

DES

WisdomTree U.S. SmallCap Dividend Fund

Analyst Report

This ETF offers exposure to small cap U.S. stocks, an asset class that is included in most long-term portfolios and can be useful for tactical traders looking to implement a tilt towards riskier securities. DES is one of dozens of options for small cap exposure through ETFs, and is unique because of the weighting methodology employed. The related benchmark is dividend-weighted, determining components companies and individual allocations based on cash dividends paid. That methodology has the effect of enhancing current returns from the equity side of a portfolio, and may also be appealing for those looking to utilize alternatives to market cap-weighting (which has a tendency to overweight overvalued stocks, and underweight undervalued companies). DES is slightly more expensive than some of the cap-weighted alternatives, but investors who believe the dividend-weighting approach has the potential to add value over the long run will find the expense differentials to be minimal. This fund may be worth considering as an alternative to products such as IWM and IJR.

ESG Themes and Scores

5.3/10

ESG Rate

25.25%

Global Percentile

8.06%

Peer Percentile

Performance Data

	DES	ETF Database Category Average	Factset Segment Average
1 Month	-1.12%	-0.86%	-0.46%
3 Month	-4.28%	-2.33%	-1.27%
YTD Return	-0.02%	1.28%	1.38%
1 Year Return	13.01%	10.95%	8.23%
3 Year Return	5.81%	2.82%	2.87%
5 Year Return	7.42%	5.38%	3.38%

Top 5 Holdings

Symbol	Holding	% Assets
SR	Spire Inc.	1.08%
OGN	Organon & Co.	1.06%
SBRA	Sabra Health Care REIT, Inc.	1.03%
KNTK	Kinetik Holdings Inc. Class A	0.99%
EPR	EPR Properties	0.97%

Vitals

Issuer	WisdomTree
Brand	WisdomTree
Structure	ETF
Expense Ratio	0.38%
Inception	Jun 16, 2006
Index Tracked	WisdomTree U.S. Small Cap Dividend Index

ETF Database Themes

Category	Small Cap Blend Equities
Asset Class	Equity
Asset Class Size	Micro-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: U.S. - Small Cap
Category	Size and Style
Focus	Small Cap
Niche	Broad-based
Strategy	Dividends
Weighting	Dividends

