

Booklet 5

BetaShares FTSE RAFI U.S. 1000 ETF - ASX Code: QUS (ARSN 169 907 313)

BetaShares Global Agriculture Companies ETF - Currency Hedged - ASX Code: FOOD (ARSN 609 246 611)

BetaShares Global Banks ETF - Currency Hedged - ASX Code: BNKS (ARSN 609 154 994)

BetaShares Global Cybersecurity ETF - ASX Code: HACK (ARSN 169 914 434)

BetaShares Global Energy Companies ETF - Currency Hedged - ASX Code: FUEL (ARSN 609 154 896)

BetaShares Global Gold Miners ETF - Currency Hedged - ASX Code: MNRS (ARSN 609 155 419)

BetaShares Global Healthcare ETF - Currency Hedged - ASX Code: DRUG (ARSN 609 155 124)

BetaShares Global Sustainability Leaders ETF - ASX Code: ETHI (ARSN 613 694 250)

BetaShares Managed Risk Global Share Fund (managed fund) - ASX Code: WRLD (ARSN 608 056 962)

BetaShares NASDAQ 100 ETF - ASX Code: NDQ (ARSN 169 907 564)

BetaShares S&P 500 Yield Maximiser Fund (managed fund) - ASX Code: UMAX (ARSN 169 906 530)

BetaShares WisdomTree Europe ETF - Currency Hedged - ASX Code: HEUR (ARSN 609 145 897)

BetaShares WisdomTree Japan ETF - Currency Hedged - ASX Code: HJPN (ARSN 609 146 269)

Condensed Interim Financial Report

for the half-year ended 31 December 2017

Booklet 5
Condensed Interim Financial Report
for the half-year ended 31 December 2017

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Directors' report

The directors of BetaShares Capital Ltd, the Responsible Entity of the following managed investment funds (the "Funds") present their report together with the condensed interim financial report of the Funds for the half-year ended 31 December 2017 and the auditor's report thereon.

Fund name	Referred to in this document as	Financial reporting period	ARSN
BetaShares FTSE RAFI U.S. 1000 ETF	FTSE RAFI U.S. 1000 ETF	1 July 2017 to 31 December 2017	169 907 313
BetaShares Global Agriculture Companies ETF - Currency Hedged	Global Agriculture Companies ETF	1 July 2017 to 31 December 2017	609 246 611
BetaShares Global Banks ETF - Currency Hedged	Global Banks ETF	1 July 2017 to 31 December 2017	609 154 994
BetaShares Global Cybersecurity ETF	Global Cybersecurity ETF	1 July 2017 to 31 December 2017	169 914 434
BetaShares Global Energy Companies ETF - Currency Hedged	Global Energy Companies ETF	1 July 2017 to 31 December 2017	609 154 896
BetaShares Global Gold Miners ETF - Currency Hedged	Global Gold Miners ETF	1 July 2017 to 31 December 2017	609 155 419
BetaShares Global Healthcare ETF - Currency Hedged	Global Healthcare ETF	1 July 2017 to 31 December 2017	609 155 124
BetaShares Global Sustainability Leaders ETF	Global Sustainability Leaders ETF	1 July 2017 to 31 December 2017 (comparatives: 26 July 2016 to 31 December 2016)	613 694 250
BetaShares Managed Risk Global Share Fund (managed fund)	Managed Risk Global Share Fund	1 July 2017 to 31 December 2017	608 056 962
BetaShares NASDAQ 100 ETF	NASDAQ 100 ETF	1 July 2017 to 31 December 2017	169 907 564
BetaShares S&P 500 Yield Maximiser Fund (managed fund)	S&P 500 Yield Maximiser Fund	1 July 2017 to 31 December 2017	169 906 530
BetaShares WisdomTree Europe ETF - Currency Hedged	WisdomTree Europe ETF	1 July 2017 to 31 December 2017	609 145 897
BetaShares WisdomTree Japan ETF - Currency Hedged	WisdomTree Japan ETF	1 July 2017 to 31 December 2017	609 146 269

Responsible Entity

The Responsible Entity of the Funds is BetaShares Capital Ltd (ABN 78 139 566 868). The Responsible Entity's registered office and principal place of business is Level 11, 50 Margaret Street, Sydney, NSW 2000.

Principal activities

The principal activity of each Fund is to invest in accordance with the investment objective and guidelines as set out in the Fund's current Product Disclosure Statement and its Constitution.

The Funds did not have any employees during the half-year.

There were no significant changes in the nature of the Funds' activities during the half-year.

Directors

The following persons held office as directors of BetaShares Capital Ltd during the half-year or since the end of the half-year and up to the date of this report:

David Nathanson (appointed 21 September 2009)
 Alex Vynokur (appointed 21 September 2009)
 Taeyong Lee (appointed 12 August 2015)
 Thomas Park (appointed 12 August 2015)

Directors' report (continued)

Review and results of operations

During the half-year, the Funds continued to invest in accordance with target asset allocations as set out in their governing documents and in accordance with the provisions of the Funds' Constitutions.

The results of operations of the Funds are disclosed in the condensed interim statements of comprehensive income. The income distributions payable by each of the Funds are disclosed in the condensed interim statements of financial position. The income distributions paid and payable by each of the Funds are disclosed in Note 4 to the condensed interim financial statements.

Significant changes in state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Funds that occurred during the financial half-year period.

Matters subsequent to the end of the financial half-year

No matter or circumstance has arisen since 31 December 2017 that has significantly affected, or may significantly affect:

- (i) the operations of the Funds in future financial years;
- (ii) the results of those operations in future financial years; or
- (iii) the state of affairs of the Funds in future financial years.

Likely developments and expected results of operations

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operation of the Funds and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Funds.

Rounding of amounts to the nearest thousand dollars

The Funds are entities of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with that instrument, amounts in the condensed interim financial report and directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

This report is made in accordance with a resolution of the directors.



