

# Betashares U.S. Treasury Bond 20+ Year ETF — Currency Hedged

+  **ASX: GGOV**



29 February 2024

## Objective

GGOV aims to track the performance of an index (before fees and expenses) that provides exposure to a portfolio of high-quality, long-dated, fixed rate US Treasury bonds, hedged into AUD.

## Benefits



### Highest credit quality

US Treasury bonds are among the highest credit quality and most liquid of all securities.



### Diversification and defence

US Treasury bonds historically have been among the better-performing assets during US recessions and periods of global economic weakness.



### Attractive income

GGOV's focus on long maturity US Treasury bonds offers the potential for attractive income, paid quarterly.



### Efficient asset allocation

GGOV's focus on long maturity US Treasury bonds provides a capital-efficient way of adding duration (bonds with greater price sensitivity to changes in interest rates ) to portfolios.

## Performance

| PERIOD | 1 mth  | 3 mth | 6 mth  | 1 yr   | 3 yr (p.a.) | 5 yr (p.a.) | 10 yr (p.a.) | Inception (p.a.)* |
|--------|--------|-------|--------|--------|-------------|-------------|--------------|-------------------|
| FUND   | -2.32% | 3.07% | -2.21% | -6.39% | -           | -           | -            | -10.80%           |
| INDEX  | -2.29% | 3.11% | -2.16% | -6.23% | -12.40%     | -3.59%      | 1.20%        | -10.75%           |

## Calendar year performance

| PERIOD | YTD    | 2023   | 2022    | 2021   | 2020   | 2019   | 2018   | 2017  |
|--------|--------|--------|---------|--------|--------|--------|--------|-------|
| FUND   | -4.98% | -0.24% | -       | -      | -      | -      | -      | -     |
| INDEX  | -5.15% | 0.46%  | -32.74% | -4.77% | 18.68% | 13.91% | -1.76% | 9.74% |

Value of \$100 invested since inception



Source: Betashares, Bloomberg. **Past performance is not indicative of future performance.**

Fund returns are calculated in A\$ using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or bid-ask spread that investors may incur when buying and selling units on the ASX. Returns are after fund management costs, assume reinvestment of any distributions and do not take into account income tax.

\*Inception refers to the inception date of GGOV's current investment strategy on 23 August 2022. Prior to the inception date, GGOV traded under a different investment strategy as the Betashares Global Government Bond 20+ Year ETF – Currency Hedged. Information about GGOV's performance prior to this inception date is available on request by emailing [info@betashares.com.au](mailto:info@betashares.com.au) or calling 1300 487 577.

## Fund information

Betashares Funds can be bought or sold during the trading day on the ASX, and trade like shares.

ASX CODE GGOV

BLOOMBERG CODE GGOV AU

IRESS CODE GGOV.AXW

DISTRIBUTIONS QUARTERLY

MGT FEE 0.19% P.A.

EXPENSES

CAPPED AT 0.03% P.A.

FUND INCEPTION 7 MAY 20

CURRENT STRATEGY INCEPTION

23 AUG 22

## About the index

INDEX

S&P U.S. TREASURY 20+ YEAR AUD

HEDGED BOND INDEX

BLOOMBERG CODE

SPBDADHT

NO OF COMPONENTS 41

### Notice:

**GGOV's benchmark index and name was changed on 23 August 2022.**

Refer to the Product Disclosure Statement dated 23 August 2022, and ASX announcement dated 15 July 2022 available at [www.betashares.com.au](http://www.betashares.com.au) for more information.

## Categorisation

US GOVERNMENT BONDS

RISK MITIGATION

PORTFOLIO DIVERSIFICATION

There are risks associated with an investment in GGOV, including interest rate sensitivity risk, credit risk, country risk and currency hedging risk. For more information on risks and other features of GGOV, please see the Product Disclosure Statement.

