

WisdomTree Continuous Commodity Index Master Fund  
Form 10-Q  
November 08, 2018

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**FORM 10-Q**

**(Mark One)**

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934**

**For the quarterly period ended September 30, 2018**

**or**

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934**

**For the transition period from \_\_\_\_\_ to \_\_\_\_\_**

**Commission File Numbers: 001-33908, 001-33909**

**WISDOMTREE CONTINUOUS COMMODITY INDEX FUND**

**(Registrant)**

**(Exact name of Registrant as specified in its charter)**

**WISDOMTREE CONTINUOUS COMMODITY INDEX MASTER FUND**

**(Rule 140 Co-Registrant)**

**(Exact name of Registrant as specified in its charter)**

<b>Delaware</b>	<b>26-0151234</b>
<b>(State or Other Jurisdiction of Incorporation or Organization)</b>	<b>26-0151301 (IRS Employer Identification No.)</b>
<b>c/o WisdomTree Commodity Services, LLC</b>	
<b>245 Park Avenue</b>	
<b>35th Floor</b>	
<b>New York, NY</b>	<b>10167</b>
<b>(Address of Principal Executive Offices)</b>	<b>(Zip Code)</b>
<b>1-866-909-9473</b>	
<b>(Telephone number, including area code)</b>	

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this Chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See the definitions of large accelerated filer, accelerated filer, smaller reporting company, and emerging growth company in Rule 12b-2 of the Exchange Act. (Check one:)

Edgar Filing: WisdomTree Continuous Commodity Index Master Fund - Form 10-Q

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. Yes No

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of November 7, 2018:  
8,550,000 Limited Units and 50 General Units.

**WisdomTree Continuous Commodity Index Fund**

**WisdomTree Continuous Commodity Index Master Fund**

Table of Contents

<u>PART I FINANCIAL INFORMATION</u>	1
<u>Item 1. Financial Statements</u>	1
<u>WisdomTree Continuous Commodity Index Fund</u>	1
<u>Consolidated Statements of Financial Condition as of September 30, 2018 (unaudited) and December 31, 2017</u>	1
<u>Unaudited Consolidated Schedule of Investments as of September 30, 2018</u>	2
<u>Consolidated Schedule of Investments as of December 31, 2017</u>	4
<u>Unaudited Consolidated Statements of Income and Expenses For the Three Months and Nine Months Ended September 30, 2018 and 2017</u>	6
<u>Unaudited Consolidated Statement of Changes in Shareholders' Equity For the Nine Months Ended September 30, 2018</u>	7
<u>Unaudited Consolidated Statements of Cash Flows For the Nine Months Ended September 30, 2018 and 2017</u>	8
<u>WisdomTree Continuous Commodity Index Master Fund</u>	9
<u>Statements of Financial Condition as of September 30, 2018 (unaudited) and December 31, 2017</u>	9
<u>Unaudited Schedule of Investments as of September 30, 2018</u>	10
<u>Schedule of Investments as of December 31, 2017</u>	12
<u>Unaudited Statements of Income and Expenses For the Three Months and Nine Months Ended September 30, 2018 and 2017</u>	14
<u>Unaudited Statement of Changes in Shareholders' Equity For the Nine Months Ended September 30, 2018</u>	15
<u>Unaudited Statements of Cash Flows For the Nine Months Ended September 30, 2018 and 2017</u>	16
<u>Notes to Unaudited Consolidated Financial Statements as of September 30, 2018</u>	17
<u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.</u>	26
<u>Item 3. Quantitative and Qualitative Disclosures About Market Risk.</u>	33
<u>Item 4. Controls and Procedures.</u>	36
<u>PART II - OTHER INFORMATION</u>	37
<u>Item 1. Legal Proceedings.</u>	37
<u>Item 1A. Risk Factors.</u>	37
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds.</u>	37
<u>Item 3. Defaults Upon Senior Securities.</u>	37
<u>Item 4. Mine Safety Disclosures.</u>	37
<u>Item 5. Other Information.</u>	37
<u>Item 6. Exhibits.</u>	38

SIGNATURES

---

**PART I FINANCIAL INFORMATION**
**Item 1. Financial Statements****WisdomTree Continuous Commodity Index Fund****Consolidated Statements of Financial Condition****September 30, 2018 (unaudited) and December 31, 2017**