David Nathanson
Director

Sydney
7 March 2018



Alex Vynokur
Director



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of BetaShares Capital Limited, the Responsible Entity for the Schemes:

BetaShares FTSE RAFI U.S. 1000 ETF
BetaShares Global Agriculture Companies ETF – Currency Hedged
BetaShares Global Banks ETF - Currency Hedged
BetaShares Global Cybersecurity ETF
BetaShares Global Energy Companies ETF – Currency Hedged
BetaShares Global Gold Miners ETF - Currency Hedged
BetaShares Global Healthcare ETF - Currency Hedged

BetaShares Global Sustainability Leaders ETF
BetaShares Managed Risk Global Share Fund (managed fund)
BetaShares NASDAQ 100 ETF
BetaShares S&P 500 Yield Maximiser Fund (managed fund)
BetaShares WisdomTree Europe ETF – Currency Hedged
BetaShares WisdomTree Japan ETF - Currency Hedged

I declare that, to the best of my knowledge and belief, in relation to the review of the Schemes for the half-year ended 31 December 2017 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Tim Aman
Partner
Sydney
7 March 2018

Condensed interim statements of comprehensive income		FTSE RAFI U.S. 1000 ETF ¹		Global Agriculture Companies ETF ¹		Global Banks ETF ¹		Global Cybersecurity ETF ¹	
		31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000
	Notes								
Investment income									
Dividend/distribution income		342	202	89	16	592	34	132	8
Interest income		-	-	-	-	-	-	-	-
Net gains/(losses) on financial instruments held at		2,527	2,242	1,408	233	5,338	1,368	3,222	374
Net foreign exchange gains/(losses)		3	4	-	1	10	14	-	(1)
Other operating income		3	2	6	3	34	27	19	6
Total net investment income/(loss)		2,875	2,450	1,503	253	5,974	1,443	3,373	387
Expenses									
Management fees		49	27	30	5	135	11	121	9
Expense recoveries		17	9	6	1	29	2	21	1
Transaction costs		2	2	3	2	16	9	13	2
Other expenses		5	-	7	-	14	1	7	1
Total operating expenses		73	38	46	8	194	23	162	13
Operating profit/(loss)		2,802	2,412	1,457	245	5,780	1,420	3,211	374
Finance costs attributable to unitholders									
Distributions to unitholders	4	(263)	(159)	(27)	-	(460)	-	-	-
Change in net assets attributable to unitholders (total comprehensive income)	3	2,539	2,253	1,430	245	5,320	1,420	3,211	374

The above condensed interim statements of comprehensive income should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

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Condensed interim statements of comprehensive income
For the half-year ended 31 December 2017
(continued)

Condensed interim statements of comprehensive income	Global Energy Companies ETF ¹		Global Gold Miners ETF ¹		Global Healthcare ETF ¹		Global Sustainability Leaders ETF ¹		Managed Risk Global Share Fund ¹	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	\$'000	\$'000	\$ ²	\$ ²	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Investment income										
Dividend/distribution income	125	55	17,577	7,697	148	29	571	-	516	234
Interest income	-	-	224	186	-	-	1	-	7	-
Net gains/(losses) on financial instruments held at fair value through profit or loss	985	382	(98)	(1,004,382)	653	(189)	8,007	-	2,729	963
Net foreign exchange gains/(losses)	2	(1)	(25)	660	6	5	(4)	-	(66)	25
Other operating income	9	2	-	5,999	4	11	23	-	2	6
Total net investment income/(loss)	1,121	438	17,678	(989,840)	811	(144)	8,598	-	3,188	1,228
Expenses										
Management fees	17	8	12,505	5,954	49	10	230	-	75	25
Expense recoveries	4	2	2,661	1,267	11	2	47	-	27	5
Transaction costs	3	1	682	5,013	2	3	10	-	1	3
Other expenses	6	-	4,442	-	8	-	10	-	8	6
Total operating expenses	30	11	20,290	12,234	70	15	297	-	111	39
Operating profit/(loss)	1,091	427	(2,612)	(1,002,074)	741	(159)	8,301	-	3,077	1,189
Finance costs attributable to unitholders										
Distributions to unitholders	(85)	(39)	-	-	(72)	-	(228)	-	(417)	(197)
Change in net assets attributable to unitholders (total comprehensive income)	1,006	388	(2,612)	(1,002,074)	669	(159)	8,073	-	2,660	992

The above condensed interim statements of comprehensive income should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

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Condensed interim statements of comprehensive income
For the half-year ended 31 December 2017
(continued)

Condensed interim statements of comprehensive income	NASDAQ 100 ETF ¹		S&P 500 Yield Maximiser Fund ¹		WisdomTree Europe ETF ¹		WisdomTree Japan ETF ¹	
	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000
Investment income								
Dividend/distribution income	910	351	739	725	140	44	551	116
Interest income	3	-	2	-	-	-	-	-
Net gains/(losses) on financial instruments held at fair value through profit or loss	19,720	8,043	4,363	5,616	1,003	948	6,909	922
Net foreign exchange gains/(losses)	(2)	6	(23)	-	8	(3)	1	(6)
Other operating income	18	2	-	2	4	-	9	3
Total net investment income/(loss)	20,649	8,402	5,081	6,343	1,155	989	7,470	1,035
Expenses								
Management fees	372	125	243	207	-	-	8	1
Expense recoveries	98	27	90	77	-	-	18	2
Transaction costs	10	2	7	7	2	-	2	-
Other expenses	15	20	8	22	6	2	5	-
Total operating expenses	495	174	348	313	8	2	33	3
Operating profit/(loss)	20,154	8,228	4,733	6,030	1,147	987	7,437	1,032
Finance costs attributable to unitholders								
Distributions to unitholders	(393)	(176)	(1,695)	(2,136)	(136)	(42)	(528)	(115)
Change in net assets attributable to unitholders (total comprehensive income)	19,761	8,052	3,038	3,894	1,011	945	6,909	917

The above condensed interim statements of comprehensive income should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

