



WisdomTree Foreign Exchange Limited

Registered No: 103518

**Unaudited Condensed Interim Financial Report for the
Six Months to 30 June 2024**

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Directors' Report

The directors of WisdomTree Foreign Exchange Limited ("FXL" or the "Company") submit herewith the unaudited interim financial report and condensed interim financial statements of the Company for the period from 1 January 2024 to 30 June 2024 (the "period"). Any terms not defined herein, shall have the meaning ascribed to them in the latest audited accounts of the Company.

Directors

The names and particulars of the directors of the Company during and since the end of the financial period are:

Vinod Rajput (Appointed on 09 August 2024)
 Olivia Vuillemin (Appointed on 24 June 2024)
 Peter Ziemba
 Bryan Governey
 David Middleton (Appointed on 24 June 2024 and Resigned on 09 August 2024)
 Christopher Foulds (Resigned on 24 June 2024)
 Steven Ross (Resigned on 24 June 2024)

Directors' Interests

No director has an interest in the Shares of the Company as at the date of this report.

Principal Activities

During the period there were no significant changes in the nature of the Company's activities.

Review of Operations

The most recent Prospectus was issued on 13 November 2023. As at 30 June 2024, the Company had the following number of classes, in aggregate, of Currency Securities in issue and admitted to trading on the following exchanges:

	London Stock	Borsa Italiana	Deutsche Börse	NYSE- Euronext Paris
USD Currency Securities	14	-	2	-
EUR Currency Securities	-	26	11	6
GBP Currency Securities	12	-	-	-
Total Currency Securities	26	26	13	6

The Company has entered into contractual obligations to issue and redeem Currency Securities at set prices on each trading day. These prices are based on agreed formulae published in the Prospectus, and are equal to the published NAV of each class of Currency Security.

IFRS 13 requires the Company to identify the principal market and to utilise the available price within that principal market. The directors consider the stock exchanges where the Currency Securities are listed to be the principal market and as a result the NAV of the Currency Securities is the on-exchange price as quoted on the stock exchange demonstrating active trading with the highest trading volume on each day that the price is obtained. As a result of the difference in valuation between Currency Transactions and Currency Securities there is a mis-match between the values recognised and the results of the Company reflect a gain or loss on the difference between the NAV of the Currency Transactions and the price of Currency Securities.

The Company recognises its financial assets (Currency Transactions) and financial liabilities (Currency Securities) at fair value in the condensed Statement of Financial Position. The gain or loss on Currency Securities and the Currency Transactions is recognised through profit or loss in line with the Company's accounting policy. This is presented in more detail in note 3 and 4 to these condensed interim financial statements.

The Company is entitled to a management fee which is calculated on a daily basis:

- 3* and 5* Leveraged Currency Securities have a management fee rate of 0.98% per annum;
- CNY Currency Securities have a management fee rate of 0.59% per annum; and
- All remaining classes of Currency Securities have a management fee rate of 0.39% per annum.

Directors' Report (Continued)

Review of Operations (continued)

During the period, the Company generated income from management fees and bank interest as follows:

	30-Jun-24	30-Jun-23
	Unaudited	Unaudited
	USD	USD
Management Fees	829,093	1,112,595
Bank Interest	4,993	8,181
Total Fee Income	834,086	1,120,776

Non-GAAP Performance Measures

Under the terms of the service agreement with WisdomTree Management Jersey Limited (“ManJer”), the Company accrued expenses equal to the management fees and the creation and redemptions fees, which, after taking into account other operating income and expenses, resulted in a result before fair value movements for the period of USD Nil (30 June 2023: USD Nil).

As the difference in the valuation of Currency Transactions (held to support the Currency Securities) and Currency Securities would be reversed on a subsequent redemption of the Currency Securities and closure of the corresponding Currency Transactions, the Company presents an adjusted Condensed Statement of Profit or Loss and Other Comprehensive Income and an adjusted Condensed Statement of Changes in Equity in note 8 of the condensed interim financial statements.

Ukraine Invasion

Russia has continued military action in the sovereign territory of Ukraine throughout the period ended 30 June 2024 (the “Crisis”). The Crisis has resulted in the implementation of sanctions and further actions by governments which, as well as the Crisis itself, have impacted financial and commodities markets.

Whilst there are no Currency Transactions (and therefore no Currency Securities) with an exposure to Russian Roubles, Belarusian Rubles or Ukrainian Hryvnia, the board of directors (the “Board”) will further assess the impact on the Company’s portfolio operations and valuation and will take any potential actions needed, as facts and circumstances are subject to change and may be specific to investment strategies and jurisdictions.

As the Crisis continues, the board of directors (the “Board”) also continues to closely monitor and assess the impact on the Company’s portfolio operations and valuation and will take any further actions needed or as required under the terms of the Prospectus, as facts and circumstances are subject to change and may be specific to investment strategies and jurisdictions.

