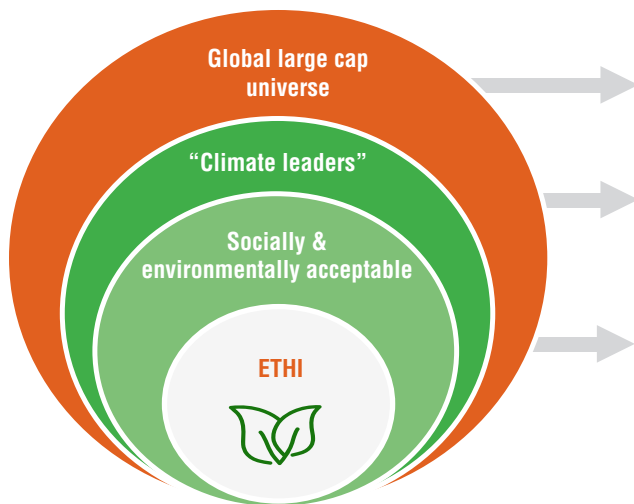


# The screening process for BetaShares' ethical ETFs: what's in, what's out?

BetaShares' ethical ETFs are the first ETFs in Australia to combine both a fossil fuel related screen with a broad set of ESG screens, offering investors a true-to-label, sustainable and ethical investment option. Our ethical ETF range applies some of the industry's most stringent ESG screens, that are designed to exclude companies and bond issuers materially engaged in activities deemed inconsistent with responsible investment considerations.

Examples of negative ESG activity screened out include:  
Gambling, tobacco, armaments, uranium and nuclear energy, destruction of valuable environments, animal cruelty, chemicals of concern, mandatory detention of asylum seekers, alcohol, junk foods, pornography, no gender diversity at board level, human rights and supply chain concerns.

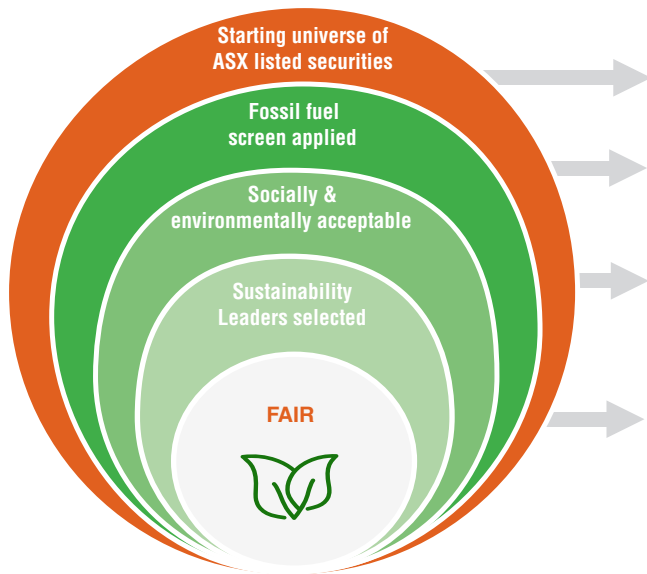
## BetaShares Global Sustainability Leaders ETF (ASX: ETHI)/ BetaShares Global Sustainability Leaders ETF - Currency Hedged (ASX: HETH)<sup>1</sup>



- Companies are selected from developed markets and must meet market cap and liquidity requirements
- Companies are in the top one-third of performers in terms of carbon efficiency in its industry, or are engaged in activities that can help reduce carbon use by other industries
- No fossil fuel producers
- No companies significantly engaged in armaments, gambling, alcohol or junk foods
- No companies with no gender diversity at the board level
- No companies with human rights or supply chain issues
- Other exclusions also applied

