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Australian Half Year ETF Review

June 2026

Betashares Australian ETF Review – Half Year 2026

Record first half puts Australian ETF industry in sight of $400 billion milestone

The Australian ETF industry ended the financial year on another record high, reaching $372 billion in total assets under management after recording strong growth for the half year – as a result, $400 billion is firmly in sight for the industry just a month after passing $350 billion in assets.

FUM: The Australian ETF industry increased in size by 12.58% over the half, recording total growth of $41.6B to end the financial year at $372B, a new all-time industry record.

Net Flows: ETF industry flows were very strong over the half, with net new money sitting at $30B - the same amount that was received during the entirety of 2024

Trading: ETF trading values were robust for the half with $125B.

Issuer Flows: Vanguard received the highest net flows in the first half, with $10.7 billion. Flow concentration by issuer remains elevated, with the top 3 issuers (Betashares, Vanguard and iShares) receiving 76% of the industry flows for the half.

Product Launches: The number of ETFs grew to 496 products over the half — a net gain of 34 new listings

Active/Passive flows: In terms of product types, the half was all about index investing, with funds of this type receiving $22.8B in inflows. Smart beta funds received $4.7B while Active ETFs were third at $2.4B (despite a significant number of Active ETF launches)

Flows by Category: Investors favoured International Equities ($13.7B), followed by Australian Equities ($8.8B) and then Fixed Income ETFs ($4.7B). Notably Australian Equities had a record half in terms of flows.

Performance: It was tech related exposures which led the half in terms of performance, including the Betashares Asia Technology Tigers ETF (ASX: ASIA) which returned 58.9% over the first half of 2026.

Industry Growth – Half Year 2026

Australian ETF AUM ($B)

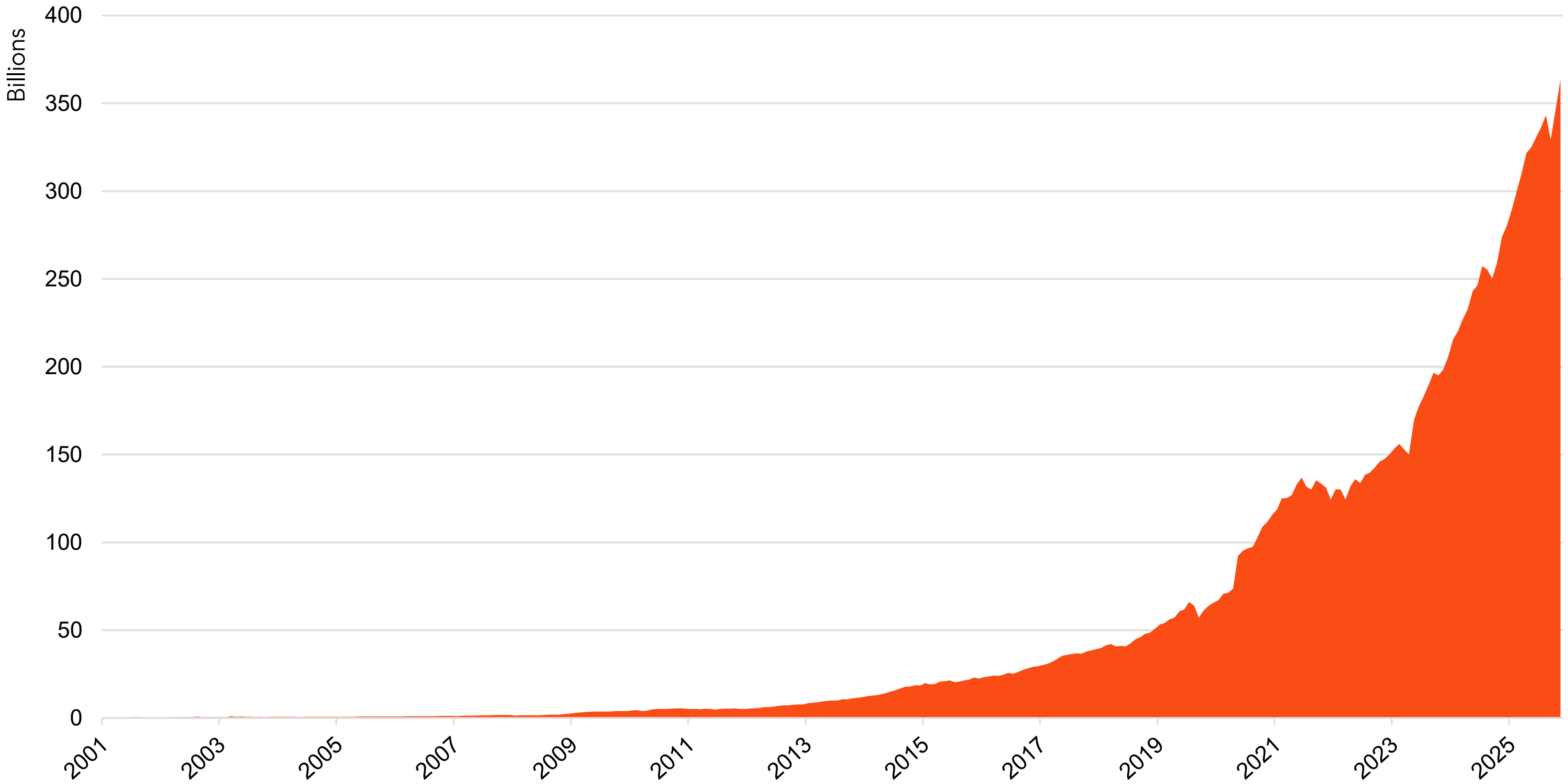
As of June 2026

Australian ETF Market Cap
(ASX + CBOE)