Condensed interim statements of financial position		FTSE RAFI U.S. 1000 ETF ¹		Global Agriculture Companies ETF ¹		Global Banks ETF ¹		Global Cybersecurity ETF ¹	
		31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000
Assets									
	Cash and cash equivalents	45	14	79	55	163	142	84	85
	Financial assets held at fair value through profit or loss	38,940	30,503	17,554	8,832	74,377	39,712	54,921	25,653
5	Due from brokers - receivable for securities sold	251	-	-	-	391	-	-	-
	Receivables	45	33	34	12	76	107	45	14
	Total assets	39,281	30,550	17,667	8,899	75,007	39,961	55,050	25,752
Liabilities									
	Financial liabilities held at fair value through profit or loss	-	-	-	-	-	-	-	-
5	Distributions payable	263	483	27	88	460	621	-	660
4	Due to brokers - payable for securities purchased	-	-	419	-	1,680	-	-	-
	Other payables	15	12	8	4	35	19	32	14
	Total liabilities (excluding net assets attributable to unitholders)	278	495	454	92	2,175	640	32	674
	Net assets attributable to unitholders - liability	39,003	30,055	17,213	8,807	72,832	39,321	55,018	25,078

The above condensed interim statements of financial position should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

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Condensed interim statements of financial position
As at 31 December 2017
(continued)

Condensed interim statements of financial position		Global Energy Companies ETF ¹		Global Gold Miners ETF ¹		Global Healthcare ETF ¹		Global Sustainability Leaders ETF ¹		Managed Risk Global Share Fund ¹	
		31 December 2017	30 June 2017	31 December 2017	30 June 2017	31 December 2017	30 June 2017	31 December 2017	30 June 2017	31 December 2017	30 June 2017
Notes		\$'000	\$'000	\$ ²	\$ ²	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets											
		37	26	12,657	28,526	74	77	258	295	2,865	2,465
	5	12,206	5,359	5,290,689	5,300,888	24,797	17,975	124,793	60,250	39,250	36,778
		62	-	-	-	-	-	-	-	-	-
		23	8	2,235	1,523	41	29	141	65	11	4
		12,328	5,393	5,305,581	5,330,937	24,912	18,081	125,192	60,610	42,126	39,247
Liabilities											
	5	-	-	-	-	-	-	-	-	-	31
	4	85	182	-	23,227	72	-	228	747	417	-
		275	-	-	-	630	-	-	-	-	-
		5	3	2,569	2,826	12	9	62	30	17	15
		365	185	2,569	26,053	714	9	290	777	434	46
	3	11,963	5,208	5,303,012	5,304,884	24,198	18,072	124,902	59,833	41,692	39,201

The above condensed interim statements of financial position should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

Condensed interim statements of financial position		NASDAQ 100 ETF ¹		S&P 500 Yield Maximiser Fund ¹		WisdomTree Europe ETF ¹		WisdomTree Japan ETF ¹	
		31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000
Assets									
	Cash and cash equivalents	58	337	600	695	344	999	880	815
	Financial assets held at fair value through profit or loss	245,042	144,079	89,959	87,606	54,218	42,598	78,993	38,610
Notes	Due from brokers - receivable for securities sold	393	-	-	1,172	-	-	383	-
	Receivables	96	55	122	116	-	-	3	1
	Total assets	245,589	144,471	90,681	89,589	54,562	43,597	80,259	39,426
Liabilities									
	Financial liabilities held at fair value through profit or loss	-	-	87	108	-	-	-	-
	Distributions payable	393	401	834	1,043	136	532	528	660
	Due to brokers - payable for securities purchased	-	-	-	-	1,461	-	2,423	-
	Other payables	103	60	73	65	-	-	6	3
	Total liabilities (excluding net assets attributable to unitholders)	496	461	994	1,216	1,597	532	2,957	663
	Net assets attributable to unitholders - liability	245,093	144,010	89,687	88,373	52,965	43,065	77,302	38,763

The above condensed interim statements of financial position should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

Condensed interim statements of changes in equity

The Funds' net assets attributable to unitholders are classified as a liability under AASB 132 *Financial Instruments: Presentation*. As such the Funds have no equity and no items of changes in equity have been presented for the current or comparative period.

Condensed interim statements of cash flows	FTSE RAFI U.S. 1000 ETF ¹		Global Agriculture Companies ETF ¹		Global Banks ETF ¹		Global Cybersecurity ETF ¹	
	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000
	Cash flows from operating activities							
Proceeds from sales/maturity of financial instruments held at fair value through profit or loss	1,532	662	1,045	615	4,610	1,361	13,188	831
Payment for purchases/maturity of financial instruments held at fair value through profit or loss	(7,690)	(6,616)	(7,939)	(3,570)	(32,636)	(19,065)	(39,234)	(6,982)
Distributions/dividends received	334	193	70	10	633	20	111	6
Interest income received	-	-	-	-	-	-	-	-
Other operating income received	3	2	6	3	34	27	19	6
Management fees paid	(47)	(12)	(26)	(3)	(122)	(3)	(106)	(5)
Expense recoveries paid	(17)	(6)	(6)	(1)	(26)	(1)	(18)	(1)
Transaction costs paid	(2)	(2)	(3)	(2)	(16)	(9)	(13)	(2)
Other expenses paid	(8)	-	(10)	-	(24)	(2)	(17)	(1)
Net cash inflow/(outflow) from operating activities	(5,895)	(5,779)	(6,863)	(2,948)	(27,547)	(17,672)	(26,070)	(6,148)
Cash flows from financing activities								
Proceeds from applications by unitholders	6,380	6,093	6,963	2,966	28,169	17,767	26,704	7,150
Distributions paid	(454)	(328)	(75)	-	(599)	-	(635)	-
Net cash inflow/(outflow) from financing activities	5,926	5,765	6,888	2,966	27,570	17,767	26,069	7,150
Net increase/(decrease) in cash and cash equivalents	31	(14)	25	18	23	95	(1)	1,002
Cash and cash equivalents at the beginning of the half-year	14	31	55	-	142	-	85	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	-	-	(1)	-	(2)	1	-	(9)
Cash and cash equivalents at the end of the half-year	45	17	79	18	163	96	84	993
Non-cash financing activities								
Units issued upon reinvestment of distributions	29	11	13	-	22	-	25	-

