

NTSI

WisdomTree International Efficient Core Fund

Fund Description

NTSI is an actively managed portfolio of developed markets equity securities, excluding the US and Canada, and US Treasury futures contracts.

FactSet Analyst Report

NTSI uses futures contracts to construct what is effectively a 60/40 portfolio of EAFE equities and US bonds. The fund places 90% of its assets in equity securities and the remaining exposure in US Treasury futures contracts. The notional exposure of the Treasury futures equals 60% of the funds assets. The resulting exposure is equivalent to a 90/60 allocation to stocks and Treasuries, or a 60/40 allocation leveraged 150%. The equity allocation will generally consist of 500 developed markets ex-North America stocks, selected and weighted by market cap. Treasury exposure will range in maturity between 2 and 30 years, with a target duration of 3 to 8 years. The fund manager sets a 5% rebalance threshold to prevent large deviations from 90/60 risk profile. Sister funds NTSX and NTSE offers the same strategy but with exposure to US and emerging markets, respectively.