



31 January 2024

Objective

ROYL aims to track the performance of an index (before fees and expenses) that provides exposure to a portfolio of global companies that earn a substantial portion of their revenue from royalty income, royalty-related income and intellectual property (IP) income.

Royalties include mining royalties, in which mining companies generally sell royalty interests in future production or revenues in return for an up-front or ongoing cash payment. Royalties also include IP and tangible royalties, in which the owner of IP rights (in industries including music, biotech and IT) or physical assets, licenses those rights or assets in return for royalty payments.

ROYL provides dedicated exposure to a portfolio of royalty companies across multiple sectors, including mining and energy, music, medical and biopharma, and technology.

Benefits



Unique investment opportunity

Global royalties are a unique and attractive investment opportunity, albeit one that remains undiscovered by most investors. Royalty companies have generally displayed an attractive risk-return profile. They maintain exposure to potential revenue growth of a business but have limited exposure to the operational risks of the companies their royalty payments are generated from.



Opportunity to benefit from inflationary environments

Royalty payments are typically revenue-based. As a result, many royalty businesses have the potential to benefit from inflationary environments, as they are neither capital intensive nor exposed to input costs from production, while at the same time they are able to participate in the revenue growth of a royalty-paying business.



Attractive fundamental characteristics

Royalty companies generally display attractive fundamental characteristics such as strong and recurring cashflow, high gross margins, strong debt servicing, and high return on capital.



Diversified royalties exposure

ROYL offers exposure to a portfolio of royalty companies that may themselves hold a portfolio that benefits from diversified long-term royalty streams, from sources including tangible royalties, IP royalties, and royalty finance and streaming.

Performance

PERIOD	1 mth	3 mth	6 mth	1 yr	3 yr (p.a.)	5 yr (p.a.)	10 yr (p.a.)	Inception (p.a.)
FUND	-0.09%	-0.50%	-2.49%	-3.73%	-	-	-	7.78%
INDEX	-0.04%	-0.36%	-2.26%	-3.24%	15.06%	9.50%	-	8.32%

Calendar year performance

PERIOD	YTD	2023	2022	2021	2020	2019	2018	2017
FUND	-0.09%	-2.55%	-	-	-	-	-	-
INDEX	-0.04%	-2.06%	-	-	-	-	-	-

Value of \$100 invested since inception



Source: Betashares, Bloomberg. **Past performance is not indicative of future performance.**

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 bid-ask spread that investors may 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.

Fund information

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

ASX CODE ROYL
 BLOOMBERG CODE ROYL AU
 IRESS CODE ROYL.AXW
 DISTRIBUTIONS
 AT LEAST ANNUALLY
 MGT FEE* 0.69% P.A.
 FUND INCEPTION 9 SEP 22

About the index

INDEX SOLACTIVE GLOBAL ROYALTIES INDEX
 BLOOMBERG CODE SOLGROYN INDEX
 FORWARD P/E RATIO 21.14X
 P/B RATIO 3.28X
 WEIGHTED AVG MARKET CAP A\$25.97B
 NO OF COMPONENTS 30

*Other costs apply. Please refer to the PDS.

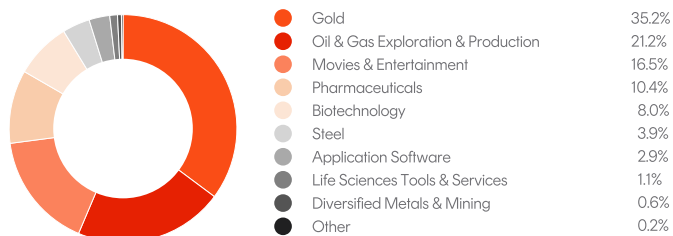
Categorisation

GLOBAL
 CAPITAL APPRECIATION

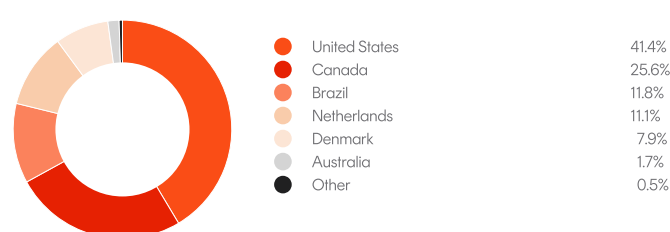
There are risks associated with an investment in ROYL, including market risk, sector risk, international investment risk, royalties-related risks and concentration risk. The Fund's returns can be expected to be more volatile (i.e. vary up and down) than a broad global shares exposure, given its more concentrated exposure. For more information on risks and other features of ROYL, please see the Product Disclosure Statement.

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Sector allocation



Country allocation



Top 10 exposures

COMPANY	WEIGHTING
Wheaton Precious Metals Corp	11.8%
Universal Music Group NV	11.1%
Royalty Pharma PLC	10.4%
Franco-Nevada Corp	8.2%
Royal Gold Inc	8.1%
Texas Pacific Land Corp	8.1%
Genmab A/S	7.9%
Warner Music Group Corp	5.2%
PrairieSky Royalty	4.2%
InterDigital Inc	2.9%

Distributions

12 mth distribution yield (%) 4.6%

Yield is calculated by summing the prior 12-month per unit distributions divided by the closing NAV per unit at the end of the relevant period. Yield will vary and may be lower at time of investment. **Past performance is not indicative of future performance.**

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