



**Annual Report of the Independent Review Committee
for the WisdomTree ETFs**

February 15, 2019

IRC Annual Report to Unitholders of the WisdomTree ETFs (the "Funds")

Dear Unitholder,

In accordance with National Instrument 81-107 - *Independent Review Committee for Investment Funds* ("NI 81-107" or the "Instrument"), the Manager established an Independent Review Committee (the "Committee" or "IRC") for the Funds on July 13, 2016. The IRC has functioned in accordance with the applicable securities laws and is composed of three individuals, each of whom is independent of the Funds, the Manager and each entity related to the Manager (as defined in the Instrument).

The IRC is pleased to publish its annual report to unitholders, covering the period from January 1, 2018 to December 31, 2018 (the "Reporting Period").

Mandate of the IRC

In accordance with the Instrument, the mandate of the IRC is to consider and provide decisions to the Manager on conflicts of interest to which the Manager may be subject when managing the Funds. The Manager is required under the Instrument to identify potential conflicts of interest inherent in its management of the Funds, develop written policies and procedures guiding its management of those conflicts and request input from the IRC on those written policies and procedures, hereinafter referred to as the Conflict of Interest Matters manual.

When a conflict matter arises, the Manager must refer its proposed course of action in respect of such conflict to the IRC for its review. While certain matters require the IRC's prior approval, in most cases the IRC will provide a decision to the Manager as to whether or not, in the opinion of the IRC, the Manager's proposed action provides a fair and reasonable result for the Funds. For recurring conflict of interest matters, the IRC may provide the Manager with Standing Instructions ("SI") that enable the Manager to proceed with certain matters without having to refer them to the IRC each time for approval, providing the Manager deals with the conflicts in accordance with the SI.

The IRC is empowered to represent the best interest of the Funds in any matter where the Manager has referred a conflict of interest matter to it. In those cases, the IRC has sought to ensure that the Manager's proposed course of action represents a fair and reasonable result for the Funds.

The IRC has engaged Independent Review Inc. to assist it in its duties in accordance with the provisions of the Instrument and the IRC's written charter, to provide certain administrative and record keeping functions, and to act as the IRC's independent secretariat.

Composition of the IRC

The members of the IRC, and their principal occupations, are as follows:

Name and Municipality of Residence	Principal Occupation	Term of Office
Chair: Anthony Cox Toronto, Ontario	President, Canadian Fund Management Inc.	Appointed July 13, 2017 for a term of three years
W. William Woods Toronto, Ontario	Consultant, Lawyer, Independent Director	Appointed July 26, 2018 with effect from August 1, 2018 until December 31, 2019
Leslie Wood Pickering, Ontario	Financial Executive	Appointed July 26, 2018 with effect from August 1, 2018 until December 31, 2020
Karen Fisher (past Chair) Newcastle, Ontario	Chartered Director & Consultant	July 13, 2016 to July 31, 2018
Gerry O'Connor Woodbridge, Ontario	President, Blackrock Corporate Services	July 13, 2016 to July 12, 2018

Karen Fisher resigned effective July 31, 2018 to pursue other professional opportunities. After a candidate search, William Woods was appointed to the IRC as her replacement on July 26, 2018 with effect from August 1, 2018 until December 31, 2019. Anthony Cox was appointed as Chair of the IRC, replacing Karen Fisher effective August 13, 2018.

Gerry O'Conner's term ended on July 12, 2018 and he was not re-appointed. After a candidate search Leslie Wood was appointed to the IRC as his replacement on July 26, 2018 with effect from August 1, 2018 until December 31, 2020.

Compensation and Indemnification

Review of Compensation

At least annually, the IRC reviews its compensation giving consideration to the following:

- the nature and extent of the workload of each member of the IRC, including the commitment of time and energy expected from each member;
- the number of meetings required by the IRC, including special meetings to consider conflict issues brought to the committee;
- industry best practices, including industry averages and surveys on IRC compensation; and
- the complexity of the conflict issues brought to the IRC.

After a review of the above factors, the IRC determined that an increase in compensation was warranted. It was agreed that each member will receive \$12,000 per annum and the Chair will receive \$15,000 per annum as general retainers for attendance at up to four meetings per year with effect from January 1, 2019.

Members' Fees

During the reporting period, the IRC members were paid, in aggregate, \$33,639 including applicable taxes.

Indemnities Granted

The Funds and the Manager have provided each IRC Member with a contractual indemnity in keeping with NI 81-107. No payments were paid to the IRC Members pursuant to this indemnity by the Funds or the Manager during the Reporting Period.