$372B

CAGR

42%



Source: ASX,CBOE, Betashares

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Australian ETF Industry Summary – Half Year 2026

Industry Snapshot – Half Year

Australian ETF Market Cap
(ASX + CBOE)

$372B

H26 Change (%)

12.58%

H26 Change ($)

$41.6B

H26 Net Flows
(ASX + CBOE)

$30B | 38%

H26 Market Movement

$11.6B

Total Value Traded

$125B

Avg. Daily Value Traded

~1.02B

Total ETFs (ASX + CBOE)	496
Total Issuers (ASX + CBOE)	66
New ETFs (ASX + CBOE)	35

Top 3 Asset Classes

1. Int. Equities $13.7B
2. Aus. Equities $8.8B
3. Fixed Income $4.7B

The Australian ETF industry ended the financial year on another record high, reaching **$372 billion** in total assets under management after recording strong growth for the half year – as a result, **$400 billion** is firmly in sight for the industry just a month after passing **$350 billion** in assets.

Source: ASX,CBOE, Betashares

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Market Insights

- Global equity markets rallied through the first half of 2026, powered by evidence that AI capital expenditure is starting to convert into profit. Microsoft, OpenAI and Anthropic all reported AI revenue run-rates up more than 100% year on year, while Nvidia and the major memory makers, Samsung, SK Hynix and Micron, became the clearest beneficiaries of the compute build-out. Asian semiconductor markets captured this directly, with North Asian chipmakers driving the MSCI Emerging Markets index to the strongest of any major market's returns, even as an Iran-triggered oil spike and a US$1.5 trillion software sell-off tested the rally's nerve during the half.

- Domestically, the ASX 200 managed just 2.4% over the same six months, the weakest of the major developed markets. Three RBA rate hikes in the half pushed inflation and unemployment back into focus, rewarding income and value over growth. Materials carried the bulk of the market's earnings growth, benefitting from elevated iron ore and gold prices, and critical mineral demand from the AI rollout. The May budget's proposed removal of the CGT discount added further uncertainty for households already absorbing higher borrowing costs, and the combination has weighed on consumer sentiment through the half.

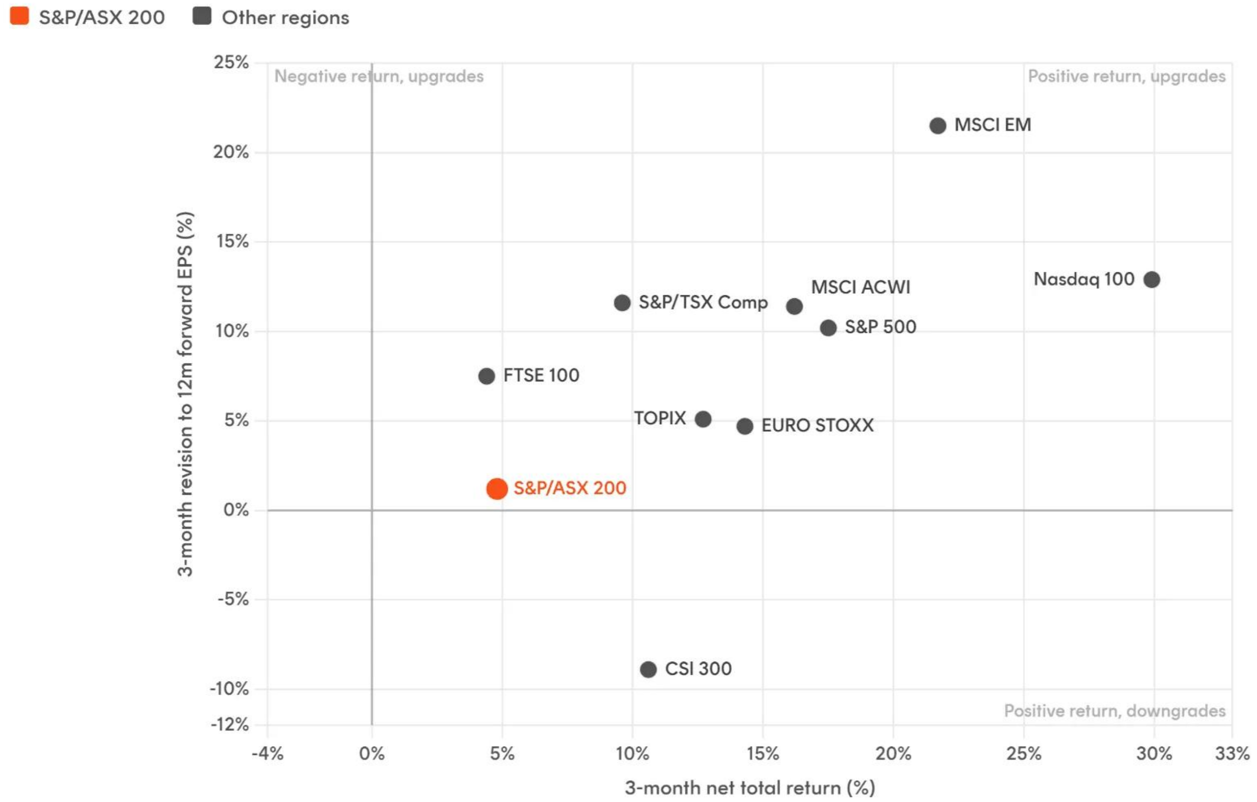
Tom Wickenden

Betashares, Investment Strategist

Chart in focus

Earnings upgrades have led market performance during the equity rally

Three-month net total return versus three-month revision to 12-month forward EPS, to 29 June 2026



Bloomberg and LSEG Datastream (I/B/E/S consensus), Betashares. Three months to 29 June 2026 (base 30 March 2026). Horizontal axis = net total return (local currency; S&P/ASX 200 accumulation; MSCI ACWI and EM in US dollars); vertical axis = percentage change in the 12-month forward consensus EPS estimate. You cannot invest directly in an index.

