



**BetaShares**

Exchange Traded Funds

# **BETASHARES AUSTRALIAN ETF REVIEW**

**MONTH ENDING NOVEMBER 2019**



**Ilan Israelstam**  
Head of Strategy and Marketing, BetaShares

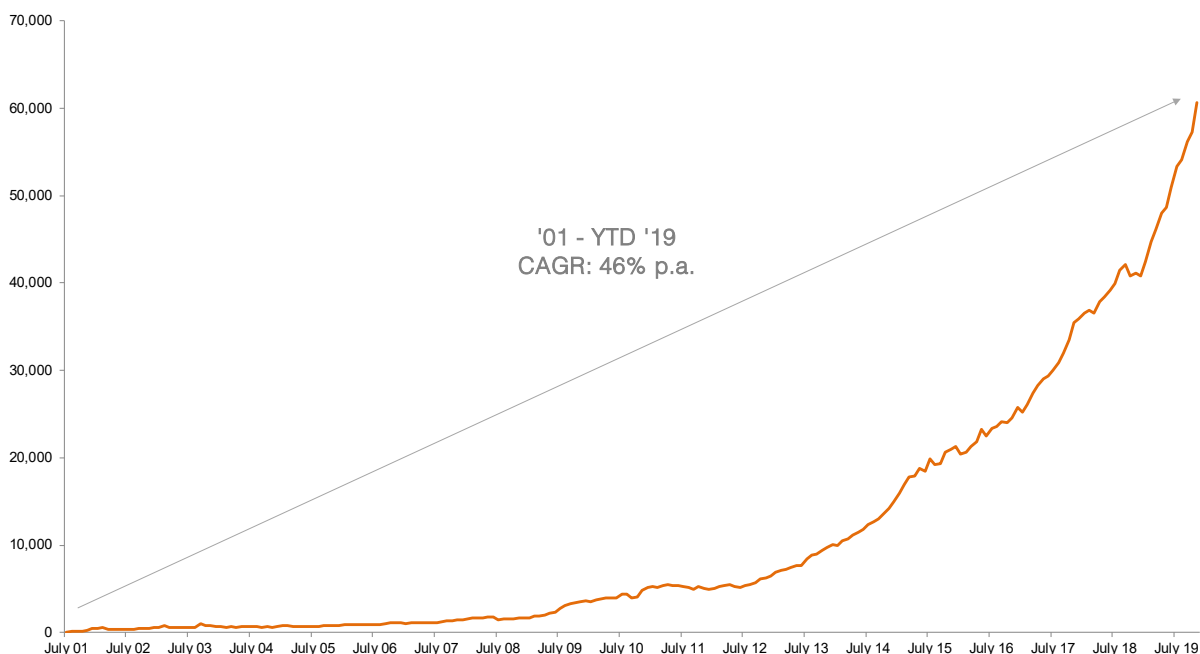
[www.betashares.com.au](http://www.betashares.com.au)

## AUSTRALIAN EXCHANGE TRADED FUND INDUSTRY: SUMMARY NOVEMBER 2019

### INDUSTRY BLASTS THROUGH THE \$60B MILESTONE

- I know, I know, you are all getting tired of me saying this, but facts are facts, it was a truly momentous month of growth in the Australian ETF industry in November!
- The industry **broke through the \$60B milestone**, breaking numerous records along the way, including **all time high assets under management, largest absolute monthly growth on record, largest absolute growth over a 12 month period** and more!
- The Industry finished the month at **\$60.7B** – a new industry record
- Industry growth over the last 12 months was **48%**, with absolute growth of **\$19.6B** over this period, the highest level of growth over a 12 month period to date,
- The monthly growth figure in assets under management (**\$3.5B**) was also a record.
  
