

A Better Way to Invest in Hybrids

HBRD is a convenient way to access a professionally managed, diversified portfolio of hybrid securities.



PROFESSIONALLY MANAGED

Actively managed fund helps investors access a diversified portfolio of hybrids while seeking to minimise potential downside risk associated with owning hybrids directly.



LOWER VOLATILITY

Designed to provide volatility of less than 3% to 4% p.a. - less than one-third of that historically displayed by the Australian equities market.



RISK MANAGEMENT

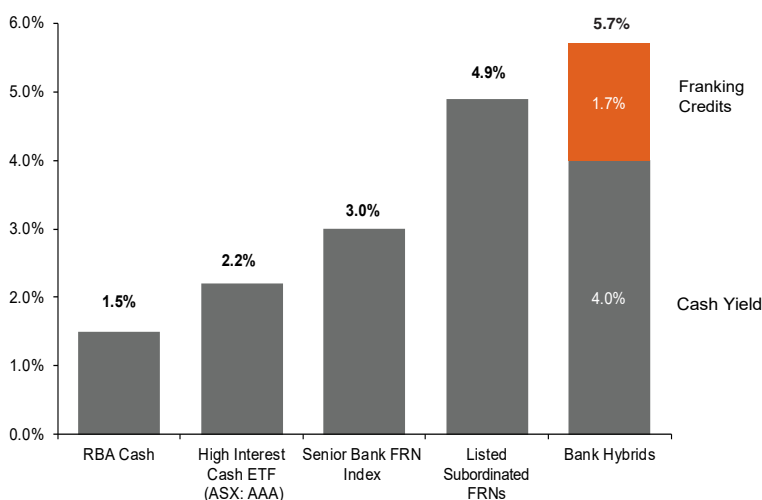
The Investment Manager is able to increase exposure to cash and bonds if required given market conditions in order to reduce risk.



ATTRACTIVE TAX-EFFICIENT INCOME PAID MONTHLY

Expected to offer a significantly higher yield than cash and senior bonds, along with franking credits.

RUNNING YIELD ACROSS SECURITY TYPES: AS AT 30 JUNE 2018 (% p.a.)



Source: Bloomberg. Yield for AAA is before fees. Senior bank FRNs represented by Solactive Australian Bank Senior Floating Rate Bond Index. Subordinated Bank FRNs represented by ASX listed securities from Solactive Australian Hybrid Securities Index. Bank Hybrids represented by ASX listed AT1 Bank Hybrids from Solactive Australian Hybrid Securities Index. Yields are variable and may be lower at time of investment.

Can be bought and sold like any share using the ASX code: HBRD

BetaShares Capital Ltd (ACN 139 566 868 AFS Licence 341181) is the issuer. Read the PDS at 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.

What are Hybrids?

'Hybrid securities' are securities that combine elements of debt and equity securities. Like bonds and shares, hybrids are a way for companies to raise capital to fund their businesses. By issuing hybrids, companies effectively borrow money from investors in return for interest or income payments. Hybrids can be expected to produce risk and return characteristics above those of traditional fixed-income securities like bonds but below those of ordinary shares.

Investment risks include interest rate, credit, liquidity, hybrids complexity and sector concentration risk. Refer to PDS.