

AUSTRALIAN RESOURCES SECTOR GET YOUR PIECE OF IT

BetaShares Sector ETFs – Resources (ASX CODE: QRE)



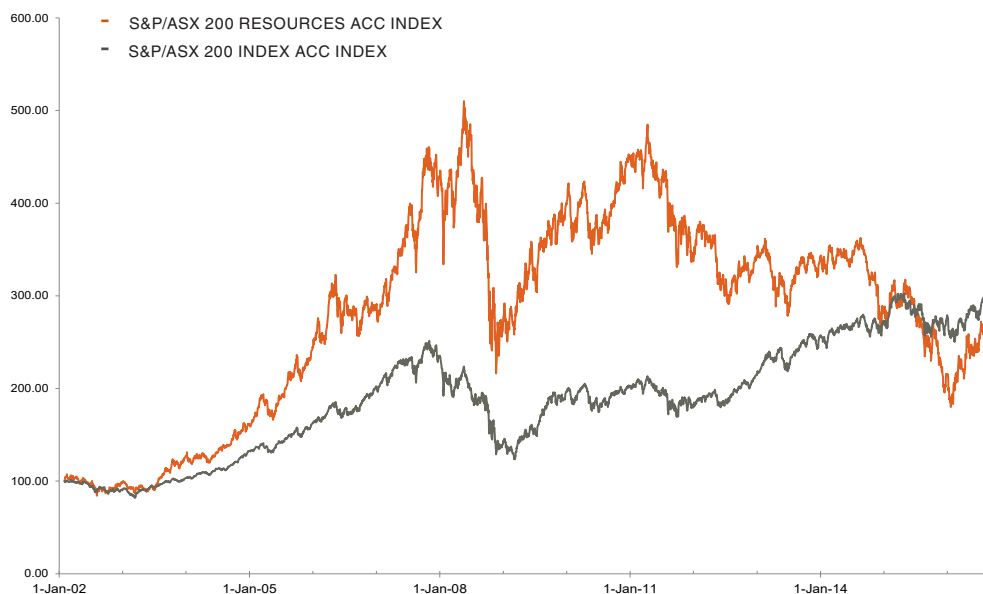
BetaShares

Exchange Traded Funds

www.betashares.com.au

The Australian Resources Sector – Australia's Growth Engine

S&P/ASX 200 RESOURCES ACC INDEX V S&P/ASX 200 INDEX ACC INDEX (INDEXED TO 100)



YEAR	RES. SECTOR RETURN	ASX 200 RETURN
2016 (YTD)	23.7%	6.0%
2015	-25.2%	2.8%
2014	-16.4%	5.3%
2013	-0.1%	19.7%
2012	1.3%	19.7%

Source: Bloomberg, BetaShares. Past performance is not an indicator of future performance.

Australia's Resources sector is one of the most important sectors of the Australian economy. The Resources sector is also widely regarded as the growth engine of the Australian economy.

The Resources sector has grown strongly over time, and appears to have the fundamental underpinnings required to continue this growth, including:

- Continued strong resources demand by our largest trading partner, China which continues to grow at a rapid rates
- A highly sophisticated and entrepreneurial resources sector
- Continued capital investment and exploration activity by Australian resource companies
- Significant corporate activity across the resources sector

BetaShares Resources Sector ETF (**QRE**) gives investors the opportunity to get their piece of Australian resources as easily and simply as buying any share.

AUSTRALIAN RESOURCES SECTOR GET YOUR PIECE OF IT

BetaShares Sector ETFs – Resources (ASX CODE: QRE)

BHP or RIO? The Difficulty of Stock Picking

Until recently, Australian investors with an interest in the Resources sector faced the dilemma of having to pick individual resource stocks in order to obtain exposure to the sector. Picking the future winners is a daunting task!

As a result of the difficulties of picking the future best performers, many investors have simply chosen to buy one of the big stocks in the sector, such as BHP Billiton or Rio Tinto. While these companies are significant components of the sector, investors who choose to invest in this way risk losing out on the smaller outperformers that exist in the Resources Sector.

The BetaShares Resources Sector ETF (**QRE**) aims to track the performance of the S&P/ASX 200 Resources Index, so now you can buy the whole resources sector, gaining exposure to over 60 of the largest Australian resources stocks, without having to worry about picking a winner.

The Benefits and Applications of BetaShares Resources Sector ETF

The BetaShares Resources Sector ETF (**QRE**) enjoys several benefits and applications that make it a compelling choice for investors looking to obtain exposure to the Australian resources sector.

Benefits

The benefits of shares (tradeable, liquid) and index funds (diversified, low cost) in one product

- Simple to trade - traded like any share through your online broker or adviser
- Liquid – trade on ASX throughout the day with robust bid-offer spreads
- Transparent – portfolio composition available daily
- Flexible – can be used to implement a range of investment strategies
- Portfolio management not required – the ETF tracks the index without the need for any investor intervention
- Can be included in SMSFs (self managed super funds)
- Australian domiciled

Applications

- Building blocks for portfolio construction – long term asset allocation to the sector
- Tactical allocation to sectors
- Separation of alpha and beta
- Cash equitisation (invest cash in ETF pending individual stock selection; avoid “cash drag”)
- Pairs trading (buy ETF, short sell individual security)

ETFs are also a very **cost effective** way to get diversified exposure – our products track the performance of an index and therefore there are no active management fees.

