

# BetaShares S&P 500 Yield Maximiser Fund (managed fund)



**ASX: UMAX**

30 November 2018



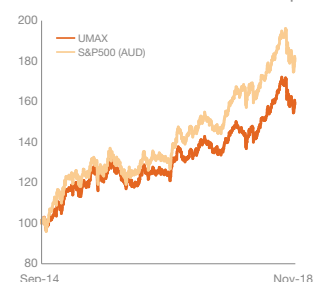
**BetaShares**  
Exchange Traded Funds

## Investment Objective

The Fund aims to provide investors with exposure to the stocks comprising the S&P 500 Index (which tracks large capitalisation U.S. equities) while providing regular income that exceeds the dividend yield of the stocks alone. In addition, the Fund aims to provide the potential for some capital growth and lower overall volatility than the Index. It does not aim to track the Index.

## Performance

Value of \$100 invested since inception



PERIOD	FUND RETURN	S&P 500 (AUD) RETURN
1 mth	-1.06%	-1.04%
3 mth	-5.43%	-5.46%
6 mth	5.93%	6.44%
1 yr	7.71%	9.85%
3 yr (p.a)	7.66%	11.19%
5 yr (p.a)	-	-
Inception	11.77%	15.23%

VOLATILITY	FUND	S&P 500 (AUD)
Inception (p.a)	13.9%	14.9%

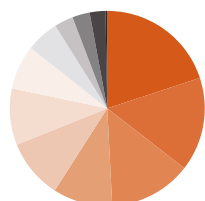
Graph shows performance of Fund relative to S&P 500 index since inception. Fund returns are calculated in A\$ using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or the bid ask spread that investors incur when buying and selling units on the ASX. 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.

## Distributions

12 mth distribution yield (%) 4.7%

Yield figures are calculated by summing the prior 12 month fund per unit distributions divided by the fund closing NAV per unit at quarter-end. Past performance is not an indicator of future performance.

## Sector Allocation



Information Technology	19.9%
Healthcare	15.6%
Financials	13.7%
Consumer Discretionary	9.9%
Communication Services	9.9%
Industrials	9.4%
Consumer Staples	7.4%
Energy	5.4%
Utilities	3.1%
Real Estate	2.9%
Materials	2.6%
Other	0.3%

## Top 10 Exposures

COMPANY	WEIGHTING	COMPANY	WEIGHTING
Microsoft Corp	3.6%	JPMorgan Chase & Co	1.6%
Apple Inc	3.5%	Facebook Inc	1.4%
Amazon.com Inc	3.0%	Alphabet Inc (Class C)	1.4%
Berkshire Hathaway Inc	1.8%	Exxon Mobil Corp	1.4%
Johnson & Johnson	1.7%	Alphabet Inc (Class A)	1.4%

## Trading Information

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

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

## Fund Information

DISTRIBUTIONS	QUARTERLY
MANAGEMENT FEE	0.59% P.A
EXPENSES	CAPPED AT 0.20% P.A
FUND INCEPTION	17 SEPTEMBER 2014

## Contact

- ▶ [betashares.com.au](http://betashares.com.au)
- ▶ 1300 487 577 (Australia)
- ▶ + 61 2 9290 6888 (ex Australia)
- ▶ [info@betashares.com.au](mailto:info@betashares.com.au)

There are risks associated with an investment in the Fund, including market risk, foreign exchange risk and use of options risk. For more information on risks and other features of the Fund please see the Product Disclosure Statement.

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## Investment Strategy

The Fund invests in a portfolio that provides exposure to the stocks that make up the S&P 500 Index (the “Share Portfolio”) combined with call options written on the Fund’s exposure to the Index.

## The S&P 500 Yield Maximiser Strategy

The Share Portfolio will provide exposure to U.S. stocks as represented in the S&P 500 Index (“Index”). The Index measures the performance of the large capitalisation sector of the U.S equity market. The Share Portfolio aims to generate dividends and capital growth.

In addition to the Share Portfolio the Fund will also sell (or “write”) exchange-traded index call options on up to 100% of the Fund’s exposure to the Index. The call options will generally be written with terms of less than three months and strike prices that are generally “out-of-the-money” i.e. expected to be approximately 2% to 5% above the then current level of the Index, subject to the prevailing levels of volatility.

By writing index call options, the Fund will receive option premiums which are expected to provide an additional source of income for the Fund and a partial hedge against a decline in the value of the Share Portfolio.

The Fund’s strategy is expected to outperform a strategy of holding the Share Portfolio alone (i.e. without writing index call options), in falling, flat and gradually rising markets. However, the Fund’s strategy can be expected to underperform in a strongly rising market, as the Fund does not participate in any rise in the Index above the strike prices of the index call options - moderating the potential capital growth of the Fund.

## Benefits of BetaShares S&P 500 Yield Maximiser Fund

- ▶ **Attractive income** – earn quarterly income, that is expected to exceed the yield performance of the underlying share portfolio over the medium-term
- ▶ **US exposure** - obtain US equities & US currency exposure
- ▶ **Downside protection** – potential downside risk management against a falling market
- ▶ **Reduced volatility** – strategy seeks to reduce the volatility of equity returns
- ▶ **Diversification** – with a single trade, investors can get exposure to a diversified, income-generating U.S equities portfolio
- ▶ **Reduced administration** – as an Australian domiciled fund, investors do not need to fill out W8 BEN forms, or risk any potential U.S. estate tax issues
- ▶ **Cost effective** – cost effective way to implement an equity income strategy
- ▶ **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 S&P 500 Yield Maximiser Fund in your portfolio

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

- ▶ Seek to enhance the yield on a global equities portfolio
- ▶ Seek to reduce volatility across a portfolio via the Fund’s buy-write strategy
- ▶ Core exposure to a diversified portfolio of the largest U.S companies

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