Disclosure of IRC Members' Holdings

As at December 31, 2018, the IRC Members did not beneficially own, directly or indirectly:

- any units of any of the WisdomTree ETFs;
- any interests in the Manager; or
- any interests in a company or person that provides services to the Manager or the Funds.

Decisions and Approvals

The IRC did not provide any decisions or approvals during the Reporting Period.

Standing Instructions Approved

The IRC has approved one SI, which constitutes a written approval or decision from the IRC that permits the Manager to proceed with the specific action(s) set out in an SI on an ongoing basis, without having to refer the conflict of interest matter or its proposed action to the IRC, provided that the Manager complies with the terms and conditions of the SI. The SI required the Manager to comply with its related policy and procedures and to report periodically to the IRC.

Standing Instruction No. 1: Omnibus

This SI deals with a number of conflict of interest matters including:

- 1.0 Best Execution Policy
- 2.0 Code of Ethics Policy
- 3.0 Conflicts of Interest Policy
- 4.0 Gifts and Entertainment Policy
- 5.0 NAV Errors Policy
- 6.0 Proxy Voting Policy
- 7.0 Valuation Policy
- 8.0 Expense Allocation Policy

Manager's Report on its Standing Instructions

In accordance with the Instrument, the Manager provided a written report to the IRC describing its reliance on the SI during the Reporting Period.

Funds Served by the IRC

WisdomTree Canada Quality Dividend Growth Index ETF (DGRC)
WisdomTree Emerging Markets Dividend Index ETF (EMV.B)
WisdomTree Europe Hedged Equity Index ETF (EHE / EHE.B)
WisdomTree International Quality Dividend Growth Index ETF (IQD / IQD.B)
WisdomTree International Quality Dividend Growth Variably Hedged Index ETF™ (DQI)
WisdomTree U.S. High Dividend Index ETF (HID / HID.B)
WisdomTree U.S. Quality Dividend Growth Index ETF (DGR / DGR.B)
WisdomTree U.S. Quality Dividend Growth Variably Hedged Index ETF™ (DQD)
WisdomTree U.S. MidCap Dividend Index ETF (UMI /UMI.B)
WisdomTree Yield Enhanced Canada Aggregate Bond Index ETF (CAGG)
WisdomTree Yield Enhanced Canada Short-Term Aggregate Bond Index ETF (CAGS)
WisdomTree Japan Equity Index EFT (JAPN / JAPN.B)
WisdomTree ICBCCS S&P China 500 Index ETF (CHNA.B)
ONE Global Equity ETF (ONEQ)
ONE North American Core Plus Bond ETF (ONEB)

This report is available on the Manager's website at www.wisdomtree.com, or you may request a copy, at no cost to you, by contacting the Manager at 866-893-8733 or email the Funds at canadainfo@wisdomtree.com. This document and other information about the Funds are available on www.sedar.com.

Yours truly,

/s/ Anthony Cox

Anthony Cox
Chair of the IRC for the WisdomTree ETFs

Schedule of IRC Members who sit on IRCs for other Funds

Karen Fisher served as a member of the following Independent Review Committees during 2018:

Investment funds that are reporting issuers managed by PIMCO Canada

Resigned effective June 30, 2018.

Investment funds that are reporting issuers managed by CI Financial Asset Management Co.

Appointed effective April 3, 2018

Investment funds that are reporting issuers managed by Marret Asset Management Inc.

Appointed effective April 3, 2018

Gerry O'Connor served as a member of the following Independent Review Committee during 2018:

Investment funds that are reporting issuers managed by Fiera Capital Corporation.

Anthony Cox served as a member of the following Independent Review Committees during 2018:

Investment funds that are reporting issuers managed by Connor, Clark & Lunn Financial Group

Investment funds that are reporting issuers managed by PIMCO Canada Corp.

W. William Woods served as a member of the following Independent Review Committees during 2018:

Investment funds that are reporting issuers managed by Goodwood Inc.

Retired effective January 1, 2019

Investment funds that are reporting issuers managed by Next Edge Capital Corp.

Investment funds that are reporting issuers managed by NextEdge Man Offshore Funds

Appointed January 1, 2019

Investment funds that are reporting issuers managed by Ninepoint Partners LP

Investment funds that are reporting issuers managed by Northwest & Ethical Investments L.P

Investment funds that are reporting issuers managed by Onex Credit Partners, LLC

Investment funds that are reporting issuers managed by Picton Mahoney Asset Management Inc.

Investment funds that are reporting issuers managed by Educators Financial Group Inc.

Investment funds that are reporting issuers managed by Russell Investments Canada Limited

Investment funds that are reporting issuers managed by Spartan Asset Management Inc.

Investment funds that are reporting issuers managed by Sprott Asset Management Inc.

Resigned effective January 1, 2019