- Just under 50% of the month's growth came from net inflows (**\$1.7B**), with strong equities performance contributing the remaining \$1.8B of the industry's growth
- Trading on the ASX remained strong with ~\$5B of value traded in November
- It was also the largest month for product launches, with a total of **8** products launched in November – this included the launch of the first ETF on ASX to specifically allocate to Green Bonds, the [BetaShares Sustainability Leaders Diversified Bond ETF – Currency Hedged \(ASX: GBND\)](#).
- In a notable departure from the rest of the year, the largest two categories for inflows this month were **Australian** and **International Equities**, which took in ~\$1.2B between them. Fixed Income flows, which have been very strong throughout 2019, while positive, took a bit of a breather as investor sentiment appeared to improve on the equities markets which performed strongly
- Monthly net outflows were limited, with outflows out of Australian cash, and US Dollar exposures which have been subject to profit selling over a great deal of the year to date.
- Top performance for the month was via Biotech equities exposures, followed by Global Cybersecurity ([HACK](#)) and Geared Equities products ([GGUS](#), [GEAR](#))

## AUSTRALIAN ETP MARKET CAP: JULY 2001 – NOVEMBER 2019



CAGR: Compound Annual Growth Rate. Source: ASX, BetaShares

## MARKET CAP

- ASX Exchange Traded Funds Market Cap: **\$60.7B – New industry record**
- Market cap increase for month: **6.1%, +\$3.5B – Largest absolute monthly growth on record, fastest % monthly grow in >4 years**
- Market cap growth for last 12 months: **48%, + \$19.6B – Greatest absolute growth over 12 mth period**

## NEW MONEY

- New unit growth for month (units outstanding by number): **+3.3%**
- Net new money for month (units outstanding by \$ value): **+\$1.7B**

## PRODUCTS

- 254 Exchange Traded Products trading on the ASX – **8** new products launched in what was a very big month for product launches – we launched the first ETF on ASX to specifically allocate to Green Bonds, with our [BetaShares Sustainability Leaders Diversified Bond ETF – Currency Hedged \(ASX: GBND\)](#). Notably, 4 of the 8 product launches this month were listed on Chi-X and 5 were Active ETFs. We saw Morningstar also become a new Active ETF issuer this month.
- **2** single bond products matured this month

## TRADING VALUE

- ASX ETF Trading value decreased 5% after last month's significant trading but still remained high relative to previous months at approx. \$5B

## PERFORMANCE

- Top performance for the month was via Biotech equities exposures, followed by Global Cybersecurity ([HACK](#)) and Geared Equities products ([GGUS](#), [GEAR](#))

## TOP 10 PRODUCTS: NOVEMBER 2019

### By Market Cap

Ticker	Product	Issuer	Market Cap (this month)
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$4,424,410,000
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$3,876,170,000
IVV AU Equity	iShares S&P 500	iShares	\$3,407,910,000
VGS AU Equity	Vanguard MSCI Index International Shares ETF	Vanguard	\$2,060,480,000
IOZ AU Equity	iShares Core S&P/ASX 200 ETF	iShares	\$1,802,240,000
IOO AU Equity	iShares S&P Global 100	iShares	\$1,802,070,000
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$1,777,800,000
VTS AU Equity	Vanguard US Total Market Shares Index ETF	Vanguard	\$1,697,780,000
VAP AU Equity	Vanguard Australian Property Securities Index ETF	Vanguard	\$1,621,280,000
MGE AU Equity	Magellan Global Equities Fund (Mgd Fund)	Magellan	\$1,603,620,000

Other products with > \$1000m AUM: VEU, VHY, VAF, MVW, Gold, IAF,

### By Average Daily Trading Value (20 days)

Ticker	Product	Issuer	ADTV 20 days
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$23,041,847
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$15,677,269
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$15,649,398
IOZ AU Equity	iShares Core S&P/ASX 200 ETF	iShares	\$12,844,345
SELF AU EQUITY	Selfweath SMSF Leaders ETF	ETF Securities	\$7,290,871
VAP AU Equity	Vanguard Australian Property Securities Index ETF	Vanguard	\$6,822,053
IVV AU Equity	iShares S&P 500	iShares	\$6,108,526
VGS AU Equity	Vanguard MSCI Index International Shares ETF	Vanguard	\$5,720,537
A200 AU Equity	BetaShares Australia 200 ETF	BetaShares	\$4,858,551
Gold AU Equity	ETFS Physical Gold	ETF Securities	\$4,532,288