Future Developments

As of 14 June 2024, the administration and company secretarial services provided to ManJer changed from R&H Fund Services (Jersey) Limited (“R&H” or the “Administrator”) to Apex Financial Services (Alternative Funds) Limited, resulting in a change of ManJer’s registered office and directors. The directors of ManJer as at the date of these interim accounts are:

Bryan Governey;
 Hilary Jones;
 Vinod Rajput;
 Olivia Vuillemin; and
 Peter Ziemba.

The Company notes that as of 15 July 2024, the administrator function of the Company changed from R&H Fund Services (Jersey) Limited to Apex Financial Services (Alternative Funds) Limited. The registered office of the Company effective from 14 June 2024 is IFC 5, St Helier, Jersey, JE1 1ST (Previously: Ordnance House, 31 Pier Road, St Helier, Jersey, JE4 8PW).

Apart from the above, the Board members are not aware of any developments that might have a significant effect on the operations of the Company in subsequent financial periods not already disclosed in this report or the attached condensed interim financial statements.

Directors' Report (Continued)

Review of Operations (continued)

Directors' Remuneration

No director has a service contract with the Company. The directors of the Company who are employees within the WisdomTree, Inc. group do not receive separate remuneration in their capacity as directors of the Company. The directors of the Company who are employees of Apex Financial Services (Alternative Funds) Limited ("Apex" or the "Administrator") do not receive separate remuneration in their capacity as directors of the Company, however Apex receives a fee from ManJer which includes services in respect of the Company, including for the provision of directors who are employees of Apex.

Going Concern

The nature of the Company's business dictates that the outstanding Currency Securities may be redeemed at any time by Authorised Participants and in certain circumstances by individual holders and also, in certain circumstances, may be compulsorily redeemed by the Company. As the redemption of Currency Securities will always coincide with the transfer of an equal amount (in value) of Currency Transactions, liquidity risk is mitigated such that there is no material residual risk. All other expenses of the Company are met by ManJer. The directors closely monitor the financial position and performance of ManJer, its assets under management, and therefore its related revenue streams, in respect of fulfilling the obligations under the services agreement. The net reported position on balance sheet, including in instances where a deficit is reported, is not considered to impact the going concern position of the Company as this position results solely due to the unrealised gains or losses on Currency Transactions and Currency Securities due to the accounting measurement basis applied in accordance with IFRS. As Currency Transactions are held to support Currency Securities, any deficit or surplus reported on unrealised positions would be reversed on a subsequent redemption of the Currency Securities and the related cancellation of Currency Transactions. A reported deficit is not considered indicative of any issues relating to solvency of the Company and the directors are satisfied that any obligations arising in respect of the Currency Securities can be managed in accordance with the terms of the applicable Prospectus. The directors consider the operations of the Company to be ongoing, with a reasonable expectation that the Company has adequate resources to continue in operational existence until 31 August 2025, and accordingly these condensed interim financial statements have been prepared on the going concern basis.

Principal Risks and Uncertainties

The Currency Securities provides investors with long or short exposure to the daily foreign exchange performance of developed and emerging market currencies measured against USD, EUR or GBP. Movements in the value of the Underlying Assets, and thus the value of the Currency Securities, may vary widely which could have an impact on the demand for the Currency Securities issued by the Company.

The contractual value (at NAV) of the Currency Securities as period end, and the movement over the period amounted to:

	30-Jun-24 Unaudited			31-Dec-23 Audited			Movement in NAV
	Securities	NAV	USD	Securities	NAV	USD	
WisdomTree 3x Long EUR Short GBP	25,727	27.51	707,652	10,427	29.79	310,599	(7.66%)
WisdomTree 3x Long USD Short GBP	28,954	86.23	2,496,660	27,846	83.62	2,328,621	3.11%
WisdomTree 3x Short EUR Long GBP	9,171	47.51	435,735	9,271	43.51	403,391	9.20%
WisdomTree 3x Short USD Long GBP	131,211	10.40	1,364,026	155,311	10.70	1,662,337	(2.87%)
WisdomTree Long CHF Short GBP	19,429	71.32	1,385,703	22,029	76.16	1,677,728	(6.35%)
WisdomTree Long EUR Short GBP	7,032	53.71	377,659	9,682	54.68	529,399	(1.78%)
WisdomTree Long JPY Short GBP	152,419	33.14	5,051,763	143,159	38.11	5,455,686	(13.03%)
WisdomTree Long USD Short GBP	26,382	71.85	1,895,424	27,232	70.45	1,918,537	1.98%
WisdomTree Short CHF Long GBP	1,682	41.08	69,100	1,682	37.77	63,524	8.78%
WisdomTree Short EUR Long GBP	74,489	58.64	4,368,384	76,289	56.46	4,307,407	3.87%
WisdomTree Short JPY Long GBP	1,569	84.48	132,554	2,849	72.20	205,701	17.01%
WisdomTree Short USD Long GBP	16,470	42.20	695,090	24,570	42.22	1,037,272	(0.03%)
WisdomTree 3x Long EUR Short USD	45,928	9.69	444,947	88,778	10.69	949,221	(9.39%)
WisdomTree 3x Long GBP Short USD	81,648	13.23	1,079,886	96,048	13.41	1,287,775	(1.35%)
WisdomTree 3x Long JPY Short USD	1,842,533	2.27	4,185,783	888,983	3.64	3,236,679	(37.60%)
WisdomTree 3x Short EUR Long USD	19,338	90.13	1,742,880	32,138	79.74	2,562,573	13.03%

