

BetaShares Strong Australian Dollar Fund (hedge fund)

ASX: AUDS

30 November 2018



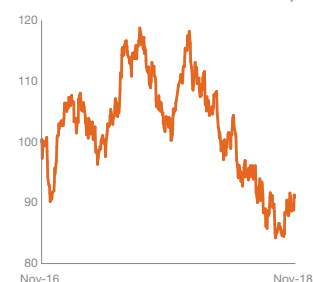
BetaShares
Exchange Traded Funds

Investment Objective

The Fund provides investors with a simple way to obtain cost-effective geared exposure to the change in value of the Australian Dollar relative to the U.S. Dollar (i.e. it aims to provide a magnified "long" exposure to the value of the Australian Dollar relative to the U.S. Dollar).

Performance

Value of \$100 invested since inception



PERIOD	FUND RETURN	INDEX RETURN
1 mth	7.10%	3.22%
3 mth	2.82%	1.68%
6 mth	-10.18%	-3.50%
1 yr	-11.32%	-3.46%
3 yr (p.a)	-	-
5 yr (p.a)	-	-
Inception	-4.67%	-1.16%

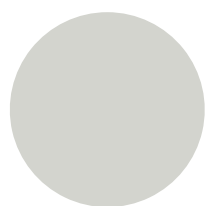
Fund returns are calculated in A\$ using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or the bid ask spread that investors incur when buying and selling units on the ASX. Returns are after fund management costs, assume reinvestment of any distributions and do not take into account income tax. Returns for periods longer than one year are annualised. Past performance is not an indicator of future performance. Source: BetaShares, Bloomberg.

Gearing Exposure

The Fund's exposure to the change in value of the Australian Dollar relative to the U.S. Dollar can be expected to vary between 200% and 275% on a given day. Therefore a 1% increase in the value of the Australian Dollar relative to the U.S. Dollar can generally be expected to deliver a 2.0% to 2.75% increase in the value of the Fund (and vice versa) on a given day.*

Investors should note that the return earned on their investment over any longer period will not necessarily be equivalent to 200% to 275% of the return of the Australian Dollar relative to the U.S. Dollar over that period. As such, investors should check BetaShares' website for details of the Fund's historical performance, as well as the current gearing exposure, to ensure that the Fund continues to meet their investment objectives.

Asset Allocation



● Short United States Dollars ~200% - 275% 100.0%

Trading Information

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

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

Fund Information

DISTRIBUTIONS*	ANNUAL
MANAGEMENT COSTS	1.19% P.A
EXPENSES	-0.19% P.A
FUND INCEPTION	28 NOVEMBER 2016

(* It is not the intention of the Fund to provide regular distributions to unitholders. In some circumstances, however, the Fund may generate amounts of income which would be distributed to unitholders at least annually.

Contact

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- ▶ info@betashares.com.au

There are risks associated with an investment in the Fund, including currency exchange rate risk, gearing risk, currency futures risk and concentration risk. For more information on risks and other features of the Fund please see the Product Disclosure Statement.

(*) As measured by the currency futures contracts held by the Fund. Changes in the value of the futures will not always move in line with changes in the spot Australian dollar / U.S dollar currency exchange rates.

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Investment Strategy

The Fund invests in cash and cash equivalents and buys Australian Dollar / U.S. Dollar exchange-traded futures contracts (AUD / USD futures). Buying these futures can typically be expected to generate a positive return when the Australian Dollar strengthens relative to the U.S. Dollar (and a negative return when the Australian Dollar weakens relative to the U.S. Dollar).

The Fund does not borrow for investment purposes, it uses AUD / USD futures to obtain a magnified (or “geared”) exposure. The Fund’s exposure to the change in value of the Australian Dollar relative to the U.S. Dollar generally varies between 200% and 275% on a given day.

Gearing magnifies gains and losses and may not be a suitable strategy for all investors. Investors in geared strategies should be willing to accept higher levels of investment volatility and potentially large moves (both up and down) in the value of their investment. Investors should seek professional financial advice before investing, and monitor their investment actively. The Fund does not track a published benchmark.

Benefits of BetaShares Australian Dollar Fund (hedge fund)

- ▶ **Simple access to geared AUD exposure** – ability to obtain magnified returns to the performance of the Australian Dollar relative to the U.S. Dollar as simply as buying any share
- ▶ **Convenience** – avoid the complexity and costs of other investments providing “geared” currency exposure, such as CFDs
- ▶ **No margin calls for investors** – investors cannot lose more than their initial investment
- ▶ **Liquidity** – available to trade on ASX like any share
- ▶ **Transparent** – gearing exposure, gearing multiple, value of the Fund’s assets, net asset value per unit and portfolio holdings available daily on our website

How to use the BetaShares Australian Dollar Fund (hedge fund) in your portfolio

The Fund can be used to implement a variety of investment strategies. For example:

- ▶ Profit from a view that the Australian Dollar will strengthen relative to the U.S. Dollar via an efficient use of capital (i.e. that the USD will fall in value against the AUD)
- ▶ Hedge international investments – reduce the impact of currency movements from investments denominated in U.S. Dollars
- ▶ Diversify a portfolio – currencies have historically shown low correlation to equities, fixed income and most other asset classes

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