### Top 10 Creations (by \$) - Month

Ticker	Product	Creation Value
VAS AU Equity	Vanguard Australian Shares Index ETF	\$135,086,840
IOZ AU Equity	iShares Core S&P/ASX 200 ETF	\$119,766,375
SELF AU EQUITY	Selfweath SMSF Leaders ETF	\$102,877,200
VGS AU Equity	Vanguard MSCI Index International Shares ETF	\$73,311,875
VAP AU Equity	Vanguard Australian Property Securities Index ETF	\$58,857,088
VSO AU Equity	Vanguard MSCI Aus Small Cap ETF	\$58,376,738
STW AU Equity	SPDR S&P/ASX 200 Fund	\$56,403,900
MVW AU Equity	Van Eck Vectors Equal Weight ETF	\$41,103,790
MICH AU Equity	Magellan Infrastructure Fund - Currency Hedged	\$40,011,990
VHY AU Equity	Vanguard Australian Shares High Yield ETF	\$38,882,752

### Top 10 Redemptions (by \$) - Month

Ticker	Product	Redemption Value
AAA AU Equity	Betashares Australian High Interest Cash ETF	(\$73,040,260)
USD AU Equity	BetaShares US Dollar ETF	(\$14,888,055)
ESGI AU Equity	Van Eck Vectors MSCI Sustainable ETF	(\$7,281,840)
DJRE AU Equity	SPDR DL Global Real Estate ETF	(\$6,149,500)
HEUR AU Equity	BetaShares WisdomTree Europe ETF - Currency Hedged	(\$4,047,660)
ILB AU EQUITY	iShares UBS Government Inflation Index Fund	(\$3,852,408)
ROBO AU EQUITY	ETFS Robo Global & Automation	(\$3,685,878)
IGB AU EQUITY	iShares UBS Treasury Index Fund	(\$3,383,508)
IHEB AU Equity	iShares JPM Emerging Markets Bond ETF	(\$3,157,020)
IXI AU Equity	iShares S&P Global Consumer Staples	(\$2,617,355)

### Top Performing Products – November 2019

Ticker	Product Name	Performance (%)
CURE	ETFS S&P Biotech ETF	16.7%
HACK	BetaShares Global Cybersecurity ETF	8.4%
GGUS	BetaShares Geared US Equities Fund (hedge fund)	7.3%
GEAR	BetaShares Geared Australian Equity Fund (hedge fund)	7.0%
TECH	ETFS Morningstar Global Technology ETF	6.5%

### Top 5 Category Inflows (by \$) – November 2019

Broad Category	Inflow Value
Australian Equities	\$753,918,605
International Equities	\$538,878,982
Fixed Income	\$306,097,641
Australian Listed Property	\$71,436,743
Commodities	\$68,476,857

### Top Category Outflows (by \$) – November 2019

Broad Category	Outflow Value
Cash	(\$53,250,641)
Currency	(\$13,450,885)

### Top 5 Sub-Category Inflows by (\$) – November 2019

Sub-Category	Inflow Value
Australian Equities - Broad	\$516,185,929
International Equities - Developed World	\$285,289,991
Australian Bonds	\$225,827,319
Global Bonds	\$80,270,323
Australian Equities - High Yield	\$76,253,412

### Top Sub-Category Outflows by (\$) – November 2019

Sub-Category	Outflow Value
Cash	(\$53,250,641)
Currency	(\$13,450,885)