



BETASHARES AUSTRALIAN ETF REVIEW

MONTH ENDING MAY 2014

info@betashares.com.au
1300 487 577 (in Australia)
+61 2 9290 6888 (outside Australia)



BetaShares
BACK YOUR VIEW.®

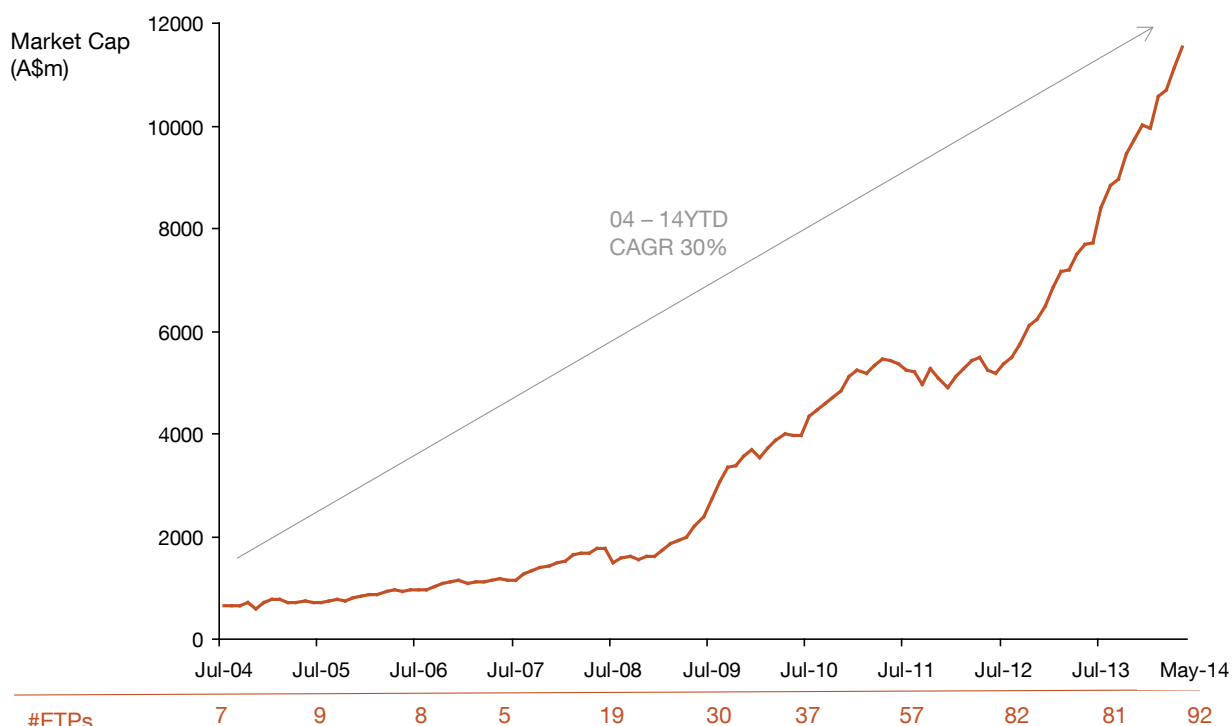
AUSTRALIAN EXCHANGE TRADED FUND INDUSTRY: SUMMARY MAY 2014

ONWARDS AND UPWARDS FOR THE INDUSTRY IN MAY

- The Australian exchange traded fund industry in May has once again reached a fresh record high: \$11.4B
- Total assets under management for the industry grew ~3% this month, an increase of \$354m
- Consistent with previous months, new money flows (structural growth) contributed ~70% of the growth
- The industry also welcomed the first Geared Fund trading under the ASX ticker of “GEAR”
- In terms of inflows by category, there were strong inflows across the broad range of domestic equities exposures, as well as high yield equities and the Cash ETF
- Similarly to last month, net outflows were limited this month and primarily involved selling out of emerging markets equities exposures after strong performance gains

MARKET SIZE AND GROWTH: MAY 2014

Australian ETP Market Cap: July 2004 - May 2014 (A\$m)



CAGR: Compound Annual Growth Rate
Source: ASX, BetaShares

MARKET CAP

- ASX Exchange Traded Funds Market Cap: \$11.4B – **New record high**
- Market cap growth for month: +3.2%, +\$354.3m

NEW MONEY

- New unit growth for month (units outstanding by number): 2.2%
- Net new money (units outstanding by \$ value): +\$248.0

