening Date are included in the Indexes. The component companies are assigned weights in the Indexes as defined in section 2.4., and reconstitution of the Indexes takes effect as defined in section 3.2.