Directors' Report (Continued)

Principal Risks and Uncertainties (continued)

	30-Jun-24			31-Dec-23			Movement in NAV
	Securities	NAV	USD	Securities	NAV	USD	
WisdomTree 3x Short GBP Long USD	15,251	52.82	805,583	15,101	50.80	767,101	3.98%
WisdomTree 3x Short JPY Long USD	2,806	321.59	902,370	3,406	200.60	683,245	60.31%
WisdomTree Long EUR Short USD	2,003	31.21	62,519	12,303	31.69	389,831	(1.49%)
WisdomTree Long GBP Short USD	64,399	36.65	2,360,093	66,434	36.17	2,403,009	1.32%
WisdomTree Long JPY Short USD	450,055	22.91	10,312,498	558,257	26.27	14,666,202	(12.78%)
WisdomTree Short EUR Long USD	10,830	72.94	789,986	20,017	68.79	1,377,036	6.03%
WisdomTree Short GBP Long USD	13,580	60.76	825,113	21,680	58.93	1,277,531	3.11%
WisdomTree Short JPY Long USD	2,865	97.44	279,179	2,865	81.59	233,745	19.44%
WisdomTree 3x Long CHF Short EUR	6,341	63.79	404,485	5,991	75.54	452,587	(15.56%)
WisdomTree 3x Long GBP Short EUR	12,176	45.81	557,750	18,121	43.10	781,033	6.28%
WisdomTree 3x Long JPY Short EUR	1,100,034	6.61	7,273,038	814,034	9.80	7,979,391	(32.55%)
WisdomTree 3x Long USD Short EUR	37,891	106.98	4,053,541	40,161	98.14	3,941,497	9.00%
WisdomTree 3x Short CHF Long EUR	94,354	11.96	1,128,137	102,954	10.68	1,099,713	11.93%
WisdomTree 3x Short GBP Long EUR	10,949	18.76	205,434	8,699	20.93	182,038	(10.34%)
WisdomTree 3x Short JPY Long EUR	2,577	78.09	201,235	2,077	56.12	116,558	39.15%
WisdomTree 3x Short USD Long EUR	7,888,782	7.24	57,137,983	8,471,682	8.36	70,817,685	(13.36%)
WisdomTree Long AUD Short EUR	9,611	55.38	532,249	6,861	55.79	382,795	(0.74%)
WisdomTree Long CHF Short EUR	27,391	64.62	1,770,085	26,841	69.01	1,852,410	(6.36%)
WisdomTree Long GBP Short EUR	106,261	54.94	5,838,434	137,861	54.39	7,498,672	1.01%
WisdomTree Long JPY Short EUR	1,650,934	30.82	50,887,544	1,477,184	35.45	52,361,787	(13.04%)
WisdomTree Long NOK Short EUR	117,893	38.83	4,578,084	202,143	40.12	8,109,738	(3.21%)
WisdomTree Long SEK Short EUR	129,688	41.74	5,413,498	157,958	43.35	6,848,129	(3.72%)
WisdomTree Long USD Short EUR	59,341	62.32	3,698,347	69,941	61.12	4,274,821	1.97%
WisdomTree Short AUD Long EUR	2,995	34.56	103,499	2,745	35.60	97,723	(2.93%)
WisdomTree Short CHF Long EUR	10,199	30.14	307,383	9,099	29.30	266,604	2.86%
WisdomTree Short GBP Long EUR	14,464	35.93	519,695	15,564	37.64	585,886	(4.55%)
WisdomTree Short JPY Long EUR	1,934	59.73	115,510	1,934	53.96	104,359	10.69%
WisdomTree Short NOK Long EUR	533	49.45	26,354	533	49.72	26,503	(0.56%)
WisdomTree Short SEK Long EUR	543	48.35	26,252	1,637	48.36	79,172	(0.04%)
WisdomTree Short USD Long EUR	1,432,956	31.54	45,196,657	1,317,406	33.39	43,986,859	(5.54%)
WisdomTree 5x Long GBP Short EUR	6,211	25.80	160,244	8,411	23.02	193,605	12.09%
WisdomTree 5x Long USD Short EUR	18,942	124.12	2,351,103	24,832	106.67	2,648,723	16.36%
WisdomTree 5x Short GBP Long EUR	7,392	15.90	117,516	8,442	18.83	158,968	(15.57%)
WisdomTree 5x Short USD Long EUR	3,459,136	3.18	11,016,542	3,374,336	4.02	13,549,517	(20.69%)
WisdomTree Long CNY Short USD	5,786	52.66	304,716	5,786	52.39	303,149	0.52%
WisdomTree Short CNY Long USD	12,191	37.27	454,318	7,191	36.12	259,754	3.17%
			247,150,220			278,693,826	

Whilst the table above reflects the NAV at 30 June 2024 and 31 December 2023, together with the movement, this does not reflect the recommended holding period for Currency Securities, which in some cases is one day. Further information on the contractual value (at NAV) of the Currency Securities on a daily basis can be found on the WisdomTree website (<https://www.wisdomtree.eu/en-gb/products>).