The above condensed interim statements of cash flows should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

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Condensed interim statements of cash flows
For the half-year ended ended 31 December 2017
(continued)

Condensed interim statements of cash flows	Global Energy Companies ETF ¹		Global Gold Miners ETF ¹		Global Healthcare ETF ¹		Global Sustainability Leaders ETF ¹		Managed Risk Global Share Fund ¹	
	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$ ²	31 December 2016 \$ ²	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000
Cash flows from operating activities										
Proceeds from sales/maturity of financial instruments held at fair value through profit or loss	863	449	471,590	552,938	1,682	576	729	-	2,265	35
Payment for purchases/maturity of financial instruments held at fair value through profit or loss	(6,511)	(1,718)	(462,241)	(4,527,648)	(7,214)	(11,963)	(57,268)	-	(2,120)	(13,134)
Distributions/dividends received	112	48	17,456	7,542	139	20	514	-	516	234
Interest income received	-	-	224	186	-	-	1	-	6	-
Other operating income received	9	2	-	5,999	4	11	23	-	2	6
Management fees paid	(15)	(4)	(12,753)	(5,315)	(47)	(6)	(203)	-	(75)	(21)
Expense recoveries paid	(4)	(1)	(2,714)	(1,006)	(10)	(1)	(42)	-	(25)	(4)
Transaction costs paid	(3)	(1)	(682)	(5,013)	(2)	(3)	(10)	-	(1)	(3)
Other expenses paid	(8)	(1)	(4,989)	-	(11)	-	(29)	-	(14)	(9)
Net cash inflow/(outflow) from operating activities	(5,557)	(1,226)	5,891	(3,972,317)	(5,459)	(11,366)	(56,285)	-	554	(12,896)
Cash flows from financing activities										
Proceeds from applications by unitholders	5,747	1,206	-	3,999,189	5,457	11,423	56,969	-	2,189	13,988
Payments for redemptions by unitholders	-	-	-	-	-	-	-	-	(2,358)	-
Distributions paid	(180)	-	(22,487)	-	-	-	(720)	-	-	(21)
Net cash inflow/(outflow) from financing activities	5,567	1,206	(22,487)	3,999,189	5,457	11,423	56,249	-	(169)	13,967
Net increase/(decrease) in cash and cash equivalents	10	(20)	(16,596)	26,872	(2)	57	(36)	-	385	1,071
Cash and cash equivalents at the beginning of the half-year	26	28	28,526	-	77	-	295	-	2,465	519
Effects of foreign currency exchange rate changes on cash and cash equivalents	1	-	727	355	(1)	-	(1)	-	15	14
Cash and cash equivalents at the end of the half-year	37	8	12,657	27,227	74	57	258	-	2,865	1,604
Non-cash financing activities										
Units issued upon reinvestment of distributions	2	-	740	-	-	-	27	-	-	-

The above condensed interim statements of cash flows should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

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Condensed interim statements of cash flows
For the half-year ended ended 31 December 2017
(continued)

Condensed interim statements of cash flows	NASDAQ 100 ETF ¹		S&P 500 Yield Maximiser Fund ¹		WisdomTree Europe ETF ¹		WisdomTree Japan ETF ¹	
	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 \$'000	31 December 2016 \$'000
	Cash flows from operating activities							
Proceeds from sales/maturity of financial instruments held at fair value through profit or loss	3,376	3,827	5,497	-	3,031	398	2,938	277
Payment for purchases/maturity of financial instruments held at fair value through profit or loss	(85,017)	(10,150)	(2,355)	(7,948)	(12,179)	(2,465)	(34,371)	(12,093)
Distributions/dividends received	899	346	747	784	140	44	551	116
Interest income received	3	-	2	-	-	-	-	-
Other operating income received	18	2	-	2	4	-	9	3
Management fees paid	(338)	(119)	(243)	(227)	-	-	(7)	(1)
Expense recoveries paid	(89)	(26)	(90)	(86)	-	-	(16)	(2)
Transaction costs paid	(10)	(2)	(7)	(7)	(2)	-	(2)	-
Other expenses paid	(45)	(22)	(14)	(25)	(6)	(2)	(7)	-
Net cash inflow/(outflow) from operating activities	(81,203)	(6,144)	3,537	(7,507)	(9,012)	(2,025)	(30,905)	(11,700)
Cash flows from financing activities								
Proceeds from applications by unitholders	81,293	8,689	3,638	8,375	8,863	1,987	31,604	11,815
Payments for redemptions by unitholders	-	(2,266)	(5,487)	-	-	-	-	-
Distributions paid	(372)	(245)	(1,779)	(1,830)	(506)	(36)	(634)	(4)
Net cash inflow/(outflow) from financing activities	80,921	6,178	(3,628)	6,545	8,357	1,951	30,970	11,811
Net increase/(decrease) in cash and cash equivalents	(282)	34	(91)	(962)	(655)	(74)	65	111
Cash and cash equivalents at the beginning of the half-year	337	27	695	1,586	999	146	815	45
Effects of foreign currency exchange rate changes on cash and cash equivalents	3	-	(4)	16	-	1	-	-
Cash and cash equivalents at the end of the half-year	58	61	600	640	344	73	880	156
Non-cash financing activities								
Units issued upon reinvestment of distributions	29	15	125	121	26	-	26	-

The above condensed interim statements of cash flows should be read in conjunction with the accompanying notes.

¹ Refer to Note 1 for the financial reporting period.

Contents of the notes to the condensed interim financial statements

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1 General information

These condensed interim financial statements cover the following managed investment funds ("the Funds"). The Funds are registered managed investment schemes under the *Corporations Act 2001*. The Responsible Entity cannot issue or redeem any units from the 80th anniversary of the day before the day the Funds commenced if that issue or redemption would cause a contravention of the rule against perpetuities or any other rule of law or equity. The Funds may be terminated in accordance with the provisions of their Constitutions. The Funds are domiciled in Australia.