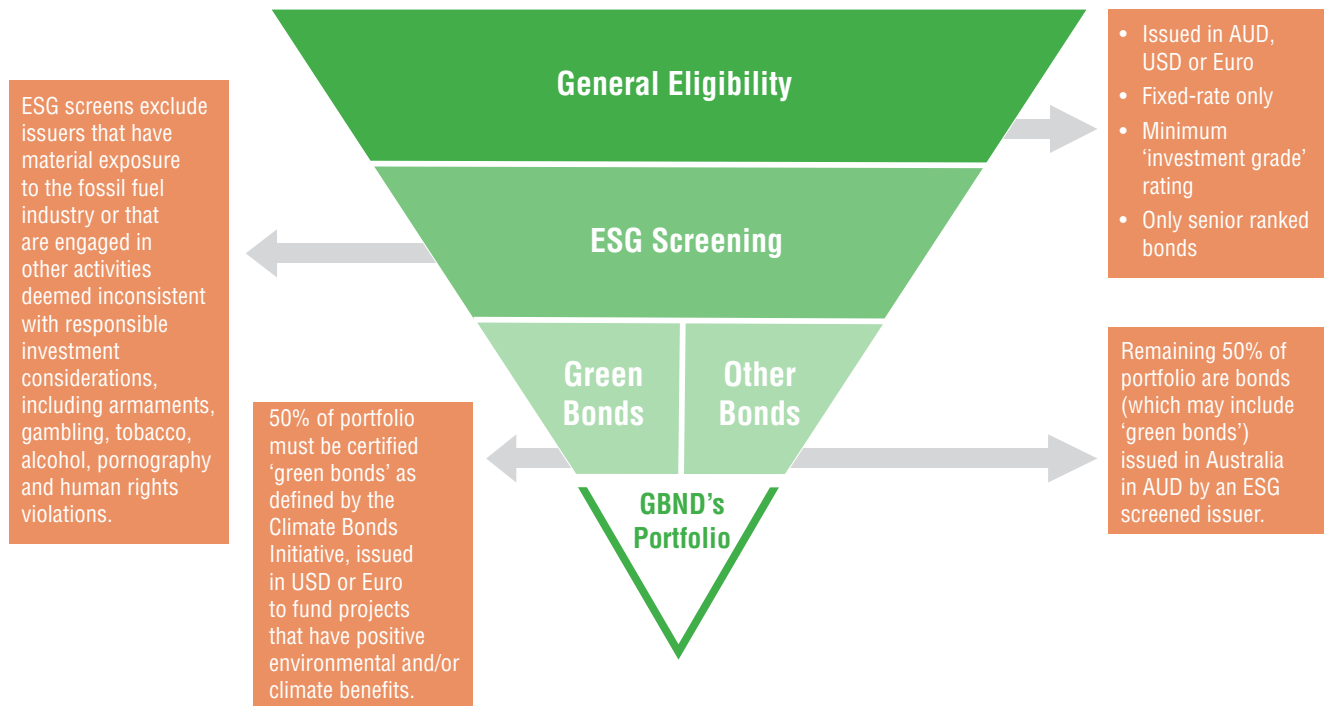
<sup>1</sup> HETH currently obtains its investment exposure indirectly by investing in ETHI, with foreign currency exposure hedged back to the Australian Dollar. The screening process described above applies to ETHI.

# BetaShares Australian Sustainability Leaders ETF (ASX: FAIR)



- Listed on the Australian Securities Exchange (ASX)
- Must meet minimum market cap and liquidity requirements
- Removes companies with direct or indirect involvement in the fossil fuel industry, and those with particularly high use of fossil fuels
- Broad exclusion screens to avoid companies engaged in activities deemed inconsistent with ESG investment objectives (e.g. gambling, tobacco and animal cruelty)
- “Sustainability Leaders” are then identified from the remaining universe based on their involvement in sustainable business activities (e.g. renewable energy, water efficiency etc)
- Companies identified as “Sustainability Leaders” are given preference in the index

# BetaShares Sustainability Leaders Diversified Bond ETF - Currency Hedged (ASX: GBND)



There are risks associated with an investment in BetaShares ethical ETFs. Depending on the ETF, the risks may include interest rate risk, credit risk, international investment risk, market risk, concentration risk and non-traditional index methodology risk.

For more information on risks and other features of the ETF, please see the respective Product Disclosure Statement. BetaShares Capital Ltd (ACN 139 566 868 AFS Licence 341181) is the issuer. Read the PDS at [www.betashares.com.au](http://www.betashares.com.au) and consider with your financial adviser whether the product is appropriate for your circumstances. The value of the units may go down as well as up.