Directors' Report (Continued)

Directors Statement

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. The directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in Jersey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

With regard to Directive 2004/109/EC, amended by Directive 2013/50/EU (collectively the Transparency Directive), the Central Bank (Investment Market Conduct) Rules of the Central Bank of Ireland and the Disclosure Guidance and Transparency Rules of the Financial Conduct Authority, the directors confirm that to the best of their knowledge that:

- the condensed interim financial statements for the period ended 30 June 2024 give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company as required by law and in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board; and
- the Directors' Report gives a fair view of the development and performance of the Company's business, including financial position and the important events that have occurred during the period and their impact on these condensed interim financial statements.

On behalf of the directors



Vinod Rajput

Date: 23 August 2024

Condensed Statement of Profit or Loss and Other Comprehensive Income

	Notes	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Income	2	834,086	1,120,776
Expenses	2	(834,086)	(1,120,776)
Result Before Fair Value Movements		-	-
Change in Contractual and Fair Value of Currency Transactions	3	(27,039,869)	(2,935,036)
Change in Fair Value of Currency Securities	4	26,587,999	4,373,991
(Loss)Profit for the Period^{1, 2}		(451,870)	1,438,955

The directors consider the Company's activities as continuing.

¹ A non-statutory and non-GAAP Condensed Statement of Profit or Loss and Total Comprehensive Income reflecting adjustments representing the movement in the difference between the value of the Currency Transactions and the price of Currency Securities is set out in note 8.

² There are no items of Other Comprehensive Income, therefore the (Loss)/Profit for the Period also represented the Total Comprehensive Income for the Period.

The notes on pages 10 to 16 form part of these condensed interim financial statements

Condensed Statement of Financial Position

	Notes	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Assets			
Cash and Cash Equivalents		127,221	164,054
Cash held for Currency Securities due for settlement	3	-	1,043,463
Amounts Receivable on Currency Transactions Awaiting Settlement	3	130,373	445,176
Currency Transactions	3	247,150,220	278,693,826
Amounts Receivable on Currency Securities Awaiting Settlement	4	818,617	390,818
Trade and Other Receivables		1,784	1,784
Total Assets		248,228,215	280,739,121
Liabilities			
Currency Securities	4	247,062,879	278,154,615
Amounts Payable on Currency Securities Awaiting Settlement	4	130,373	1,488,639
Amounts Payable on Currency Transactions Awaiting Settlement	3	818,617	390,818
Trade and Other Payables		127,221	164,054
Total Liabilities		248,139,090	280,198,126
Equity			
Stated Capital		3	3
Retained Earnings		1,781	1,781
Revaluation Reserve		87,341	539,211
Total Equity		89,125	540,995
Total Equity and Liabilities		248,228,215	280,739,121

The assets and liabilities in the above Condensed Statement of Financial Position are presented in order of liquidity from most to least liquid.

The condensed interim financial statements on pages 6 to 16 were approved and authorised for issue by the board of directors and signed on its behalf on 23 August 2024.....



Vinod Rajput
Director

The notes on pages 10 to 16 form part of these condensed interim financial statements

Condensed Statement of Cash Flows

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Fees and Expenses Paid	(870,919)	(1,120,694)
Bank interest	4,993	-
Cash Used in Operating Activities	<u>(865,926)</u>	<u>(1,120,694)</u>
<i>Cash Flows from Investing Activities</i>		
Net Daily Payment Amounts	(744,998)	(2,864,530)
Net Movement on Currency Transactions	5,991,337	22,438,493
Net Cash Flows from Investing Activities	<u>5,246,339</u>	<u>19,573,963</u>
<i>Cash Flows from Financing Activities</i>		
Issue of Currency Securities	72,568,114	149,964,420
Redemption of Currency Securities	(78,028,823)	(172,796,909)
Net Cash Flows from Financing Activities	<u>(5,460,709)</u>	<u>(22,832,489)</u>
Net Movement in Cash and Cash Equivalents	<u>(1,080,296)</u>	<u>(4,379,219)</u>
Cash and Cash Equivalents at the Beginning of the Period	1,207,517	4,977,382
Net Movement in Cash and Cash Equivalents	(1,080,296)	(4,379,219)
Cash and Cash Equivalents at the End of the Period	<u>127,221</u>	<u>598,162</u>