Abbreviated Fund name	Registered date	Commenced date	Financial reporting period
FTSE RAFI U.S. 1000 ETF	16 June 2014	17 December 2014	1 July 2017 to 31 December 2017
Global Agriculture Companies ETF	12 November 2015	2 August 2016	1 July 2017 to 31 December 2017
Global Banks ETF	16 November 2015	28 July 2016	1 July 2017 to 31 December 2017
Global Cybersecurity ETF	18 June 2014	30 August 2016	1 July 2017 to 31 December 2017
Global Energy Companies ETF	16 November 2015	16 June 2016	1 July 2017 to 31 December 2017
Global Gold Miners ETF	16 November 2015	27 July 2016	1 July 2017 to 31 December 2017
Global Healthcare ETF	11 November 2015	4 August 2016	1 July 2017 to 31 December 2017
Global Sustainability Leaders ETF	26 July 2016	5 January 2017	1 July 2017 to 31 December 2017 (comparatives: 26 July 2016 to 31 December 2016)
Managed Risk Global Share Fund	11 September 2015	16 December 2015	1 July 2017 to 31 December 2017
NASDAQ 100 ETF	16 June 2014	26 May 2015	1 July 2017 to 31 December 2017
S&P 500 Yield Maximiser Fund	16 June 2014	17 December 2014	1 July 2017 to 31 December 2017
WisdomTree Europe ETF	11 November 2015	10 May 2016	1 July 2017 to 31 December 2017
WisdomTree Japan ETF	11 November 2015	10 May 2016	1 July 2017 to 31 December 2017

The Responsible Entity of the Funds is BetaShares Capital Ltd (the "Responsible Entity"). The Responsible Entity's registered office is Level 11, 50 Margaret Street, Sydney, NSW 2000.

The condensed interim financial statements were authorised for issue by the directors of the Responsible Entity on 7 March 2018. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

The condensed interim financial statements are presented in Australian dollars, which are the Funds' functional currency.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been consistently applied to all periods presented.

(a) Basis of preparation

These general purpose condensed interim financial statements have been prepared in accordance with accounting standard AASB 134 *Interim Financial Reporting*, other authoritative pronouncements of the Australian Accounting Standards Board ("AASB") and the *Corporations Act 2001* in Australia.

These condensed interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2017 and any continuous disclosure requirements of the *Corporations Act 2001*.

The Funds operated solely in one segment which is the business of investment management within Australia.

The condensed interim financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The condensed interim statements of financial position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and liabilities at fair value through profit or loss and net assets attributable to unitholders.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

Use of estimates and judgement

The Funds make estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and regularly reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

(b) Changes in accounting policy and transition

There were no changes in the accounting policies of the Funds during the financial half-year.

(c) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for the 31 December 2017 reporting periods and have not been early adopted by the Funds. The directors' assessment of the impact of these new standards (to the extent relevant to the Funds) and interpretations is set out below:

(i) AASB 9 *Financial instruments* (and applicable amendments), (effective for the years beginning on or after 1 January 2018)

AASB9 *Financial instruments* and applicable amendments (effective for the years beginning on or after 1 January 2018) was available for early adoption but has not been applied in these condensed interim financial statements. AASB 9 replaces existing guidance on classification and measurements of financial assets and introduces additions relating to the classification and measurement of financial liabilities as part of the project to replace AASB 139 *Financial instruments*. It has also introduced new hedge accounting requirements and revised certain requirements of financial assets. AASB 9 becomes mandatory for the Fund's 30 June 2019 financial statements. Retrospective application of the Responsible entity does not expect the standard to have a significant impact on the recognition and measurement of the Fund's financial instruments as they are held at fair value through profit and loss. The de-recognition rules have not been changed from previous requirements and the Fund does not apply hedge accounting.

(ii) AASB 15 *Revenue from Contracts with Customers*, (effective for the years beginning on or after 1 January 2018)

The AASB has issued a new standard for the recognition of revenue. This will replace AASB 118 *Revenue* which covers contracts for goods and services and AASB 111 which covers construction contracts. The new standard is based on the principle that revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards.

The Funds' main sources of income are interest, dividends and gains on financial instruments held at fair value. All of these are outside the scope of the new revenue standard. As consequence, the directors do not expect the adoption of the new revenue recognition rules to have a significant impact on the Funds' accounting policies or the amounts recognised in the condensed interim financial statements.

There are no other standards that are not yet effective and that are expected to have a material impact on the Funds in the current or future reporting periods and on foreseeable future transactions.

3 Net assets attributable to unitholders

As stipulated within the Constitution of each Fund, each unit represents a right to an individual share in the relevant Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit of a Fund has the same rights attaching to it as all other units of the Fund (subject to applicable ASIC relief).

Movements in the number of units and net assets attributable to unitholders during the half-year were as follows:

	FTSE RAFI U.S. 1000 ETF				Global Agriculture Companies ETF			
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders								
Opening balance	1,001	600	30,055	16,481	1,600	-	8,807	-
Applications	200	200	6,380	6,093	1,200	600	6,963	2,966
Redemptions	-	-	-	-	-	-	-	-
Units issued upon reinvestment of distributions	1	-	29	11	2	-	13	-
Change in net assets attributable to unitholders	-	-	2,539	2,253	-	-	1,430	245
Closing balance	1,202	800	39,003	24,838	2,802	600	17,213	3,211

	Global Banks ETF				Global Cybersecurity ETF			
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders								
Opening balance	5,800	-	39,321	-	4,600	-	25,078	-
Applications	4,000	3,000	28,169	17,767	5,000	1,400	26,704	7,150
Redemptions	-	-	-	-	-	-	-	-
Units issued upon reinvestment of distributions	3	-	22	-	4	-	25	-
Change in net assets attributable to unitholders	-	-	5,320	1,420	-	-	3,211	374
Closing balance	9,803	3,000	72,832	19,187	9,604	1,400	55,018	7,524

