



BetaShares Australian Dividend Harvester (ASX: HVST) October 2019

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Objective: Provide investors with exposure to large capitalisation Australian shares along with regular franked dividend income, paid monthly, that is at least double the income yield of the broad Australian sharemarket on an annual basis. In addition, the Fund aims to reduce the volatility of the equity investment returns and defend against losses in declining markets.

Sector Concentrations	HVST	S&P/ASX 50
Consumer Discretionary	4.7%	4.7%
Materials	12.7%	16.5%
Financials	50.1%	36.4%
Utilities	1.3%	1.9%
Consumer Staples	4.2%	5.6%
Industrials	6.2%	7.1%
Health Care	7.2%	10.9%
Energy	3.8%	5.4%
Information Technology	1.7%	0.6%
Communication Services	2.6%	3.0%
Real Estate	5.6%	8.0%

Top 10 Exposures	
WBC	10.5%
NAB	10.1%
ANZ	9.8%
MQG	9.0%
CBA	5.6%
BHP	4.8%
CSL	4.4%
WOW	2.0%
WES	1.9%
TLS	1.7%

Fund Inception Date (29 Oct 2014)	HVST	S&P/ASX 50*	Difference
12 Month Net Yield*	10.9%	4.2%	↑ 6.7%
12 Month Gross Yield (Est.)*	15.2%	6.7%	↑ 8.5%
12 Month Annual Volatility*	9.8%	12.2%	↓ 20.2%
Total Cash Distributed (per unit since inception)	\$10.131	n/a	n/a
Number of Distributions	59	n/a	n/a

*12 month trailing

Net Asset Value	
NAV per unit (30 Sep)	\$15.50
NAV per unit (31 Oct)	\$15.15

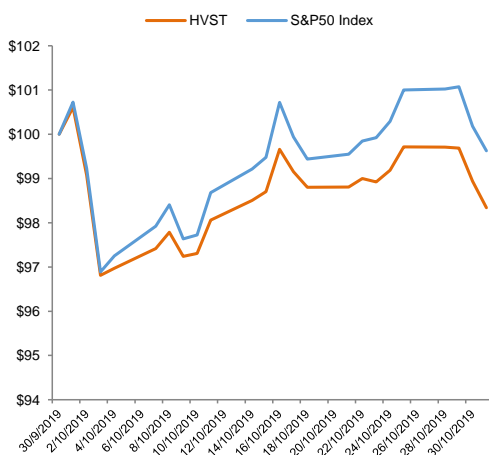
Distributions	
Ex-Distribution Date	01 Oct
Distribution (per unit)	\$0.101
Est. Franking Credits (p.u.)*	\$0.036
Net Yield for Period	0.65%

1 Month Realised Volatility	
HVST	11.7%
S&P/ASX 50	13.3%

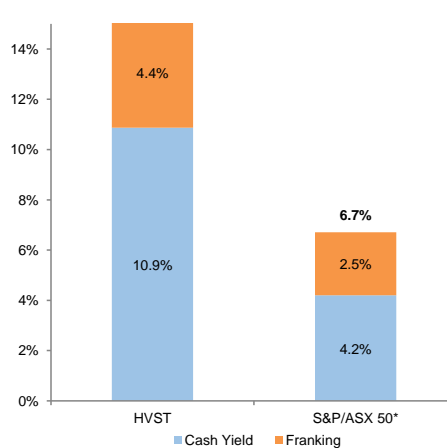
Monthly Total Returns 31-Oct-19	
HVST	-1.66%
S&P/ASX 50	-0.37%

Risk Management Level for the Month	
Minimum	0.0%
Maximum	19.8%

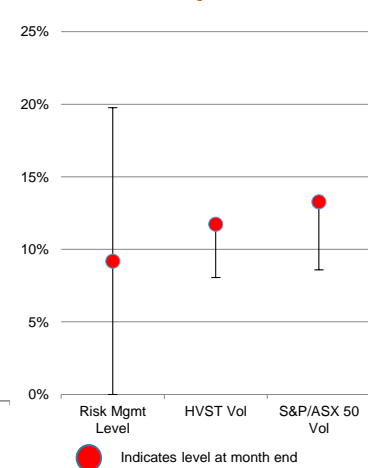
Total Return



Income



Risk and Volatility



Commentary: (as at October 31, 2019)

For the third time this year, the Reserve Bank of Australia (RBA) lowered its official cash rate by 25 basis points to an all-time record low of 0.75%. The move to reduce interest rates further was partly driven by continued concerns over unemployment and also inflation numbers falling short of the RBA's goals. Australian banks fell on fears that net interest margins would continue to get squeezed and the likely influence on bank profitability. The Australian share market (as measured by the S&P/ASX200 Index) fell -0.35% for the month of October, heavily contributed to by the Financial sector returning -2.82%.

For the month of October, HVST returned -1.66%, whilst the S&P/ASX 50 Index returned -0.37%. HVST's stock portfolio (-1.14%) underperformed the S&P/ASX 50 Index by 0.77%, largely due to exposure to the major banks. The worst performers in the stock portfolio were ANZ Banking Group and Westpac Banking Corp, which returned -6.2% and -4.8% respectively. Early in October, HVST rapidly increased its protection level to 19.8% as the market dipped sharply and volatility increased. The market recovered towards month end resulting in the Risk Management Strategy detracting 0.52% from HVST's performance. Realised volatility for the S&P/ASX 50 Index increased to 13.3% whilst HVST's volatility was lower at 11.7% at month end.

A cash distribution of \$0.101 per unit or 0.65% distribution yield was paid in October.

Source: Betashares, Bloomberg

*This is an estimate only for this distribution period. The final amount will be determined as at the end of the financial year and may differ materially from the estimate due to various factors, including changes in the number of units on issue.

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