Why it's important: Markets have rewarded fundamentals, not just sentiment, over the past six months. The clearest re-rating gains, in emerging markets and the Nasdaq 100, have tracked the sharpest earnings upgrades, while Australia's far more modest earnings improvement helps explain its position near the bottom of the return table. Japan's underlying earnings growth improvements have been rewarded with a re-rating higher in valuation, while China's gains have come despite a downgrade, both signs of liquidity or policy-driven re-rating rather than an earnings story.

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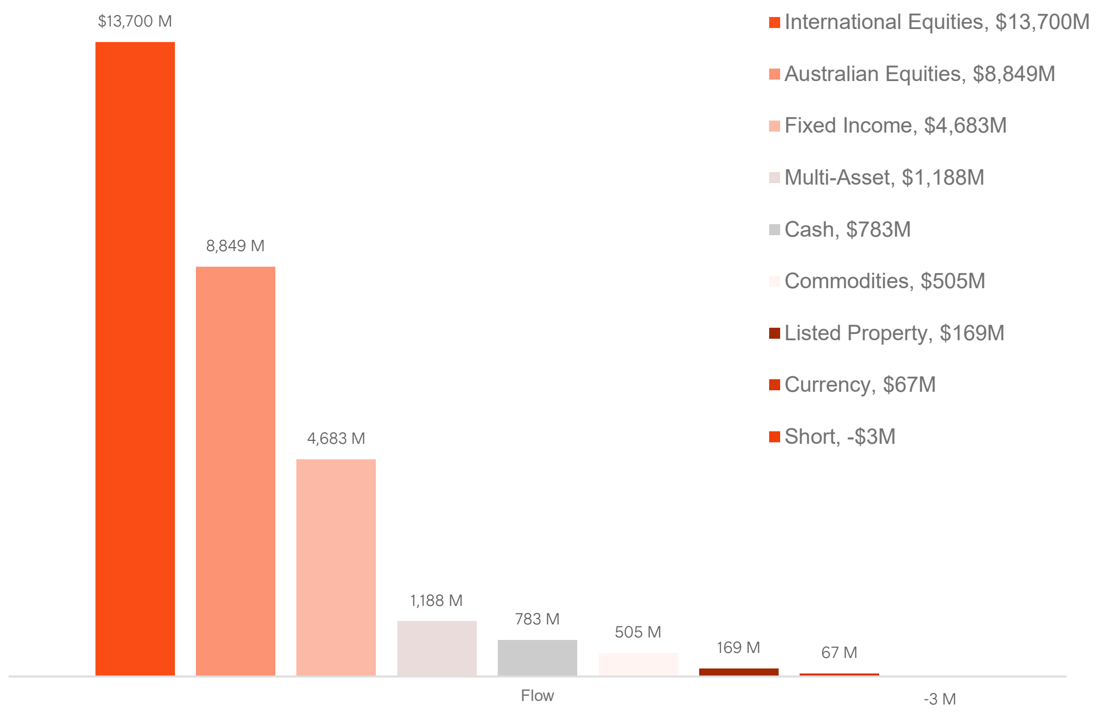
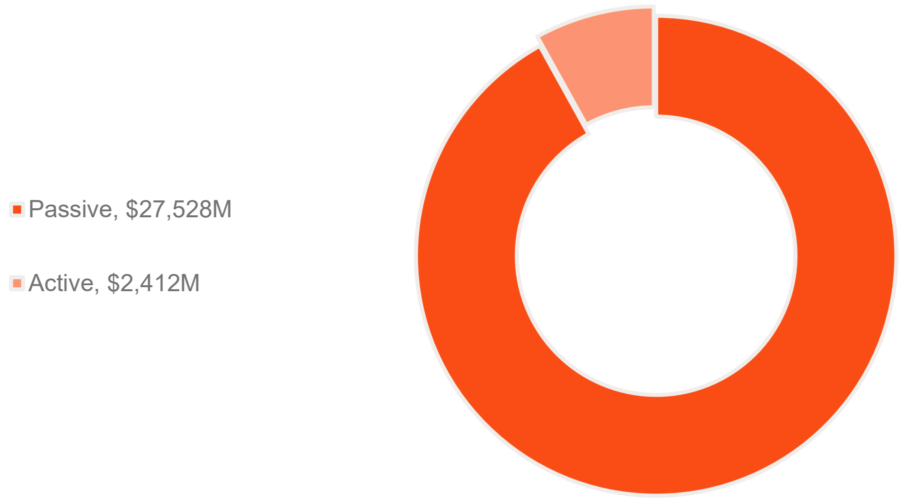
Category Flows – Half Year 2026