3 Net assets attributable to unitholders (continued)

	Global Energy Companies ETF				Global Gold Miners ETF			
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	Units '000	Units '000	\$'000	\$'000	Units ²	Units ²	\$ ²	\$ ²
Net assets attributable to unitholders								
Opening balance	1,000	600	5,208	3,220	1,400,000	-	5,304,884	-
Applications	1,000	200	5,747	1,206	-	800,000	-	3,999,189
Redemptions	-	-	-	-	-	-	-	-
Units issued upon reinvestment of distributions	1	-	2	-	195	-	740	-
Change in net assets attributable to unitholders	-	-	1,006	388	-	-	(2,612)	(1,002,074)
Closing balance	2,001	800	11,963	4,814	1,400,195	800,000	5,303,012	2,997,115

	Global Healthcare ETF				Global Sustainability Leaders ETF			
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders								
Opening balance	3,400	-	18,072	-	9,400	-	59,833	-
Applications	1,000	2,400	5,457	11,423	8,600	-	56,969	-
Redemptions	-	-	-	-	-	-	-	-
Units issued upon reinvestment of distributions	-	-	-	-	4	-	27	-
Change in net assets attributable to unitholders	-	-	669	(159)	-	-	8,073	-
Closing balance	4,400	2,400	24,198	11,264	18,004	-	124,902	-

	Managed Risk Global Share Fund				NASDAQ 100 ETF			
	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders								
Opening balance	3,600	600	39,201	5,899	11,303	5,500	144,010	56,487
Applications	200	1,400	2,189	13,988	6,000	800	81,293	8,689
Redemptions	(200)	-	(2,358)	-	-	(200)	-	(2,266)
Units issued upon reinvestment of distributions	-	-	-	-	2	1	29	15
Change in net assets attributable to unitholders	-	-	2,660	992	-	-	19,761	8,052
Closing balance	3,600	2,000	41,692	20,879	17,305	6,101	245,093	70,977

² Rounded to the nearest whole dollar/unit as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

3 Net assets attributable to unitholders (continued)

	S&P 500 Yield Maximiser Fund				WisdomTree Europe ETF			
	31 December 2017 Units '000	31 December 2016 Units '000	31 December 2017 \$'000	31 December 2016 \$'000	31 December 2017 Units '000	31 December 2016 Units '000	31 December 2017 \$'000	31 December 2016 \$'000
Net assets attributable to unitholders								
Opening balance	5,032	4,117	88,373	69,460	3,500	500	43,065	4,918
Applications	200	500	3,638	8,375	700	200	8,863	1,987
Redemptions	(300)	-	(5,487)	-	-	-	-	-
Units issued upon reinvestment of distributions	7	7	125	121	2	-	26	-
Change in net assets attributable to unitholders	-	-	3,038	3,894	-	-	1,011	945
Closing balance	4,939	4,624	89,687	81,850	4,202	700	52,965	7,850

	WisdomTree Japan ETF			
	31 December 2017 Units '000	31 December 2016 Units '000	31 December 2017 \$'000	31 December 2016 \$'000
Net assets attributable to unitholders				
Opening balance	3,100	300	38,763	2,778
Applications	2,300	1,000	31,604	11,815
Redemptions	-	-	-	-
Units issued upon reinvestment of distributions	2	-	26	-
Change in net assets attributable to unitholders	-	-	6,909	917
Closing balance	5,402	1,300	77,302	15,510

Capital risk management

The Funds consider their net assets attributable to unitholders as capital, notwithstanding net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of eligible unitholders.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Funds' Constitutions, the Responsible Entity has the discretion to reject an application for units and to extend the period allowed for satisfaction of redemption of units or reject or spread redemptions in specified circumstances.

4 Distributions to unitholders

The distributions for the half-year were as follows:

	FTSE RAFI U.S. 1000 ETF				Global Agriculture Companies ETF			
	31 December 2017 \$'000	31 December 2017 CPU	31 December 2016 \$'000	31 December 2016 CPU	31 December 2017 \$'000	31 December 2017 CPU	31 December 2016 \$'000	31 December 2016 CPU
Distributions payable - December	263	21.90	159	19.84	27	0.97	-	-
Total distributions	263		159		27		-	-

	Global Banks ETF				Global Cybersecurity ETF			
	31 December 2017 \$'000	31 December 2017 CPU	31 December 2016 \$'000	31 December 2016 CPU	31 December 2017 \$'000	31 December 2017 CPU	31 December 2016 \$'000	31 December 2016 CPU
Distributions payable - December	460	4.70	-	-	-	-	-	-
Total distributions	460		-	-	-		-	-

	Global Energy Companies ETF				Global Gold Miners ETF			
	31 December 2017 \$'000	31 December 2017 CPU	31 December 2016 \$'000	31 December 2016 CPU	31 December 2017 \$ ²	31 December 2017 CPU	31 December 2016 \$ ²	31 December 2016 CPU
Distributions payable - December	85	4.26	39	4.85	-	-	-	-
Total distributions	85		39		-		-	-

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

4 Distributions to unitholders (continued)

	Global Healthcare ETF				Global Sustainability Leaders ETF			
	31 December 2017	31 December 2017	31 December 2016	31 December 2016	31 December 2017	31 December 2017	31 December 2016	31 December 2016
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions payable - December	72	1.65	-	-	228	1.27	-	-
Total distributions	72				228			
	Managed Risk Global Share Fund				NASDAQ 100 ETF			
	31 December 2017	31 December 2017	31 December 2016	31 December 2016	31 December 2017	31 December 2017	31 December 2016	31 December 2016
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions payable - December	417	11.57	197	9.85	393	2.27	176	2.89
Total distributions	417		197		393		176	
	S&P 500 Yield Maximiser Fund				WisdomTree Europe ETF			
	31 December 2017	31 December 2017	31 December 2016	31 December 2016	31 December 2017	31 December 2017	31 December 2016	31 December 2016
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid - September	861	17.11	1,017	22.50	-	-	-	-
Distributions payable - December	834	16.88	1,119	24.20	136	3.24	42	5.98
Total distributions	1,695		2,136		136		42	
	WisdomTree Japan ETF							
	31 December 2017	31 December 2017	31 December 2016	31 December 2016				
	\$'000	CPU	\$'000	CPU				
Distributions payable - December	528	9.76	115	8.84				
Total distributions	528		115					

