

BetaShares FTSE RAFI Australia 200 ETF

ASX: QOZ

30 September 2020



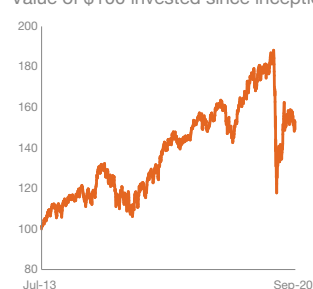
BetaShares
Exchange Traded Funds

Investment Objective

The Fund aims to track the performance of an index (before fees and expenses) that comprises the top 200 companies listed on the ASX as measured by fundamental size.

Performance

Value of \$100 invested since inception



PERIOD	FUND RETURN	INDEX RETURN	S&P/ASX 200 RETURN
1 mth	-4.43%	-4.40%	-3.66%
3 mth	-2.60%	-2.52%	-0.44%
6 mth	13.19%	13.34%	15.97%
1 yr	-16.88%	-16.67%	-10.21%
3 yr (p.a)	1.02%	1.41%	4.80%
5 yr (p.a)	5.86%	6.31%	7.31%
Inception	5.69%	6.15%	6.87%

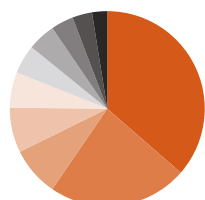
Fund returns are calculated in A\$ using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or the bid ask spread that investors incur when buying and selling units on the ASX. Returns are after fund management costs, assume reinvestment of any distributions 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: Bloomberg, FTSE. The FTSE RAFI Australia 200 Index was launched on 10/8/2009. Index returns prior to launch are simulated based on Research Affiliates' patented non-capitalisation weighted indexing system, method and computer program product. Actual investment results may differ from simulated results.

Distributions

12 mth distribution yield (%)	3.9%
12 mth gross distribution yield (%)	5.6%
Franking level (%)	97.4%

Yield figures are calculated by summing the prior 12 month net and gross fund per unit distributions divided by the fund closing NAV per unit at period-end. Franking level is total franking level over the last 12 months. Past performance is not an indicator of future performance.

Sector Allocation



Financials	36.4%
Materials	23.1%
Consumer Staples	8.2%
Consumer Discretionary	7.4%
Real Estate	5.9%
Energy	4.8%
Industrials	4.6%
Healthcare	3.7%
Communication Services	3.3%
Other	2.5%

Top 10 Exposures

COMPANY	WEIGHTING	COMPANY	WEIGHTING
BHP Group Ltd	8.8%	Wesfarmers Ltd	4.1%
Commonwealth Bank of Australia	8.4%	Woolworths Group Ltd	3.5%
Westpac Banking Corp	6.9%	Rio Tinto Ltd	3.1%
Australia & New Zealand Bank	5.8%	Coles Group Ltd	2.5%
National Australia Bank Ltd	5.5%	Macquarie Group Ltd	2.2%

Trading Information

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

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

Fund Information

DISTRIBUTIONS	SEMI-ANNUAL
MANAGEMENT FEE	0.30% P.A
EXPENSES	CAPPED AT 0.10% P.A
FUND INCEPTION	10 JULY 2013

Underlying Index Characteristics

INDEX	FTSE RAFI AUSTRALIA 200 INDEX
BLOOMBERG CODE	TFRAU200
PRICE/EARNINGS RATIO	17.67 x
MARKET CAP	\$1717.6B
NUMBER OF COMPONENTS	200

Contact

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

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Strategy Rationale

The premise of the fundamental indexation strategy used by the Fund is that shares may, from time to time, trade away from their fundamental value. Market capitalisation weighted indices link the price of a security with its weight and therefore its importance to the index. Such an approach can lead to overweighting stocks that are overvalued, and underweighting stocks that are undervalued, resulting in a potential drag in overall performance.

By comparison, the RAFI® Fundamental Index® methodology uses measures which do not depend on the fluctuations of market prices and reduces the effect of market speculation, lessening the potential return drag than can occur with traditional cap-weighted portfolios.

Index Description

The Index has been built utilising a methodology created by Research Affiliates, LLC, a leading global developer of fundamental index products. The equities included in the Index are selected and weighted based on measures of the economic size of each company, rather than market capitalisation. Four fundamental measures of company size are used to determine selection and index weights: Sales, Cash Flow, Dividends and Book Value. The methodology used by this index means that, upon a rebalance, the index will:

- ▶ Reduce weightings to equities where the market price of the company has increased beyond its economic size
- ▶ Increase weightings to equities where the market price of the company has fallen below its economic size

Benefits of BetaShares FTSE RAFI Australia 200 ETF

- ▶ **Performance** – aims to produce superior long-term performance compared to products based on market cap weighted indices
- ▶ **Diversification** – with a single trade, investors can get exposure to the top 200 companies listed on the ASX as measured by fundamental size
- ▶ **Cost effective** – Fund tracks the performance of an index (no ‘active manager’ fees)
- ▶ **Liquidity** – trades on ASX during the trading day like any share
- ▶ **Transparent** – portfolio holdings, value of the Fund’s assets and net asset value per unit available daily on our website

How to use the BetaShares FTSE RAFI Australia 200 ETF in your portfolio

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

- ▶ A core allocation to domestic equities providing transparency and diversification benefits
- ▶ Tactical exposure to the Australian sharemarket
- ▶ A low cost complement or alternative to active fund managers focussed on Australian equities

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