	<b>September 30, 2018 (unaudited)</b>	<b>December 31, 2017</b>
<b>Assets:</b>		
Cash	\$ 189,087	\$ 4,154,280
Cash held by broker for futures contracts (Note 3)	8,159,328	7,078,712
Short-term investments (cost \$154,699,622 and \$142,783,200 as of September 30, 2018 and December 31, 2017, respectively)	154,689,952	142,783,635
Net unrealized appreciation on futures contracts		1,036,765
<b>Total Assets</b>	<b>163,038,367</b>	<b>155,053,392</b>
<b>Liabilities and shareholders equity:</b>		
Net unrealized depreciation on futures contracts	3,836,729	
Net management fee payable to related party (Note 8)	99,560	97,083
<b>Total Liabilities</b>	<b>3,936,289</b>	<b>97,083</b>
<b>Shareholders equity:</b>		
<b>General Units:</b>		
Paid in capital 50 units issued and outstanding as of September 30, 2018 and December 31, 2017	1,500	1,500
Accumulated deficit	(596)	(538)
<b>Total General Units</b>	<b>904</b>	<b>962</b>
<b>Limited Units:</b>		
Paid in capital 8,800,000 and 8,050,000 redeemable shares issued and outstanding as of September 30, 2018 and December 31, 2017, respectively	298,413,411	283,104,814
Accumulated deficit	(139,312,237)	(128,149,467)
<b>Total Limited Units</b>	<b>159,101,174</b>	<b>154,955,347</b>
<b>Total shareholders equity</b>	<b>159,102,078</b>	<b>154,956,309</b>
<b>Total liabilities and shareholders equity</b>	<b>\$ 163,038,367</b>	<b>\$ 155,053,392</b>
Net asset value per share		

Edgar Filing: WisdomTree Continuous Commodity Index Master Fund - Form 10-Q

General Units	\$	18.08	\$	19.25
Limited Units	\$	18.08	\$	19.25

*See accompanying notes to unaudited consolidated financial statements*

## WisdomTree Continuous Commodity Index Fund

## Unaudited Consolidated Schedule of Investments

September 30, 2018

Description	Percentage of Net Assets	Fair Value	Face Amount
U.S. Treasury Obligations			
U.S. Treasury Bills			
1.95%, 10/4/18*	25.14%	\$ 39,993,271	\$ 40,000,000
1.97%, 10/25/18*	26.36	41,941,865	42,000,000
2.05%, 11/15/18*	18.81	29,922,140	30,000,000
2.13%, 12/6/18* (a)	26.92	42,832,676	43,000,000
<b>Total U.S. Treasury Obligations (Cost: \$154,699,622)</b>	<b>97.23%</b>	<b>\$ 154,689,952</b>	<b>\$ 155,000,000</b>

Description	Contracts	Unrealized Appreciation/ (Depreciation) Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
Futures Contracts Long Exposure (Exchange-Traded)				
Cocoa				
expiration date 12/13/18	150	(0.26)%	\$ (415,830)	\$ 3,085,500
expiration date 3/14/19	150	(0.08)	(132,600)	3,123,000
expiration date 5/15/19	150	(0.08)	(124,890)	3,148,500
Coffee C				
expiration date 12/18/18	78	(0.23)	(360,431)	2,996,663
expiration date 3/19/19	79	(0.12)	(191,906)	3,135,806
expiration date 5/20/19	79	(0.12)	(194,231)	3,206,906
Copper				
expiration date 12/27/18	44	(0.15)	(233,138)	3,085,500
expiration date 3/27/19	44	0.03	52,425	3,107,500
expiration date 5/29/19	45	0.03	48,388	3,187,125
Corn				
expiration date 12/14/18	170	(0.15)	(236,325)	3,028,125
expiration date 3/14/19	170	(0.11)	(171,913)	3,128,000
expiration date 5/14/19	170	(0.10)	(162,900)	3,193,875
Cotton No. 2				
expiration date 12/6/18	81	(0.14)	(224,565)	3,092,985
expiration date 3/7/19	81	(0.28)	(452,625)	3,130,245
expiration date 5/8/19	80	(0.21)	(336,795)	3,125,600



Edgar Filing: WisdomTree Continuous Commodity Index Master Fund - Form 10-Q

Gold 100 Ounce

expiration date 12/27/18	25	(0.14)	(221,430)	2,990,500
expiration date 2/26/19	26	(0.17)	(271,420)	3,124,940
expiration date 4/26/19	26	(0.04)	(59,990)	3,139,240

Lean Hogs

expiration date 12/14/18	119	0.19	310,720	2,757,230
expiration date 2/14/19	119	0.23	359,051	3,134,460
expiration date 4/12/19	124	0.28	438,400	3,473,240