5 Financial instruments held at fair value through profit or loss

	FTSE RAFI U.S. 1000 ETF		Global Agriculture Companies ETF		Global Banks ETF		Global Cybersecurity ETF	
	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000
	Financial assets							
Designated at fair value through profit or loss								
Listed securities	38,940	30,503	17,115	8,620	72,591	38,841	54,921	25,653
Held for trading								
Foreign currency contracts	-	-	439	212	1,786	871	-	-
Total financial assets held at fair value through profit or loss	38,940	30,503	17,554	8,832	74,377	39,712	54,921	25,653

	Global Energy Companies ETF		Global Gold Miners ETF		Global Healthcare ETF		Global Sustainability Leaders ETF	
	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$ ²	30 June 2017 \$ ²	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000
	Financial assets							
Designated at fair value through profit or loss								
Listed securities	11,921	5,239	5,282,844	5,279,678	24,102	17,482	124,793	60,250
Held for trading								
Foreign currency contracts	285	120	7,845	21,210	695	493	-	-
Total financial assets held at fair value through profit or loss	12,206	5,359	5,290,689	5,300,888	24,797	17,975	124,793	60,250

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

5 Financial instruments held at fair value through profit or loss (continued)

	Managed Risk Global Share Fund		NASDAQ 100 ETF		S&P 500 Yield Maximiser Fund		WisdomTree Europe ETF	
	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000	31 December 2017 \$'000	30 June 2017 \$'000
Financial assets								
Designated at fair value through profit or loss								
Listed securities	39,250	36,675	245,042	144,079	89,959	87,606	52,636	41,381
Held for trading								
Index futures	-	47	-	-	-	-	-	-
Currency futures	-	56	-	-	-	-	-	-
Foreign currency contracts	-	-	-	-	-	-	1,582	1,217
Total financial assets held at fair value through profit or loss	39,250	36,778	245,042	144,079	89,959	87,606	54,218	42,598
Financial liabilities								
Held for trading								
Currency futures	-	31	-	-	-	-	-	-
Index options	-	-	-	-	87	108	-	-
Total financial liabilities held at fair value through profit or loss	-	31	-	-	87	108	-	-
	WisdomTree Japan ETF							
	31 December 2017 \$'000	30 June 2017 \$'000						
Financial assets								
Designated at fair value through profit or loss								
Listed securities	76,810	37,600						
Held for trading								
Foreign currency contracts	2,183	1,010						
Total financial assets held at fair value through profit or loss	78,993	38,610						

6 Fair value measurements

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

Fair value estimation

The carrying amounts of the Funds' assets and liabilities at the end of each reporting period approximate their fair values.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in statements of comprehensive income.

(i) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with the accounting policies set out in Note 2. For the majority of their investments, the Funds rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets held by the Funds is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price. When the Funds hold derivatives with offsetting market risks, they use mid-market prices as a basis for establishing fair values for the offsetting risk positions and apply this bid or asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Index futures and index options are measured by the quoted market prices, or binding dealer price quotations on the exchange where they are listed or held.

(ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Funds for similar financial instruments.

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) *Recognised fair value measurements*

The tables below set out the Funds' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy:

	FTSE RAFI U.S. 1000 ETF				FTSE RAFI U.S. 1000 ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	38,940	-	-	38,940	30,503	-	-	30,503
Total	38,940	-	-	38,940	30,503	-	-	30,503
	Global Agriculture Companies ETF				Global Agriculture Companies ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	17,115	-	-	17,115	8,620	-	-	8,620
Financial assets held for trading								
Foreign currency contracts	-	439	-	439	-	212	-	212
Total	17,115	439	-	17,554	8,620	212	-	8,832
	Global Banks ETF				Global Banks ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	72,591	-	-	72,591	38,841	-	-	38,841
Financial assets held for trading								
Foreign currency contracts	-	1,786	-	1,786	-	871	-	871
Total	72,591	1,786	-	74,377	38,841	871	-	39,712

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) *Recognised fair value measurements (continued)*

	Global Cybersecurity ETF				Global Cybersecurity ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	54,921	-	-	54,921	25,653	-	-	25,653
Total	54,921	-	-	54,921	25,653	-	-	25,653
	Global Energy Companies ETF				Global Energy Companies ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	11,921	-	-	11,921	5,239	-	-	5,239
Financial assets held for trading								
Foreign currency contracts	-	285	-	285	-	120	-	120
Total	11,921	285	-	12,206	5,239	120	-	5,359

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) *Recognised fair value measurements (continued)*

	Global Gold Miners ETF				Global Gold Miners ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$ ²	\$ ²	\$ ²	\$ ²	\$ ²	\$ ²	\$ ²	\$ ²
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	5,282,844	-	-	5,282,844	5,279,678	-	-	5,279,678
Financial assets held for trading								
Foreign currency contracts	-	7,845	-	7,845	-	21,210	-	21,210
Total	5,282,844	7,845	-	5,290,689	5,279,678	21,210	-	5,300,888
	Global Healthcare ETF				Global Healthcare ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	24,102	-	-	24,102	17,482	-	-	17,482
Financial assets held for trading								
Foreign currency contracts	-	695	-	695	-	493	-	493
Total	24,102	695	-	24,797	17,482	493	-	17,975
	Global Sustainability Leaders ETF				Global Sustainability Leaders ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	124,793	-	-	124,793	60,250	-	-	60,250
Total	124,793	-	-	124,793	60,250	-	-	60,250

² Rounded to the nearest whole dollar as the Fund does not meet the criteria set out in ASIC Instrument 2016/191 to round to the nearest thousand dollars.