Cash Flows from Investing Activities represent amounts linked to Currency Transactions entered into with a Currency Transaction Counterparty, and which are used to enter into USD, GBP or EUR denominated daily repurchase transactions with the Currency Transaction Counterparty in exchange for eligible collateral on the terms described in the Company's Prospectus (collectively the "Underlying Assets"). On each day the Currency Transaction Counterparty is required to pay back the USD, GBP and EUR amounts in exchange for the eligible collateral held the previous day, which allows the Company to enter into new daily repurchase transactions in exchange for eligible collateral required on that day, however in accordance with the terms of a supplemental agreement to the Collateral Administration Master Agreement those new daily repurchase transactions can be paired with maturing deals on the previous daily repurchase transactions meaning that the net amounts (in each of USD, GBP and EUR) are transferred each day. A daily payment amount will also be calculated in respect of each Currency Transaction on each day to reflect the movement in the relevant currency index and this amount will also be payable by either the Company or the Currency Transaction Counterparty. The cash flows are reported on a net basis because the cash receipts and payments relates to items in which the turnover is quick, the amounts are large, and the maturities are short.

The Company has entered into a service agreement with WisdomTree Management Jersey Limited ("ManJer" or the "Manager"), whereby ManJer is responsible for supplying or procuring the supply of all management and administration services required by the Company (including marketing), as well as the payment of costs relating to the listing and issue of Currency Securities. In return for these services, the Company has an obligation to remunerate ManJer with an amount equal to the aggregate of the management fee, licence allowance and the creation and redemption fees (the "ManJer Fee"). ManJer receives creation and redemption fees directly from the holders of Currency Securities who have entered into an authorised participant agreement with the Company ("Authorised Participants"), and accordingly, there are no related cash flows through the Company in respect of creation and redemption fees. These fees are disclosed in note 2.

Condensed Statement of Changes in Equity

	Stated Capital USD	Retained Earnings USD	Revaluation Reserve USD	Total Equity USD
Audited Opening Balance at 1 January 2023	3	1,781	(750,503)	(748,719)
Result and Total Comprehensive Income for the Period	-	1,438,955	-	1,438,955
Transfer to Revaluation Reserve	-	(1,438,955)	1,438,955	-
Unaudited Balance at 30 June 2023³	3	1,781	688,452	690,236
Unaudited Opening Balance at 1 July 2023	3	1,781	688,452	690,236
Result and Total Comprehensive Loss for the Period	-	(149,241)	-	(149,241)
Transfer to Revaluation Reserve	-	149,241	(149,241)	-
Audited Balance at 31 December 2023³	3	1,781	539,211	540,995
Audited Opening Balance at 1 January 2024	3	1,781	539,211	540,995
Result and Total Comprehensive Loss for the Period	-	(451,870)	-	(451,870)
Transfer to Revaluation Reserve	-	451,870	(451,870)	-
Unaudited Balance at 30 June 2024³	3	1,781	87,341	89,125

³ A non-statutory and non-GAAP Condensed Statement of Changes in Equity reflecting adjustments representing the difference between the value of Currency Transactions and the price of Currency Securities is set out in note 8.

The notes on pages 10 to 16 form part of these condensed interim financial statements

1. Accounting Policies

The main accounting policies of the Company are described below.

Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with IAS 34 “Interim Financial Reporting” as issued by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB. The interim financial statements have been prepared under the historical cost convention, except for Daily Payment Amounts of Currency Transactions and financial liabilities held at fair value through profit or loss.

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company’s annual financial statements for the year ended 31 December 2023. Except as described below under *Changes in Accounting Standards* the accounting policies adopted are consistent with those of the annual financial statements for the year ended 31 December 2023. The changes in accounting policies are also expected to be reflected in the financial statements for the year ended 31 December 2024.

The presentation of condensed interim financial statements in conformity with International Financial Reporting Standards (“IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company’s accounting policies.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The key accounting judgement required to prepare these condensed interim financial statements is in respect of the presentation of non-statutory and non-GAAP adjustments to the Condensed Statement of Profit or Loss and Other Comprehensive Income and the Condensed Statement of Changes in Equity, as disclosed in note 8.

These condensed interim financial statements have not been audited or reviewed by the Company’s auditors.

Changes in Accounting Standards

On 1 January 2024 the Company adopted all applicable annual improvements to IFRSs and have assessed that the adoption of these revised and amended accounting standards has not resulted in any changes to the accounting policies and disclosures within these condensed interim financial statements.