Category Flows – Half Year 2026



Passive / Active Flows – Half Year 2026



Source: ASX,CBOE, Betashares

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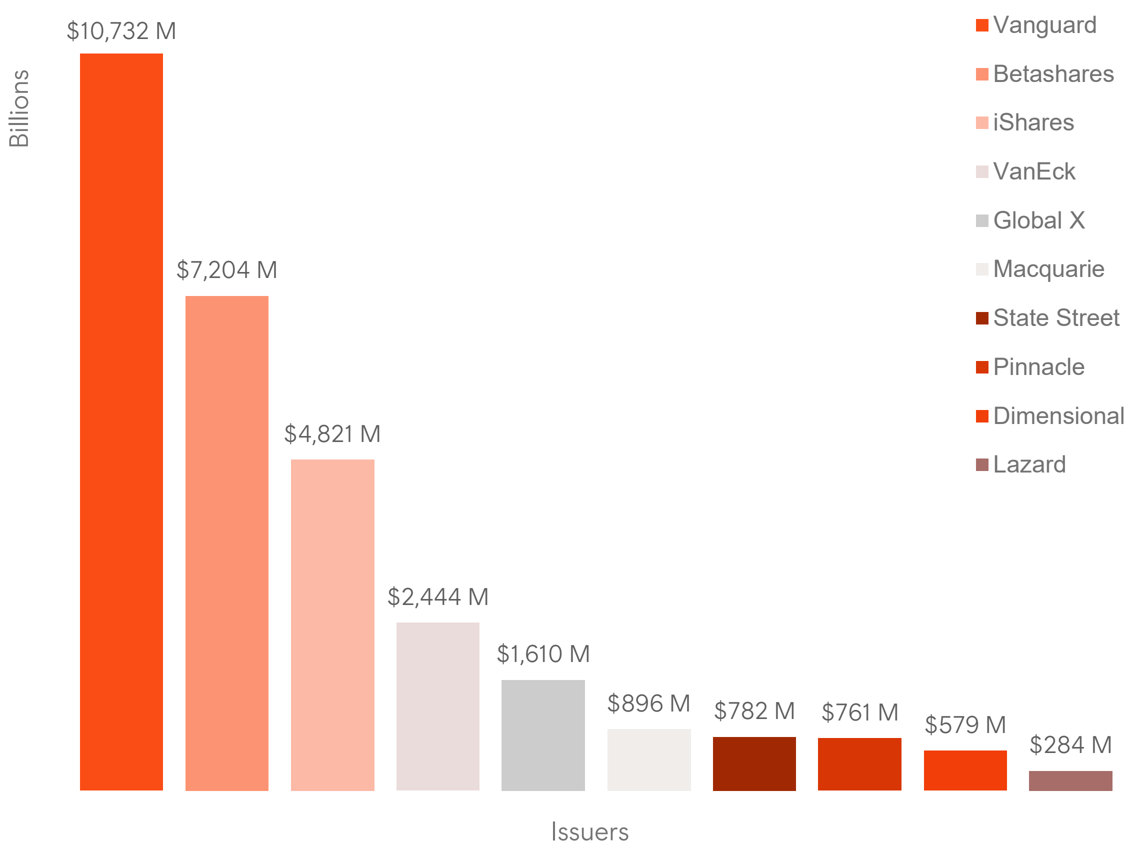
Top 10 Issuer Flow – June 2026



Source: ASX,CBOE, Betashares

Rank	Provider	Inflow Value	% of Monthly Flow
01	Vanguard	$10,732,190,788.00	35.90%
02	Betashares	$7,204,078,047.00	24.10%
03	iShares	$4,820,541,755.89	16.13%
04	VanEck	$2,443,815,746.90	8.17%
05	Global X	$1,609,849,549.00	5.39%
06	Macquarie	$895,944,483.72	3.00%
07	State Street	$781,533,968.33	2.61%
08	Pinnacle	$761,471,528.19	2.55%
09	Dimensional	$579,483,564.89	1.94%
10	Lazard	$284,051,582.81	0.95%

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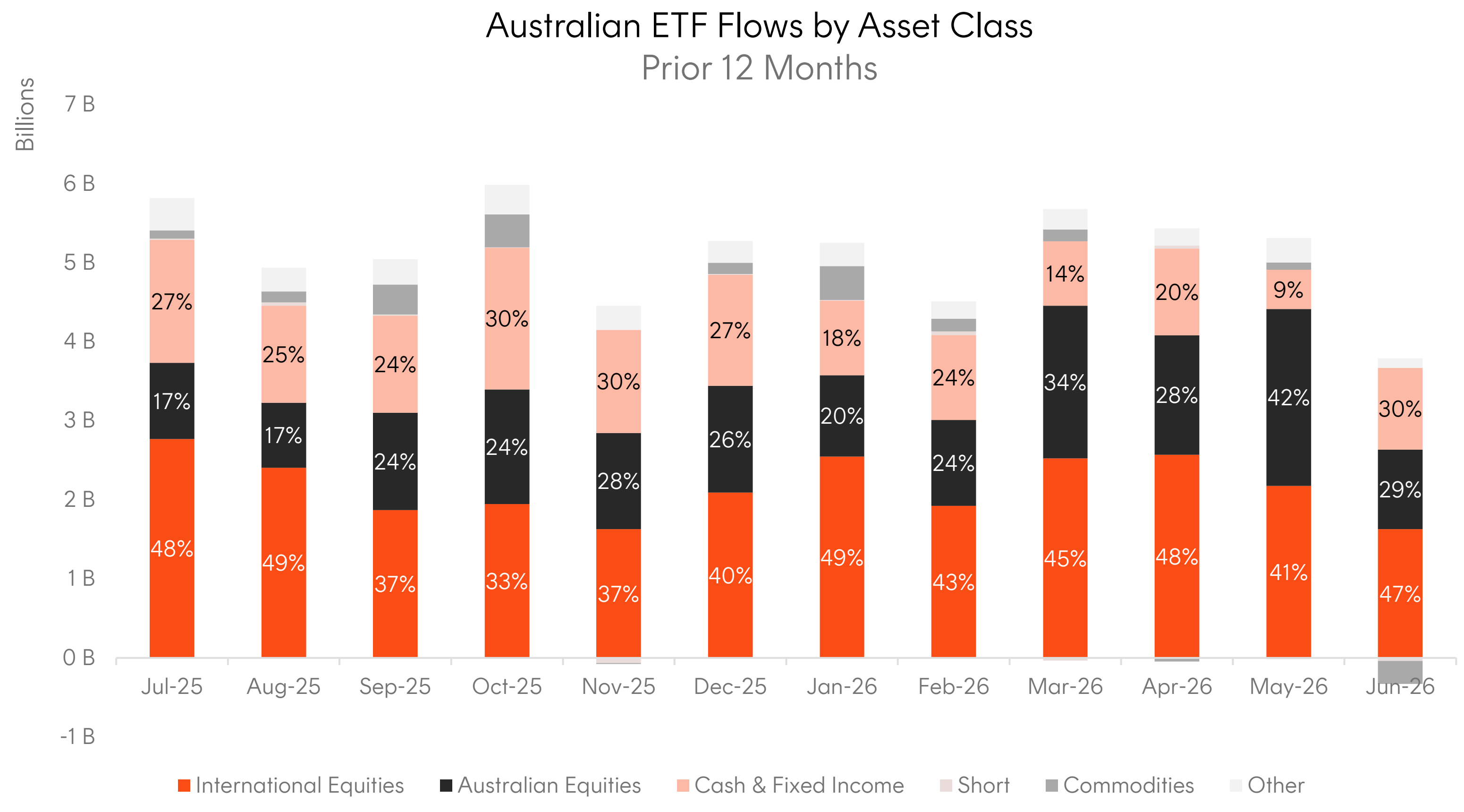
Flows by asset class – prior 12 months