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) *Recognised fair value measurements (continued)*

	Managed Risk Global Share Fund				Managed Risk Global Share Fund			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	39,250	-	-	39,250	36,675	-	-	36,675
Financial assets held for trading								
Index futures	-	-	-	-	47	-	-	47
Currency futures	-	-	-	-	56	-	-	56
Total	39,250	-	-	39,250	36,778	-	-	36,778
Financial liabilities								
Financial liabilities held for trading								
Currency futures	-	-	-	-	31	-	-	31
Total	-	-	-	-	31	-	-	31
	NASDAQ 100 ETF				NASDAQ 100 ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	245,042	-	-	245,042	144,079	-	-	144,079
Total	245,042	-	-	245,042	144,079	-	-	144,079
	S&P 500 Yield Maximiser Fund				S&P 500 Yield Maximiser Fund			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	89,959	-	-	89,959	87,606	-	-	87,606
Total	89,959	-	-	89,959	87,606	-	-	87,606
Financial liabilities								
Financial liabilities held for trading								
Index options	87	-	-	87	108	-	-	108
Total	87	-	-	87	108	-	-	108

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) *Recognised fair value measurements (continued)*

	WisdomTree Europe ETF				WisdomTree Europe ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	52,636	-	-	52,636	41,381	-	-	41,381
Financial assets held for trading								
Foreign currency contracts	-	1,582	-	1,582	-	1,217	-	1,217
Total	52,636	1,582	-	54,218	41,381	1,217	-	42,598

	WisdomTree Japan ETF				WisdomTree Japan ETF			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December	31 December	31 December	31 December	30 June	30 June	30 June	30 June
	2017	2017	2017	2017	2017	2017	2017	2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets designated at fair value through profit or loss:								
Listed securities	76,810	-	-	76,810	37,600	-	-	37,600
Financial assets held for trading								
Foreign currency contracts	-	2,183	-	2,183	-	1,010	-	1,010
Total	76,810	2,183	-	78,993	37,600	1,010	-	38,610

(iv) *Transfers between levels*

There were no transfers between levels during the half-year ended 31 December 2017 and 30 June 2017.

(v) *Movement in level 3 instruments*

There were no investments classified as Level 3 within the Funds as at 31 December 2017 and 30 June 2017.

6 Fair value measurements (continued)

Fair value estimation (continued)

(vi) Fair value of financial instruments not carried at fair value

The carrying value of trade receivables and trade payables are assumed to approximate their fair values.

Net assets attributable to unit holders' carrying value differs from its fair value (deemed to be redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current or prior period.

7 Related party transactions

There have been no significant changes to the related party transactions disclosed in the previous annual financial report.

All transactions with related parties are conducted on normal terms and conditions. From time to time the Responsible Entity or its director-related entities may invest in or withdraw from the Funds. These investments or withdrawals are on the same terms and conditions as those entered into by other fund investors and are trivial and domestic in nature.

8 Events occurring after the reporting period

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Funds disclosed in the statements of financial position as at 31 December 2017 or on the results and cash flows of the Funds for the period ended on that date.

9 Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 31 December 2017 and 30 June 2017.

Directors' declaration

BetaShares Capital Ltd present the Directors' Declaration in respect of the following funds:

BetaShares FTSE RAFI U.S. 1000 ETF
BetaShares Global Agriculture Companies ETF - Currency Hedged
BetaShares Global Banks ETF - Currency Hedged
BetaShares Global Cybersecurity ETF
BetaShares Global Energy Companies ETF - Currency Hedged
BetaShares Global Gold Miners ETF - Currency Hedged
BetaShares Global Healthcare ETF - Currency Hedged
BetaShares Global Sustainability Leaders ETF
BetaShares Managed Risk Global Share Fund (managed fund)
BetaShares NASDAQ 100 ETF
BetaShares S&P 500 Yield Maximiser Fund (managed fund)
BetaShares WisdomTree Europe ETF - Currency Hedged
BetaShares WisdomTree Japan ETF - Currency Hedged

In the opinion of the directors of BetaShares Capital Ltd, the Responsible Entity of the Funds:

(a) the financial statements and notes set out on pages 6 to 31 are in accordance with the *Corporations Act 2001*, including:

(i) complying with AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*; and

(ii) giving a true and fair view of the Funds' financial positions as at 31 December 2017 and of their performance for the financial half-year ended on that date; and

(b) there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of BetaShares Capital Ltd.



David Nathanson
Director

Sydney
7 March 2018



Alex Vynokur
Director



Independent Auditor's Review Report

To the respective unitholders of the following Schemes (the "Schemes"):

BetaShares FTSE RAFI U.S. 1000 ETF

BetaShares Global Agriculture Companies ETF – Currency Hedged

BetaShares Global Banks ETF – Currency Hedged

BetaShares Global Cybersecurity ETF

BetaShares Global Energy Companies ETF – Currency Hedged

BetaShares Global Gold Miners ETF – Currency Hedged

BetaShares Global Healthcare ETF – Currency Hedged

BetaShares Global Sustainability Leaders ETF

BetaShares Managed Risk Global Share Fund (managed fund)

BetaShares NASDAQ 100 ETF

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

BetaShares WisdomTree Europe ETF – Currency Hedged

BetaShares WisdomTree Japan ETF – Currency Hedged

Conclusion

We have reviewed the accompanying **Condensed Interim Financial Reports** of the Schemes.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Condensed Interim Financial Reports of the Schemes are not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Schemes' financial position as at 31 December 2017 and of their performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Condensed Interim Financial Reports** comprise:

- Condensed interim statements of financial position as at 31 December 2017;
- Condensed interim statements of comprehensive income, Condensed interim statements of changes in equity and Condensed interim statements of cash flows for the half-year ended on that date;
- Notes 1 to 9 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.



Responsibilities of the Directors for the Condensed Interim Financial Reports

The Directors of the Schemes are responsible for:

- the preparation of the Condensed Interim Financial Reports that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- for such internal control as the Directors determine is necessary to enable the preparation of the Condensed Interim Financial Reports that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the Condensed Interim Financial Reports

Our responsibility is to express a conclusion on the Condensed Interim Financial Reports based on our review. We conducted our review in accordance with *Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the Condensed Interim Financial Reports are not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Schemes' financial position as at 31 December 2017 and their performance for the half-year period ended on that date; and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of the Schemes, *ASRE 2410* requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a Condensed Interim Period Financial Reports consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

KPMG

KPMG

Tim Aman

Partner

Sydney

7 March 2018

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