**Contact** ▶ 1300 487 577 (Australia)  
▶ [info@betashares.com.au](mailto:info@betashares.com.au)

▶ + 61 2 9290 6888 (ex Aust)  
▶ [betashares.com.au](http://betashares.com.au)

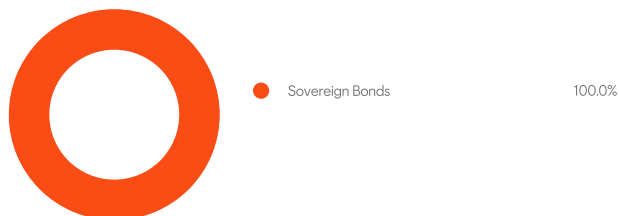
# Betashares U.S. Treasury Bond 20+ Year ETF — Currency Hedged

+  **ASX: GGOV**

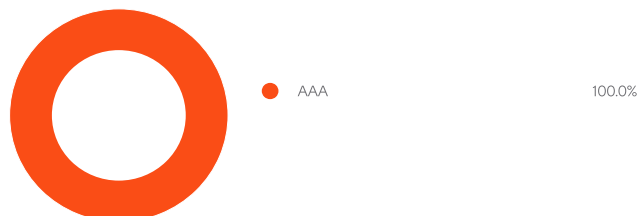


29 February 2024

## Index sector allocation



## Index credit quality



## Top 10 exposures

| Bond                           | Weighting |
|--------------------------------|-----------|
| US Treasury Bond 4.75% Nov-53  | 5.3%      |
| US Treasury Bond 4.125% Aug-53 | 4.6%      |
| US Treasury Bond 4% Nov-52     | 4.0%      |
| US Treasury Bond 2.375% May-51 | 3.8%      |
| US Treasury Bond 3.625% Feb-53 | 3.8%      |
| US Treasury Bond 3.625% May-53 | 3.7%      |
| US Treasury Bond 2% Aug-51     | 3.4%      |
| US Treasury Bond 2.875% May-52 | 3.4%      |
| US Treasury Bond 1.875% Feb-51 | 3.4%      |
| US Treasury Bond 3% Aug-52     | 3.3%      |

## Yield and portfolio characteristics

|   |        |
|---|--------|
| Running yield (local currency, % p.a.) <sup>1</sup>     | 3.77%  |
| Yield to maturity (local currency, % p.a.) <sup>2</sup> | 4.55%  |
| Estimated FX hedging impact (% p.a.) <sup>3</sup>       | -1.29% |
| Average maturity (yrs) <sup>4</sup>                     | 25.74  |
| Modified duration (yrs) <sup>5</sup>                    | 16.60  |
| Average credit rating <sup>6</sup>                      | AA+    |

- 1 Average coupon yield of the bonds in the portfolio (weighted by market value). Subject to change over time as interest rates and constituents change. Does not account for FX hedging impact. Yield is variable.
- 2 The annualised total expected return of a portfolio if underlying bonds are held to maturity and do not default, and the coupons are reinvested. Does not account for FX hedging impact. Yield is variable.
- 3 The cost / carry from hedging the fund's FX exposures. This is an estimated number calculated by annualising the current 1-month forward points of the relevant currency pairs.
- 4 Average length of time until the current bonds in the portfolio mature (weighted by market value).
- 5 An approximation of the sensitivity of the portfolio's value to a change in interest rates, e.g. modified duration of 18 years implies a 0.1% rise in the reference interest rate can be expected to reduce portfolio value by 1.8%.
- 6 Average credit rating for the bonds in the portfolio. Credit ratings are opinions only and are not to be used as a basis for assessing investment merit. Ratings are subject to change.

Source: Bloomberg. Yields do not take into account fund fees and costs.

This information has been prepared by Betashares Capital Ltd (ABN 78 139 566 868 AFSL 341181) (Betashares), the issuer of the Fund. It does not take into account any person's objectives, financial situation or needs. Investors should consider the appropriateness of the information taking into account such factors and seek financial advice. Before making an investment decision, investors should read the Product Disclosure Statement (PDS), available at [www.betashares.com.au](http://www.betashares.com.au), and consider whether the Fund is appropriate for their circumstances. A Target Market Determination (TMD), which sets out the class of consumers in the target market for the Fund, is also available at [www.betashares.com.au/target-market-determinations](http://www.betashares.com.au/target-market-determinations). An investment in the Fund is subject to investment risk and the value of units may go down as well as up. Betashares does not guarantee the performance of the Fund, the repayment of capital or any rate of return.

The S&P U.S. Treasury 20+ Year AUD Hedged Bond Index (Index) is a product of S&P Dow Jones Indices LLC or its affiliates (SPDJ) and has been licensed for use by Betashares. S&P® is a registered trademark of Standard & Poor's Financial Services LLC (S&P) and this trademark has been licensed for use by SPDJI and sublicensed for certain purposes by Betashares. The Fund is not sponsored, endorsed, sold or promoted by SPDJI, S&P, or their respective affiliates, and none of such parties make any representation regarding the advisability of investing in the Fund nor do they have any liability for any errors, omissions or interruptions of the Index.