Source: ASX,CBOE, Betashares

ETF flows fell sharply in June to $3.46 billion, down from $5.3 billion in May and the lowest month in the 12-month period. International equities reclaimed the top spot at $1.63 billion (47%), ahead of Australian equities at $1.01 billion (29%) - a reversal from May, when Australian equities led for the first time in the period. Cash & fixed income more than doubled to $1.03 billion from $494 million in April. Short exposures remained negative for a second month at -$39.9 million, and commodities swung sharply negative to -$288.3 million, the largest outflow from any asset class across the 12 months.

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Largest Funds by Market Cap – Half Year 2026

Ticker	Product	Issuer	Market Cap	Rank Movement*
VAS	Vanguard Australian Shares Index ETF	Vanguard	$25,376,951,128	-
VGS	Vanguard MSCI Index International Shares ETF	Vanguard	$17,254,146,666	-
IVV	iShares S&P 500 ETF	iShares	$14,346,382,650	-
A200	Betashares Australia 200 ETF	Betashares	$10,100,468,180	-
NDQ	Betashares NASDAQ 100 ETF	Betashares	$9,410,993,453	+3
IOZ	iShares Core S&P/ASX 200 ETF	iShares	$9,033,742,537	+1
QUAL	VanEck MSCI World Ex-Australia Quality ETF	VanEck	$8,974,706,251	-1
VHY	Vanguard Australian Shares High Yield ETF	Vanguard	$7,674,244,822	+5
VGAD	Vanguard MSCI Index International Shares (Hedged) ETF	Vanguard	$7,297,237,086	+3
VTS	Vanguard US Total Market Shares Index ETF	Vanguard	$7,001,163,447	+1

Source: ASX,CBOE, Betashares
*Rank Movement compares position from H1 2025 to H1 2026

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Top 10 ETF Flows – Half Year 2026

Inflows

Ticker	Product	Category	Inflow Value
VAS	Vanguard Australian Shares Index ETF	Australian Equities	$2,677,191,695
VGS	Vanguard MSCI Index International Shares ETF	International Equities	$2,260,073,738
VEU	Vanguard All-World ex US Shares Index ETF	International Equities	$1,345,363,270
IOZ	iShares Core S&P/ASX 200 ETF	Australian Equities	$1,159,220,916
A200	Betashares Australia 200 ETF	Australian Equities	$1,132,061,891
BGBL	Betashares Global Shares ETF	International Equities	$1,001,194,146
VHY	Vanguard Australian Shares High Yield ETF	Australian Equities	$997,746,530
VBND	Vanguard Global Aggregate Bond Index (Hedged) ETF	Fixed Income	$655,175,959
VGAD	Vanguard MSCI Index International Shares (Hedged) ETF	International Equities	$562,653,363
IHVV	iShares S&P 500 AUD Hedged ETF	International Equities	$555,376,308

Outflows

Ticker	Product	Category	Outflow Value
MGOC	Magellan Global Fund -Open Class Units -Active ETF*	International Equities	-$926,161,803
V1AC	Vinva Global Alpha Fund - Active ETF*	International Equities	-$419,063,191
QAU	Betashares Gold Bullion Currency Hedged ETF	Commodities	-$161,232,615
AASF	Airlie Australian Share Fund - Active ETF	Australian Equities	-$150,000,227
CUIV	CB GLBL Infrastructure Value Active ETF	International Equities	-$146,122,060
IHHY	iShares Global High Yield Bond (AUD Hedged) ETF	Fixed Income	-$111,939,534
QGFH	Quay Global Real Estate Fund (AUD Hedged) Active ETF	International Equities	-$111,434,007
XALG	Alphinity Global Equity Fund - Active ETF	International Equities	-$105,990,312
ETHI	Betashares Global Sustainability Leaders ETF	International Equities	-$103,399,588
EMXC	iShares MSCI Emerging Markets ex China ETF	International Equities	-$85,451,159

Source: ASX,CBOE, Betashares
*MGOC transitioned into V1AC over H1 2026.

