

GDE

WisdomTree Efficient Gold Plus Equity Strategy Fund

Fund Description

GDE is actively managed to provide leveraged exposure, in approximately equal proportion, to US-listed gold futures and US large-cap equities.

FactSet Analyst Report

GDE aims to provide some diversification to US large-cap stocks by adding balanced exposure to long gold futures contracts. The strategy layers gold exposure on top of the US equities. For example, for every \$100 invested, \$90 is invested in a basket of US large-cap equities weighted by market-cap. Gold futures are also purchased to provide the equivalent \$90 exposure and \$10 is held as cash collateral. Based on this layering, the total accounting leverage of the strategy is enhanced to 1.8x, or in other words, for every \$100 invested there is a total of \$180 exposure to equities and gold futures. The cash collateral typically is invested in high-quality, short-term US money market securities or US Treasury bills. The fund obtains commodity exposure through investing in a wholly-owned Cayman Islands subsidiary.