PRODUCTS

- 92 Exchange Traded Products trading on the ASX
- 1 new product launched in May – **BetaShares Geared Australian Equity Fund (GEAR)**

TRADING VALUE

- Trading value decreased 15.6% month on month

PERFORMANCE

- Emerging Markets Equity ETFs the best performers

TOP 10 PRODUCTS: MAY 2014

TOP 10 Products

31-May-14

By Market Cap

Ticker	Product	Issuer	Market Cap (this month)	Rank Movement
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$2,348,580,100	-
IVV AU Equity	iShares S&P 500	iShares	\$1,118,910,000	-
IOO AU Equity	iShares S&P Global 100	iShares	\$646,880,000	-
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$599,035,000	-
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$472,416,000	+1
SLF AU Equity	SPDR S&P/ASX 200 Listed Property Fund	State Street	\$442,176,000	-1
Gold AU Equity	ETFS Physical Gold	ETFS	\$416,831,000	-
VHY AU Equity	Vanguard Australian Shares High Yield ETF	Vanguard	\$398,765,000	+1
SFY AU Equity	SPDR S&P/ASX 50 Fund	State Street	\$393,595,000	-1
IOZ AU Equity	iShares MSCI Australia 200	iShares	\$330,299,000	-

Other products with > \$200m AUM: IEM AU, IEU AU, VTS AU, RDV AU, IHD AU, VEU AU, ILC AU,

By Average Daily Trading Value (20 days)

Ticker	Product	Issuer	ADTV 20 days	Rank Movement
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$9,228,105	-
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$2,947,844	-
IVV AU Equity	iShares S&P 500	iShares	\$2,888,769	+1
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$1,917,559	-1
VHY AU Equity	Vanguard Australian Shares High Yield ETF	Vanguard	\$1,492,199	+6
IOO AU Equity	iShares S&P Global 100	iShares	\$1,271,067	+2
YMAX AU Equity	BetaShares Equity Yield Maximiser Fund	BetaShares	\$1,088,571	+12
IAA AU Equity	iShares S&P Asia 50	iShares	\$1,022,274	+18
USD AU Equity	BetaShares US Dollar ETF	BetaShares	\$991,010	+3
IVE AU Equity	iShares MSCI EAFE	iShares	\$974,261	+8

Top 10 Creations (by \$) - Month

Ticker	Product	Creation Value
VAS AU Equity	Vanguard Australian Shares Index ETF	\$66,970,560
AAA AU Equity	Betashares Australian High Interest Cash ETF	\$35,158,725
YMAX AU Equity	BetaShares Equity Yield Maximiser Fund	\$19,669,680
IVE AU Equity	iShares MSCI EAFE	\$15,511,445
VAP AU Equity	Vanguard Australian Property Securities Index ET	\$14,672,160
VEU AU Equity	Vanguard All-World ex-US Shares Index ETF	\$12,738,435
BEAR AU Equity	BetaShares Australian Equities Bear Hedge Fund	\$12,522,440
IOZ AU Equity	iShares MSCI Australia 200	\$10,665,765
VTS AU Equity	Vanguard US Total Market Shares Index ETF	\$10,534,890
RDV AU Equity	Russell High Dividend Australia Shares ETF	\$10,394,475

Top Redemptions (by \$) - Month

Ticker	Product	Redemption Value
IBK AU Equity	iShares MSCI BRIC	(\$8,408,943)
QRE AU Equity	BetaShares S&P/ASX 200 Resources ETF	(\$575,090)

Top 5 Category Inflows (by \$) - Month

Category	Inflow Value
Aus. Equities - Broad	\$77,636,325
Aus. High Yield	\$38,527,409
Cash	\$35,158,725
International Equities - Developed	\$33,510,000
A-REIT Sector	\$15,766,666

Top Category Outflows (by \$) - Month

Category	Outflow Value
International Equities - Emerging Markets	(\$1,129,629)
Resources Sector	(\$575,090)

Top Performing Products - Month

Ticker	Product Name	Performance (%)
IZZ	iShares FTSE/Xinhua China 25	5.7%
IEM	iShares MSCI Emerging Markets	4.1%
IAA	iShares S&P Asia 50	4.0%
IBK	iShares MSCI BRIC	3.9%
OOO	BetaShares Crude Oil ETF	3.9%