Live Cattle

expiration date 12/31/18	64	0.11	167,650	3,042,560
expiration date 2/28/19	64	0.11	179,330	3,143,680
expiration date 4/30/19	64	0.09	144,460	3,171,840

Natural Gas

expiration date 11/28/18	63	0.02	34,840	1,947,330
expiration date 12/27/18	63	0.02	27,730	1,996,470
expiration date 1/29/19	63	(0.00)	(6,460)	1,943,550
expiration date 2/26/19	63	(0.03)	(43,170)	1,841,490
expiration date 3/27/19	62	(0.01)	(17,930)	1,640,520

NY Harbor ULSD

expiration date 11/30/18	19	0.09	142,010	1,877,375
expiration date 12/31/18	19	0.09	142,913	1,879,769
expiration date 1/31/19	19	0.11	168,202	1,877,455
expiration date 2/28/19	19	0.10	165,774	1,871,310
expiration date 3/29/19	19	0.11	167,471	1,862,053

Platinum

expiration date 1/29/19	113	(0.22)	(352,980)	4,646,560
expiration date 4/26/19	114	(0.04)	(55,505)	4,711,050

*See accompanying notes to unaudited consolidated financial statements*

## WisdomTree Continuous Commodity Index Fund

## Unaudited Consolidated Schedule of Investments

September 30, 2018

(continued)

Description	Contracts	Unrealized Appreciation/ (Depreciation) Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
<b>Silver</b>				
expiration date 12/27/18	42	(0.20)%	\$ (321,785)	\$ 3,089,520
expiration date 3/27/19	42	(0.08)	(130,370)	3,112,200
expiration date 5/29/19	42	(0.09)	(141,280)	3,128,580
<b>Soybean</b>				
expiration date 1/14/19	71	(0.20)	(318,138)	3,051,225
expiration date 3/14/19	72	(0.08)	(130,438)	3,141,900
expiration date 5/14/19	71	(0.08)	(122,563)	3,144,412
<b>Soybean Oil</b>				
expiration date 12/14/18	132	(0.11)	(173,574)	2,296,008
expiration date 1/14/19	133	(0.08)	(123,042)	2,332,554
expiration date 3/14/19	133	0.01	14,136	2,355,696
expiration date 5/14/19	132	0.01	12,276	2,360,160
<b>Sugar No. 11</b>				
expiration date 2/28/19	373	(0.35)	(549,483)	4,678,912
expiration date 4/30/19	371	(0.15)	(234,058)	4,691,221
<b>Wheat</b>				
expiration date 12/14/18	118	(0.09)	(138,900)	3,003,100
expiration date 3/14/19	119	(0.23)	(364,075)	3,137,137
expiration date 5/14/19	119	(0.22)	(354,875)	3,202,587
<b>WTI Crude Oil</b>				
expiration date 11/19/18	26	0.13	210,740	1,899,560
expiration date 12/19/18	25	0.13	199,740	1,822,250
expiration date 1/22/19	25	0.11	175,480	1,817,500
expiration date 2/20/19	26	0.11	183,500	1,885,260
expiration date 3/20/19	26	0.12	187,650	1,880,060
<b>Total</b>		<b>(2.41)%</b>	<b>\$ (3,836,729)</b>	<b>\$ 158,877,794</b>

\* Interest rate shown reflects the yield to maturity at the time of purchase.

(a) All or a portion of this security is held by the broker as collateral for open futures contracts. The securities collateral posted was comprised entirely of U.S. Treasury securities having a market value of \$12,949,414 as of

September 30, 2018.

*See accompanying notes to unaudited consolidated financial statements*

**WisdomTree Continuous Commodity Index Fund**

**Consolidated Schedule of Investments**

**December 31, 2017**

Description	Percentage of Net Assets	Fair Value	Face Amount
U.S. Treasury Obligations			
U.S. Treasury Bills			
1.08%, 1/11/18*	27.74%	\$ 42,987,395	\$ 43,000,000
1.24%, 2/8/18*	35.45	54,929,552	55,000,000
1.37%, 3/22/18*(a)	28.96	44,866,688	45,000,000
<b>Total U.S. Treasury Obligations (Cost: \$142,783,200)</b>	<b>92.15%</b>	<b>\$ 142,783,635</b>	<b>\$ 143,000,000</b>