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Performance – Half Year 2026

Half-year performance was led by semiconductors, with AI-related hardware demand driving standout returns over the period. South Korea's technology-heavy market also featured prominently, alongside broader Asian technology exposure, reinforcing a theme of innovation-driven outperformance. Hydrogen and clean energy themes made a strong showing, pointing to renewed appetite for energy transition plays. Crude oil rounded out the top five, with prices driven sharply higher by the Middle East conflict and resulting disruptions to the Strait of Hormuz, a key global oil transit route.

Betashares Asia Technology Tigers ETF — ASX: ASIA

Exposure to the 50 largest Asian technology companies (ex-Japan)

Betashares Crude Oil Index Currency Hedged Complex ETF — ASX: OOO

A simple way to gain exposure to crude oil futures

Rank	Ticker	Product Name	Performance (%)
1	SEMI	Global X Semiconductor ETF	101.96%
2	IKO	iShares MSCI South Korea Capped Index ETF	94.15%
3	HGEN	Global X Hydrogen ETF	70.52%
4	ASIA	Betashares Asia Technology Tigers ETF	58.91%
5	OOO	Betashares Crude Oil Index Currency Hedged Complex ETF	44.89%

Source: Bloomberg, Betashares

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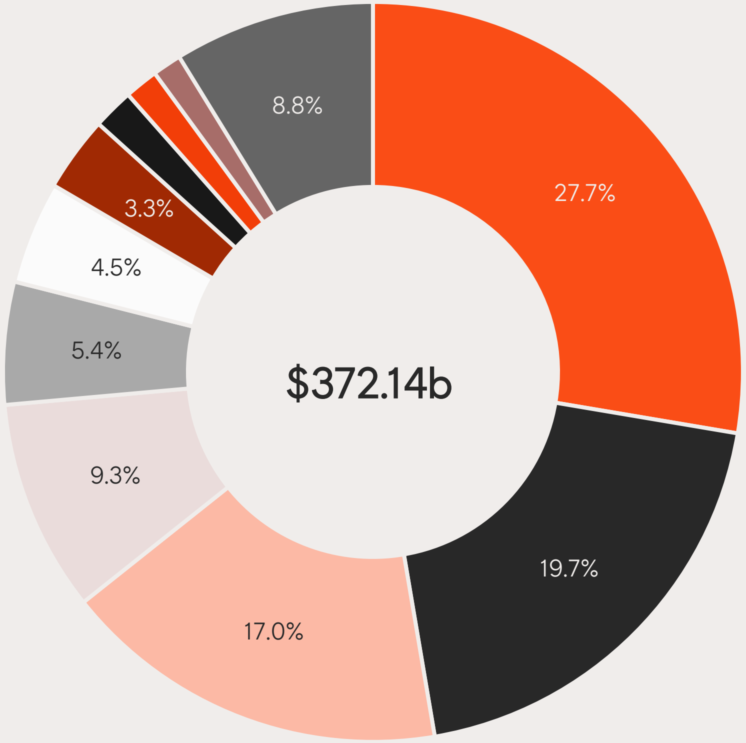
Funds Under Management – Industry

- Vanguard, $102.92b
- Betashares, $73.2b
- iShares, $63.18b
- VanEck, $34.5b
- Dimensional, $19.93b
- Global X, $16.71b
- State Street, $12.21b
- Magellan, $6.64b
- Franklin Templeton, $5.48b
- Pinnacle, $4.72b
- Other, $32.65b



Source: ASX,CBOE, Betashares

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Australian ETF Review

June 2026

Australian ETF Industry Summary – June 2026

Industry Snapshot - June

Australian ETF Market Cap
(ASX + CBOE)

$372B

MoM Change

2.32% | $8.4B

YoY Change

32.69% | $91.7B

Market Movement

$5.0B

Net Flows
(ASX + CBOE)

$3.5B

ASX Value Traded

~$25B

Total ETFs
(ASX + CBOE)

496

New ETFs
(ASX + CBOE)

9

Source: ASX,CBOE, Betashares

The Australian ETF industry had a relatively quieter month in June (as has historically being the case). The being said, the industry received $3.5 billion in net flows and ended the month at a record $372 billion in assets under management.