2. Result Before Fair Value Movements

Result Before Fair Value Movements for the period comprised:

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Management Fees	829,093	1,112,595
Bank Interest received	4,993	8,181
Total Income	834,086	1,120,776
ManJer Fees	(834,086)	(1,120,776)
Total Operating Expenses	(834,086)	(1,120,776)
Result Before Fair Value Movements	-	-

3. Currency Transactions

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Change in Contractual and Fair Value of Currency Transactions	(27,039,869)	(2,935,036)
	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Currency Transactions at Fair Value	247,150,220	278,693,826

As at 30 June 2024, there were certain Currency Transactions awaiting settlement in respect of the creation or redemption of Currency Securities with transaction dates before the period end and settlement dates in the following period:

- The amount of cash received from the Currency Transactions (Daily Repurchase Transactions) and held in respect of Currency Securities awaiting settlement is USD Nil (31 December 2023: USD 1,043,463), with a further amount receivable on Currency Transactions awaiting settlement of USD 130,373 (31 December 2023: USD 445,176), giving a total unsettled balance of 130,373 (31 December 2023: USD 1,488,639)
- The amount payable on Currency Transactions (Daily Repurchase Transactions) awaiting settlement is USD 818,617 (31 December 2023: USD 390,818).

The below table shows a reconciliation of changes in the Currency Transactions, based upon the underlying factors that result in changes, and does not represent the transaction cash flows which are settled on a net basis as described in the Condensed Statement of Cash Flows:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Opening Currency Transactions	278,693,826	389,358,995
Increase as a Result of Currency Securities Created	72,995,913	240,154,038
Decrease as a Result of Currency Securities Redeemed	(76,670,557)	(353,517,682)
Decrease as a Result of Management Fee Deducted	(829,093)	(2,051,265)
Change as a result of Daily Payment Amounts (Invested into Currency Transactions)	(27,039,869)	4,749,740
Closing Currency Transactions	247,150,220	278,693,826

The Currency Transactions are unfunded currency transactions with terms corresponding to the terms of Currency Securities. The Currency Transactions are made up as follows:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Currency Transactions awaiting settlement	688,244	(54,358)
Amounts received on Currency Transactions (awaiting transfer into Daily Repurchase Transactions)	411,169	1,013,529
Daily Repurchase Transactions	246,282,104	278,710,950
Daily Payment Amount	(231,297)	(976,295)
	247,150,220	278,693,826

The daily payment amount constitutes a derivative which is calculated in respect of each Currency Transaction on each day to reflect the movement in the relevant currency index and this amount will be payable by either the Company or the Currency Transaction Counterparty.

4. Currency Securities

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Change in Fair Value of Currency Securities	26,587,999	4,373,991
	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Currency Securities at Fair Value	247,062,879	278,154,615

The gain or loss on the difference between the value of the Currency Transactions and the fair value of Currency Securities would be reversed on a subsequent redemption of the Currency Securities and closure of the corresponding Currency Transactions. Refer to note 8 for the non-statutory and non-GAAP adjustments which reflect the results of this reversal.

As at 30 June 2024, there were certain Currency Securities awaiting settlement in respect of creations or redemptions with transaction dates before the period end and settlement dates in the following period:

- The amount receivable on Currency Securities awaiting settlement is USD 818,617 (31 December 2023: USD 390,818).
- The amount payable on Currency Securities awaiting settlement is USD 130,373 (31 December 2023: USD 1,488,639).

The below tables shows a reconciliation of changes in the Currency Securities, being liabilities arising from financing activities:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Opening Currency Securities	278,154,615	390,109,498
Securities Created	72,995,913	240,154,038
Securities Redeemed	(76,670,557)	(353,517,682)
Management Fee	(829,093)	(2,051,265)
Change in Fair Value	(26,587,999)	3,460,026
Closing Currency Securities at Fair Value	247,062,879	278,154,615

The below table shows a reconciliation of the movement on financing activities:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Opening Currency Securities	278,154,615	390,109,498
Cash Received from the Issue of Currency Securities	72,568,114	239,763,220
Cash Paid on the Redemption of Currency Securities	(78,028,823)	(356,804,985)
Net Cash Movements	(5,460,709)	(117,041,765)
Management Fees	(829,093)	(2,051,265)
Non-Cash Movements on Amounts Receivable and Payable	1,786,065	3,678,121
Non-Cash Change in Fair Value	(26,587,999)	3,460,026
Net Non-Cash Movements	(25,631,027)	5,086,882
Closing Currency Securities	247,062,879	278,154,615

5. Fair Value Hierarchy

The levels in the hierarchy are defined as follows:

- Level 1 fair value based on quoted prices in active markets for identical assets.
- Level 2 fair values based on valuation techniques using observable inputs other than quoted prices.
- Level 3 fair values based on valuation techniques using inputs that are not based on observable market data.

Categorisation within the hierarchy is determined on the basis of the lowest level input that is significant to the fair value measurement of each relevant asset/liability.

The Company is required to utilise the available on-market price as the Currency Securities are quoted and traded on the open market. Where the market on which the Currency Securities prices are quoted is determined to be active at the relevant reporting date, the Currency Securities are classified as Level 1 financial liabilities. Where the market on which the Currency Securities prices are quoted is determined to be inactive at the relevant reporting date, the Currency Securities are classified as level 2 financial liabilities. The Company values the Level 2 Currency Securities using the unadjusted market price available at each reporting date. This is considered to most appropriately reflect the price at which transactions would occur as at the reporting date.