Description	Contracts	Unrealized Appreciation/ (Depreciation) Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
Futures Contracts Long Exposure (Exchange-Traded)				
Cocoa				
expiration date 3/14/18	160	(0.10)%	\$ (150,290)	\$ 3,027,200
expiration date 5/15/18	160	(0.11)	(171,100)	3,028,800
expiration date 7/16/18	160	(0.24)	(373,800)	3,041,600
Coffee C				
expiration date 3/19/18	63	(0.19)	(290,569)	2,981,475
expiration date 5/18/18	63	(0.16)	(244,256)	3,036,994
expiration date 7/19/18	63	(0.04)	(55,369)	3,093,694
Copper				
expiration date 3/27/18	37	0.18	280,825	3,052,962
expiration date 5/29/18	37	0.18	277,125	3,066,375
expiration date 7/27/18	36	0.12	180,150	2,995,200
Corn				
expiration date 3/14/18	169	(0.16)	(247,888)	2,963,838
expiration date 5/14/18	169	(0.16)	(242,387)	3,033,550
expiration date 7/13/18	169	(0.04)	(60,100)	3,103,262
Cotton No. 2				
expiration date 3/7/18	77	0.21	328,750	3,027,255
expiration date 5/8/18	77	0.23	360,975	3,039,960
expiration date 7/9/18	76	0.21	326,190	3,011,120
Gold 100 Ounce				

Edgar Filing: WisdomTree Continuous Commodity Index Master Fund - Form 10-Q

expiration date 2/26/18	23	0.05	73,150	3,011,390
expiration date 4/26/18	23	0.03	46,880	3,022,200
expiration date 6/27/18	23	0.04	57,980	3,033,010
<b>Lean Hogs</b>				
expiration date 2/14/18	73	0.11	165,100	2,095,830
expiration date 4/13/18	72	0.10	157,450	2,178,720
expiration date 6/14/18	72	0.02	33,150	2,417,040
expiration date 7/16/18	72	0.02	25,240	2,414,160
<b>Live Cattle</b>				
expiration date 2/28/18	64	0.04	59,610	3,111,680
expiration date 4/30/18	63	0.14	210,830	3,085,110
expiration date 6/29/18	64	(0.10)	(158,660)	2,909,440
<b>Natural Gas</b>				
expiration date 1/29/18	64	(0.08)	(121,160)	1,889,920
expiration date 2/26/18	64	(0.08)	(119,730)	1,859,840
expiration date 3/27/18	65	(0.04)	(65,240)	1,786,850
expiration date 4/26/18	65	(0.06)	(95,570)	1,781,650
expiration date 5/29/18	65	(0.06)	(94,730)	1,802,450
<b>NY Harbor ULSD</b>				
expiration date 1/31/18	21	0.21	330,091	1,824,064
expiration date 2/28/18	21	0.21	325,525	1,802,632
expiration date 3/29/18	21	0.19	297,532	1,775,995
expiration date 4/30/18	22	0.05	80,506	1,841,624
expiration date 5/31/18	22	0.05	74,592	1,827,857
<b>Platinum</b>				
expiration date 4/26/18	97	(0.12)	(190,905)	4,550,755
expiration date 7/27/18	97	0.00	7,150	4,577,915

*See accompanying notes to unaudited consolidated financial statements*

**WisdomTree Continuous Commodity Index Fund**

**Consolidated Schedule of Investments**

**December 31, 2017**

(continued)

Description	Contracts	Unrealized Appreciation/ (Depreciation) Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
<b>Silver</b>				
expiration date 3/27/18	36	0.01%	\$ 13,675	\$ 3,086,100
expiration date 5/29/18	35	0.01	12,895	3,013,675
expiration date 7/27/18	35	0.01	11,410	3,026,450
<b>Soybean</b>				
expiration date 3/14/18	63	(0.02)	(38,437)	3,029,513
expiration date 5/14/18	62	(0.02)	(28,425)	3,016,300
expiration date 7/13/18	62	(0.07)	(106,725)	3,048,075
<b>Soybean Oil</b>				
expiration date 3/14/18	152	(0.08)	(124,698)	3,033,312
expiration date 5/14/18	151	(0.08)	(122,088)	3,028,758
expiration date 7/13/18	151	(0.12)	(181,776)	3,045,972
<b>Sugar No. 11</b>				
expiration date 2/28/18	180	0.10	147,560	3,056,256
expiration date 4/30/18	180	0.08	123,435	3,028,032
expiration date 6/29/18	180	0.02	35,582	3,032,064
<b>Wheat</b>				
expiration date 3/14/18	138	(0.23)	(354,900)	2,946,300
expiration date 5/14/18	138	(0.23)	(351,913)	3,037,725
expiration date 7/13/18	137	(0.07)	(109,037)	3,104,762
<b>WTI Crude Oil</b>				
expiration date 1/22/18	31	0.20	309,230	1,873,020
expiration date 2/20/18	30	0.19	300,740	1,813,200
expiration date 3/20/18	30	0.20	306,240	1,812,000
expiration date 4/20/18	30	0.06	88,130	1,808,100
expiration date 5/22/18	30	0.06	88,820	1,801,800
<b>Total</b>		<b>0.67%</b>	<b>\$ 1,036,765</b>	<b>\$ 154,744,831</b>