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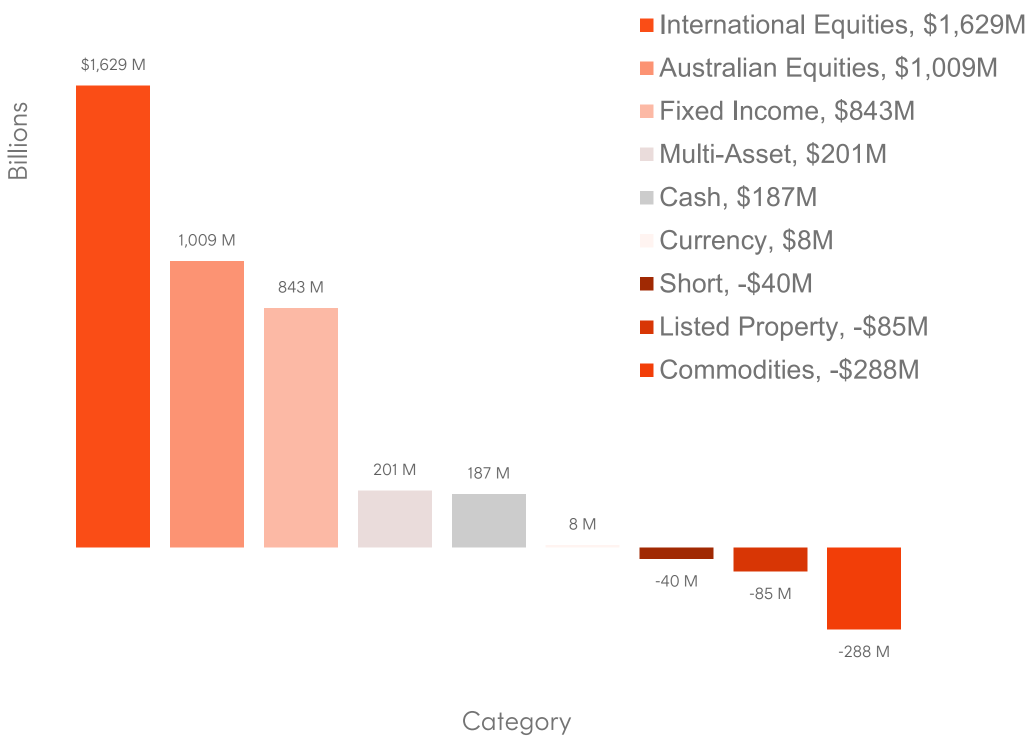
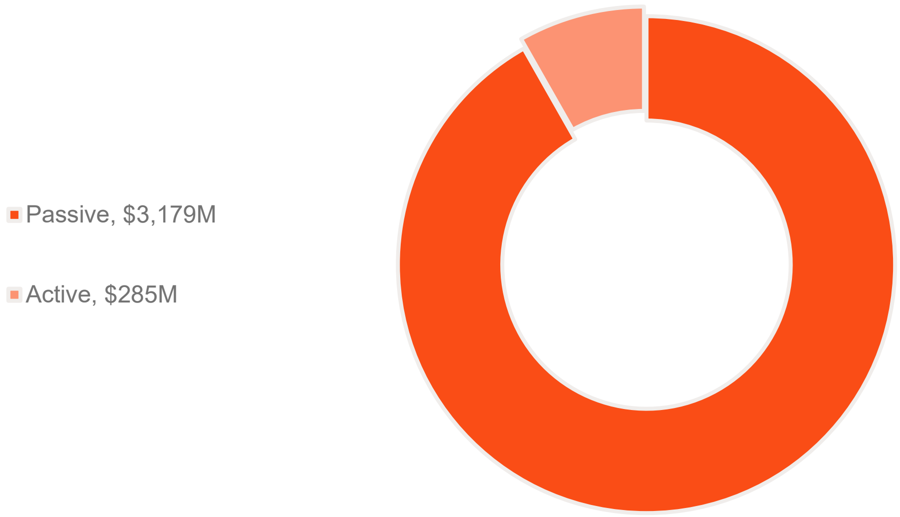
Category Flows

Category Flows – June



Source: ASX,CBOE, Betashares

Passive / Active Flows – June



Source: ASX,CBOE, Betashares

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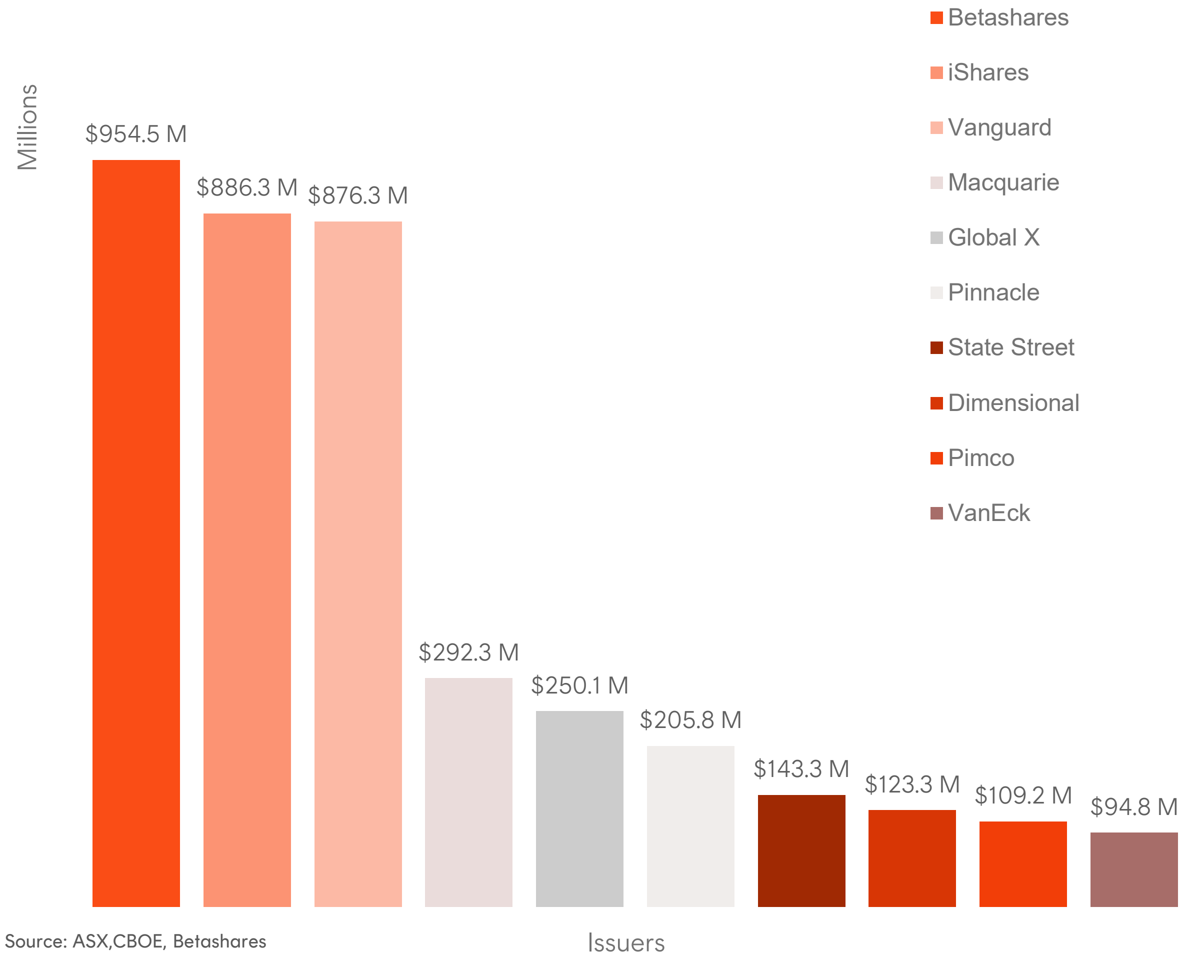
Top 10 Issuer Flow – June 2026