The Company’s rights in respect of Currency Transactions relate to its contractual obligations to issue and redeem Currency Securities at set prices on each trading day. These prices are based on an agreed formula (set out in the Prospectus) and are equal to the published NAVs of each class of Currency Security. Therefore, Currency Transactions are classified as level 2 financial assets, as the Company’s asset is calculated using third party pricing sources supported by observable, verifiable inputs.

The categorisation of the Company’s assets and (liabilities) are as shown below:

	Fair Value As at 30-Jun-24 Unaudited USD	Fair Value As at 31-Dec-23 Audited USD
Level 1		
Currency Securities	<u>(241,026,520)</u>	<u>(276,157,189)</u>
Level 2		
Currency Securities	(6,036,359)	(1,997,426)
Currency Transactions (Daily Payment Amount)	(231,297)	(976,295)
	<u>(6,267,656)</u>	<u>(2,973,721)</u>

The Currency Securities and the Daily Payment Amount component of Currency Transactions are recognised at fair value through profit or loss upon initial recognition and revalued to fair value in line with the Company's accounting policy. There are no assets or liabilities classified in level 3.

The Daily Repurchase Transactions component of Currency Transactions totaling USD 246,282,104 (31 December 2023: USD 278,710,950) is recognised at amortised cost, in line with the Company's accounting policy. The fair value of the Daily Repurchase Transactions is considered to be approximately equal to its carrying value due to the daily maturity. The collateral consists of level 1 financial instruments.

Transfers between levels are recognised if the primary market on which the Currency Securities prices are quoted was determined to be inactive at the relevant reporting date. The Company considers both the last trade date and trading volumes during the 5 trading days leading up to each reporting date to determine if the market for a particular Currency Security is active. Transfers as a result of the analysis of the activity levels of the market are identified and recognised at each reporting date.

The Company considers both the last trade date and trading volumes during the 5 trading days leading up to each reporting date to determine if the market for a particular Currency Security is active. Transfers as a result of the analysis of the activity levels of the market are identified and recognised at each reporting date.

Notes to the Condensed Interim Financial Statements (Continued)

5. Fair Value Hierarchy (continued)

As at 30 June 2024, Currency Securities with a fair value of USD 4,455,405 (31 December 2023: USD 1,312,116) were transferred from Level 1 to Level 2, and Currency Securities with a fair value of USD 311,447 (31 December 2023: USD 822,088) were transferred from Level 2 to Level 1.

6. Related Party Disclosures

Entities and individuals which have significant influence over the Company, either through ownership or by virtue of being a director of the Company are considered to be related parties. In addition, entities with common ownership to the Company and entities with common directors are also considered to be related parties.

Fees charged by ManJer during the period:

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
ManJer Fees	829,093	1,112,595

The following balances were due to and from ManJer at the period/year end:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Amount Receivable	1,781	1,781
ManJer Fees Payable	(127,221)	(164,054)
	(125,440)	(162,273)

The following balances were due from WisdomTree Holdings Jersey Limited at the period/year end:

	As at 30-Jun-24 Unaudited USD	As at 31-Dec-23 Audited USD
Stated Capital	3	3

At 30 June 2024, USD 3 is receivable from ManJer (31 December 2023: USD 3).

No director has a service contract with the Company. The directors of the Company who are employees within the WisdomTree, Inc. group do not receive separate remuneration in their capacity as directors of the Company. The directors of the Company who are employees of Apex Financial Services (Alternative Funds) Limited ("Apex" or the "Administrator") do not receive separate remuneration in their capacity as directors of the Company, however Apex receives a fee from ManJer which includes services in respect of the Company, including for the provision of directors who are employees of Apex.

Vinod Rajput (as from his date of appointment), Olivia Vuillemin and David Middleton (up to his date of resignation) are employees of Apex. David Middleton is also a director of Apex. As at the date that Apex was appointed as Administrator to 30 June 2024, Apex charged ManJer administration fees which include the Company and other entities for which ManJer is the Manager and Apex is the Administrator, in aggregate, an amount of GBP 41,820 of which the total amount was outstanding at the period end. Also, from 01 January 2024 to the date that R&H Fund Services (Jersey) Limited ("R&H") resigned as Administrator, R&H charged ManJer administration fees which include the Company and other entities for which ManJer is the Manager and R&H was the Administrator, in aggregate, an amount of GBP 688,699 (31 December 2023: GBP 1,221,529) of which GBP 376,711 (31 December 2023: GBP 333,639) was outstanding at the period end.

Peter Ziembra is an executive officer of WisdomTree, Inc. and Bryan Governey is European General Counsel for the WisdomTree, Inc. group.

7. Events Occurring After the Reporting Period

The Company notes that as of 15 July 2024, the administrator function of the Company changed from R&H Fund Services (Jersey) Limited to Apex Financial Services (Alternative Funds) Limited.