\* Interest rate shown reflects the yield to maturity at the time of purchase.

(a) All or a portion of this security is held by the broker as collateral for open futures contracts. The securities collateral posted was comprised entirely of U.S. Treasury securities having a market value of \$11,964,450 as of

December 31, 2017.

*See accompanying notes to unaudited consolidated financial statements*

**WisdomTree Continuous Commodity Index Fund**

**Unaudited Consolidated Statements of Income and Expenses**

**For the Three Months and Nine Months Ended September 30, 2018 and 2017**

	<b>Three Months Ended</b>		<b>Nine Months Ended</b>	
	<b>September 30, 2018</b>	<b>2017</b>	<b>September 30, 2018</b>	<b>2017</b>
<b>Income:</b>				
Interest income	\$ 779,412	\$ 374,774	\$ 2,030,909	\$ 939,819
<b>Expenses:</b>				
Management fee to related party (Note 8)	358,338	351,466	1,102,031	1,175,515
Total expenses	358,338	351,466	1,102,031	1,175,515
Expense waivers (Note 8)	(42,158)	(41,349)	(129,651)	(138,296)
Net expenses	316,180	310,117	972,380	1,037,219
Net investment income (loss)	463,232	64,657	1,058,529	(97,400)
<b>Net Realized and Unrealized Gain (Loss) on Investments and Futures Contracts:</b>				
Net Realized Gain (Loss) from:				
Investments	(132)		(150)	(10,751)
Futures Contracts*	(9,747,152)	(2,028,467)	(7,337,608)	(5,772,460)
Net Realized Loss	(9,747,284)	(2,028,467)	(7,337,758)	(5,783,211)
Net Increase (Decrease) in Unrealized Appreciation/Depreciation from:				
Investments	(19,599)	11,353	(10,105)	11,186
Futures Contracts	2,006,728	2,664,308	(4,873,494)	434,610
Net Increase (Decrease) in Unrealized Appreciation/Depreciation	1,987,129	2,675,661	(4,883,599)	445,796
Net Realized and Unrealized Gain (Loss) on Investments and Futures Contracts	(7,760,155)	647,194	(12,221,357)	(5,337,415)
<b>Net Gain (Loss)</b>	<b>\$ (7,296,923)</b>	<b>\$ 711,851</b>	<b>\$ (11,162,828)</b>	<b>\$ (5,434,815)</b>

\* Includes brokerage commissions and fees of:      \$ 48,776      \$ 43,008      \$ 140,082      \$ 148,709



*See accompanying notes to unaudited consolidated financial statements*

**WisdomTree Continuous Commodity Index Fund**

**Unaudited Consolidated Statement of Changes in Shareholders Equity**

**For the Nine Months Ended September 30, 2018**

	<b>General Units</b>				<b>Limited Units</b>			<b>Total</b>
	<b>General</b>		<b>Total</b>		<b>Limited</b>		<b>Total</b>	
	<b>General</b>	<b>Accumulated</b>	<b>Shareholders</b>	<b>Limited</b>	<b>Accumulated</b>	<b>Shareholders</b>	<b>Total</b>	
	<b>Units</b>	<b>Deficit</b>	<b>Equity</b>	<b>Units</b>	<b>Amount</b>	<b>Deficit</b>	<b>Equity</b>	
	<b>Units</b>	<b>Amount</b>	<b>Equity</b>	<b>Units</b>	<b>Amount</b>	<b>Deficit</b>	<b>Equity</b>	
<b>Balance at December 31, 2017</b>	50	\$ 1,500	\$(538) \$ 962	8,050,000	\$ 283,104,814	\$(128,149,467)	\$ 154,955,347	\$ 154,956,309
Creation of Units				2,250,000	43,020,870		43,020,870	