Source: ASX,CBOE, Betashares

Rank	Provider	Inflow Value	% of Monthly Flow
01	Betashares	$954,507,293.00	27.56%
02	iShares	$886,341,401.00	25.59%
03	Vanguard	$876,310,957.00	25.30%
04	Macquarie	$292,283,012.97	8.44%
05	Global X	$250,108,001.00	7.22%
06	Pinnacle	$205,800,835.26	5.94%
07	State Street	$143,269,632.82	4.14%
08	Dimensional	$123,326,952.39	3.56%
09	Pimco	$109,196,924.60	3.15%
10	VanEck	$94,795,696.00	2.74%

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Top 10 ETF Flows – June 2026

Inflows

Ticker	Product	Category	Inflow Value
VGS	Vanguard MSCI Index International Shares ETF	International Equities	$307,883,930
IOZ	iShares Core S&P/ASX 200 ETF	Australian Equities	$265,219,643
VHY	Vanguard Australian Shares High Yield ETF	Australian Equities	$245,430,252
MQSD	Macquarie Subordinated Debt Active ETF	Fixed Income	$233,287,153
A200	Betashares Australia 200 ETF	Australian Equities	$203,012,796
IVV	iShares S&P 500 ETF	International Equities	$180,814,187
NDQ	Betashares Nasdaq 100 ETF	International Equities	$169,387,023
QUAL	VanEck MSCI International Quality ETF	International Equities	$157,473,302
ISEC	iShares Enhanced Cash ETF	Cash	$140,173,659
SEMI	Global X Semiconductor ETF	International Equities	$137,380,839

Outflows

Ticker	Product	Category	Outflow Value
V1AC	Vinva Global Alpha Fund - Active ETF	International Equities	-$419,063,191
VAS	Vanguard Australian Shares Index ETF	Australian Equities	-$279,459,418
QAU	Betashares Gold Bullion Currency Hedged ETF	Commodities	-$140,120,055
ETHI	Betashares Global Sustainability Leaders ETF	International Equities	-$100,285,900
IGB	iShares Treasury ETF	Fixed Income	-$99,266,219
CUIV	CB GLBL Infrastructure Value Active ETF	International Equities	-$98,870,701
IFRA	VanEck FTSE Global Infrastructure (Hedged) ETF	International Equities	-$89,291,998
ICOR	iShares Core Corporate Bond ETF	Fixed Income	-$84,872,262
OOO	Betashares Crude Oil Index Currency Hedged Complex ETF	Commodities	-$78,972,320
GOLD	Global X Physical Gold	Commodities	-$78,138,289

Source: ASX,CBOE, Betashares

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Performance – June 2026

June saw biotech and healthcare innovation take the top spot, with semiconductors close behind, suggesting AI-related hardware demand remains resilient rather than fading. Momentum and small-cap strategies also featured strongly, pointing to a broadening of investor appetite beyond a single sector. International growth exposure rounded out the mix, reflecting sustained demand for diversified developed-market equities.

Betashares Global Momentum ETF

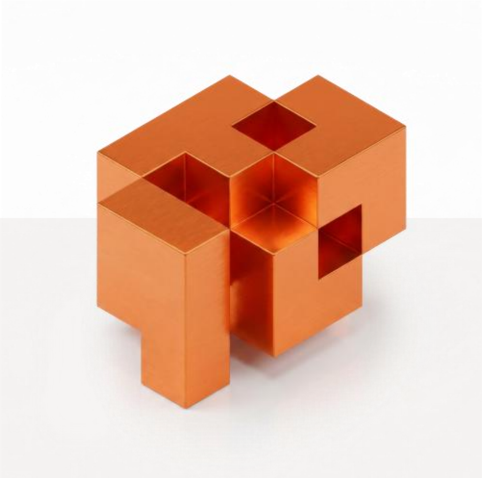
ASX: GTUM

A portfolio of global developed markets companies showing strong momentum

Rank	Ticker	Product Name	Performance (%)
1	CURE	Global X S&P Biotech ETF	20.19%
2	SEMI	Global X Semiconductor ETF	15.87%
3	GTUM	Betashares Global Momentum ETF	13.00%
4	IJR	iShares S&P Small-Cap ETF	11.36%
5	GWTH	VanEck MSCI International Growth ETF	11.34%

Source: Bloomberg, Betashares

Fund in focus



ASX: COMP **Bloomberg AusBond Composite ETF**

The lowest cost bond ETF on the ASX

Ultra-low cost

COMP is the lowest cost Australian bond ETF available on the ASX, with management costs of 0.07% p.a.*

Attractive monthly income

COMP provides exposure to a diversified portfolio of investment-grade Australian bonds with regular monthly distributions, offering an attractive source of income.

Core fixed income portfolio building block

COMP's index provides exposure to around 900 investment-grade bonds across the Australian fixed income market, spanning government, government-related and corporate issuers, making it an efficient core building block for diversified portfolios.

*Other costs, such as transaction costs, may apply. Refer to the PDS for more information.

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