Apart from the above, there have been no significant events that have occurred since the end of the reporting period up to the date of signing the Condensed Interim Financial Statements which would impact on the financial position of the Company disclosed in the Condensed Statement of Financial Position as at 30 June 2024 or on the results and cash flows of the Company for the period ended on that date.

8. Non-GAAP and Non-Statutory Information

As a result of the mis-match in the accounting valuation of Currency Transactions (held to support the Currency Securities) and Currency Securities (as disclosed in notes 3 and 4) the profits and losses and comprehensive income of the Company presented in the Condensed Statement of Profit or Loss and Other Comprehensive Income reflect gains and losses which represent the movement in the cumulative difference between the value of the Currency Transactions and the price of Currency Securities. The Condensed Statement of Changes in Equity also reflects the fair value movements on both the Currency Transactions (held to support the Currency Securities) and the Currency Securities.

These gains or losses on the difference between the value of the Currency Transactions (held to support the Currency Securities) and the price of Currency Securities would be reversed on a subsequent redemption of the Currency Securities and cancellation of the corresponding Currency Transactions.

Furthermore, each class of Currency Security is issued under limited recourse arrangements whereby the holders have recourse only to the relevant Currency Transactions (held to support the Currency Securities) and not to the Currency Transactions of any other class of Currency Security or to the Company. As a result, the Company does not make gains from trading in the underlying Currency Transactions (held to support the Currency Securities) and, from a commercial perspective (with the exception of the impact of Management Fees) gains and losses in respect of Currency Transactions (held to support the Currency Securities) will always be offset by a corresponding loss or gain on the Currency Securities and the Company does not retain any net gains or losses.

The mismatched accounting values are as shown below:

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Change in Contractual and Fair Value of Currency Transactions	(27,039,869)	(2,935,036)
Change in Fair Value of Currency Securities	26,587,999	4,373,991
	(451,870)	1,438,955

To reflect the commercial results, the Company has presented below a non-GAAP and non-Statutory Condensed Statement of Profit or Loss and Other Comprehensive Income and Condensed Statement of Changes in Equity for the period which reflect an Adjustment from Market Value to Contractual Value (as set out in the Prospectus) of Currency Securities, together with those gains or losses being transferred to a separate reserve which is deemed non-distributable.

Notes to the Condensed Interim Financial Statements (Continued)

8. Non-GAAP and Non-Statutory Information (continued)

(a) Non-GAAP and Non-Statutory Condensed Statement of Profit or Loss and Other Comprehensive Income

	Period ended 30-Jun-24 Unaudited USD	Period ended 30-Jun-23 Unaudited USD
Income	834,086	1,120,776
Expenses	(834,086)	(1,120,776)
Result Before Fair Value Movements	-	-
Change in Fair Value of Currency Transactions	(27,039,869)	(2,935,036)
Change in Fair Value of Currency Securities	26,587,999	4,373,991
(Loss)/Profit for the Period	(451,870)	1,438,955
Adjustment from Market Value to Contractual Value (as set out in the Prospectus) of Currency Securities	451,870	(1,438,955)
Adjusted Result	-	-

(b) Non-GAAP and Non-Statutory Condensed Statement of Changes in Equity

	Share Capital USD	Retained Earnings USD	Revaluation Reserve ⁴ USD	Total Equity USD	Adjusted Total Equity USD
Audited Balance at 1 January 2023	3	1,781	(750,503)	(748,719)	1,784
Result and Total Comprehensive Income for the Period	-	1,438,955	-	1,438,955	1,438,955
Transfer to Revaluation Reserve	-	(1,438,955)	1,438,955	-	-
Adjustment from Market Value to Contractual Value (as set out in the Prospectus) of Currency Securities	-	-	-	-	(1,438,955)
Unaudited Balance at 30 June 2023	3	1,781	688,452	690,236	1,784
Unaudited Balance at 1 July 2023	3	1,781	688,452	690,236	1,784
Result and Total Comprehensive Loss for the Period	-	(149,241)	-	(149,241)	(149,241)
Transfer to Revaluation Reserve	-	149,241	(149,241)	-	-
Adjustment from Market Value to Contractual Value (as set out in the Prospectus) of Currency Securities	-	-	-	-	149,241
Audited Balance at 31 December 2023	3	1,781	539,211	540,995	1,784
Audited Balance at 1 January 2024	3	1,781	539,211	540,995	1,784
Result and Total Comprehensive Loss for the Period	-	(451,870)	-	(451,870)	(451,870)
Transfer to Revaluation Reserve	-	451,870	(451,870)	-	-
Adjustment from Market Value to Contractual Value (as set out in the Prospectus) of Currency Securities	-	-	-	-	451,870
Unaudited Balance at 30 June 2024	3	1,781	87,341	89,125	1,784

⁴ This represents the difference between the value of the Currency Transactions and the price of Currency Securities.