



WisdomTree Private Credit and Alternative Income Digital Fund: Acquired Fund Fees and Expenses Explained

Acquired fund fees and expenses (AFFE) are associated with multi-manager and fund-of-funds structures that have two tiers of fees. Required by the SEC as of January 2007, this disclosure is intended to provide investors with transparency into the actual costs of a fund that invests in other funds.

The WisdomTree Private Credit and Alternative Income Digital Fund (Ticker: CRDYX; Token Ticker: CRDT¹) seeks to track the price and yield performance, before fees and expenses, of the Gapstow Liquid Alternative Credit Index (GLACI). GLACI is comprised of registered closed-end investment companies (CEFs) and business development companies (BDCs), under the Investment Company Act of 1940, and real estate investment trusts (REITs) that are listed and publicly traded on a major U.S. stock exchange. Each of these investment vehicles charge their own fees and expenses for the work they do to originate loans and/or purchase securities and manage the resulting portfolios.

In its total expense ratio, a Fund is required to disclose not only its own management fees and expenses, but those of the other registered investment companies it invests in, which include CEFs and BDCs. The table below shows how both the “direct” fees (i.e., the WisdomTree management fee) and the “indirect” AFFE are combined to equal the Fund’s total expense ratio.

Fees and Expenses (as of 9/12/2025):

Fee/Expense	Amount	Expense Type
Management Fee	0.50%	Direct
AFFE	3.66%	Indirect
Total Expense Ratio	4.16%	

It is important to note that underlying dividend yields received by an acquiring fund (such as CRDYX) are implicitly net of AFFE. The dividend yield would only be reduced by the acquiring fund’s management fee. As a hypothetical example, if the annual dividend yield from the underlying investments were 10.00%, the annual dividend yield for the acquiring fund would be 9.50% (assuming a management fee of 0.50%). Annual dividend yields paid by an acquiring fund may differ from the dividend yield of the underlying investments due to other factors such as, but not limited to, tax reclassifications and redesignations and the timing of when underlying investment dividends are received by an acquiring fund versus when they are ultimately distributed to acquiring fund shareholders.

For more information about WisdomTree Digital Funds, visit [WisdomTree Prime](#) for retail investors or [WisdomTree Connect](#) for institutional investors.

¹ This is the ticker used for the digital representation of fund shares (i.e., “tokenized shares”) that lives on a blockchain. It’s what shows up in your digital wallet or blockchain explorer.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Fund before investing. For a prospectus or, if available, the summary prospectus containing this and other important information about the fund, call 866.909.9473 or visit [WisdomTree.com/investments](https://www.wisdomtree.com/investments). Read the prospectus or, if available, the summary prospectus carefully before investing.

There are risks associated with investing, including the possible loss of principal. The Fund invests in alternative credit sectors through investments in underlying closed-end investment companies (“CEFs”), including those that have elected to be regulated as business development companies (“BDCs”), and real estate investment trusts (“REITs”). The value of a CEF can decrease due to movements in the overall financial markets. BDCs generally invest in less mature private companies, which involve greater risk than well-established, publicly traded companies and are subject to high failure rates among the companies in which they invest. By investing in REITs, the Fund is exposed to the risks of owning real estate, such as decreases in real estate values, overbuilding, increased competition and other risks related to local or general economic conditions. The Fund invests in the securities included in, or representative of, its Index regardless of their investment merit, and the Fund does not attempt to outperform its Index or take defensive positions in declining markets. Please read the Fund’s prospectus for specific details regarding the Fund’s risk profile.

WisdomTree Digital Funds are distributed by WisdomTree Securities, Inc., Member FINRA.

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