The net effect of fees on investment returns is significant. For example, the below example indicates the difference a 2% vs. a 0.39% investment fee makes to an investment assuming the returns of the S&P/ASX 200 Resources Sector over 10 years.

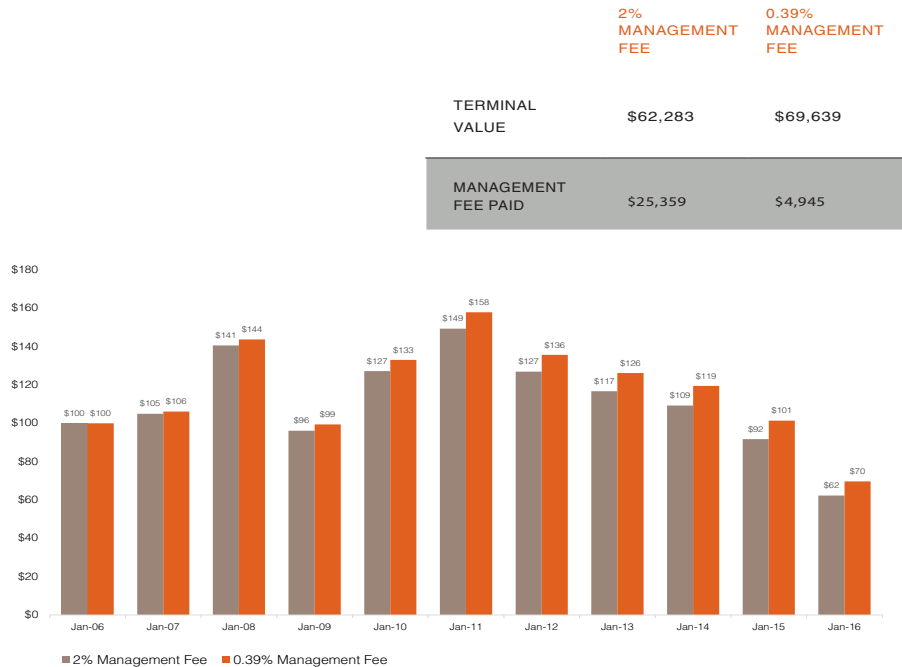


BetaShares

Exchange Traded Funds

www.betashares.com.au

VALUE OF \$100,000 INVESTED IN S&P/ASX 200 RESOURCES ACCUMULATION INDEX UNDER VARYING FEE ASSUMPTIONS: JANUARY 2006-2016



Source: Bloomberg, BetaShares

Savings to investor of ~\$20,414 over 10 years

Trading Information

BetaShares ETFs can be bought or sold throughout the trading day on the ASX, and trade like ordinary shares.

EXCHANGE	ASX
ASX CODE	QRE
CURRENCY	AUD
TRADING HOURS	10:00-16:00 (AEST)
BLOOMBERG CODE	QRE AU
IRESS CODE	QRE.AXW

Index Information

INDEX	S&P/ASX 200 Resources
ASX INDEX CODE	XJR
BLOOMBERG INDEX CODE	AS45 INDEX
NUMBER OF COMPONENTS	64

Fund Information

ISSUER	BetaShares Capital Ltd
ADMINISTRATOR	RBC Investor Services
CUSTODIAN	RBC Investor Services
AUDITOR	PricewaterhouseCoopers
DISTRIBUTIONS	June and December
MANAGEMENT COSTS	0.39% p.a
FUND INCEPTION	10 December 2010

There are risks associated with an investment in the Fund, including market risk, commodity price risk and concentration risk. For more information on risks and other features of the Fund please see the Product Disclosure Statement.

www.betashares.com.au

T: 1300 487 577 (Australia)

T: + 61 2 9290 6888 (ex Australia)

info@betashares.com.au

An investment in any BetaShares Exchange Traded Fund ('ETF') is subject to investment risk including possible delays in repayment and loss of income and principal invested. Neither BetaShares Capital Ltd ("BetaShares") nor BetaShares Holdings Pty Ltd guarantees the performance of any ETF or the repayment of capital or any particular rate of return. Past performance is not an indication of future performance. This information is prepared by BetaShares Capital Ltd (ACN 139 566 868 AFS License 341181) ("BetaShares"), the product issuer. It is general information only and does not take into account your objectives, financial situation or needs so it may not be appropriate for you. Before making an investment decision you should consider the product disclosure statement ('PDS') and your circumstances and obtain financial advice. The PDS is available at www.betashares.com.au or by calling 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia). Only investors who are authorised as trading participants under the Australian Securities Exchange (ASX) Operating Rules may invest through the PDS. Other investors may buy units in the ETF on the ASX through a stockbroker, financial adviser or online broker. This document does not constitute an offer of, or an invitation to purchase or subscribe for securities. This information was prepared in good faith and to the extent permitted by law BetaShares accepts no liability for any errors or omissions or loss from reliance on any of it.

Standard and Poor's® and S&P® are registered trademarks of The McGraw-Hill Companies, Inc. ("McGraw-Hill"), and ASX® is a registered trademark of the ASX Operations Pty Ltd ("ASX"). These trademarks have been licensed for use by BetaShares. BetaShares ETFs are not sponsored, endorsed, sold or promoted by S&P, McGraw-Hill or ASX, and S&P, McGraw-Hill and ASX make no representation, warranty or condition regarding the advisability of buying, selling or holding units in BetaShares ETFs.

BetaShares® and Back Your View® are registered trademarks of BetaShares Holdings Pty Ltd.