



**BetaShares**

Exchange Traded Funds

# **BETASHARES AUSTRALIAN ETF REVIEW**

**MONTH ENDING SEPTEMBER 2017**



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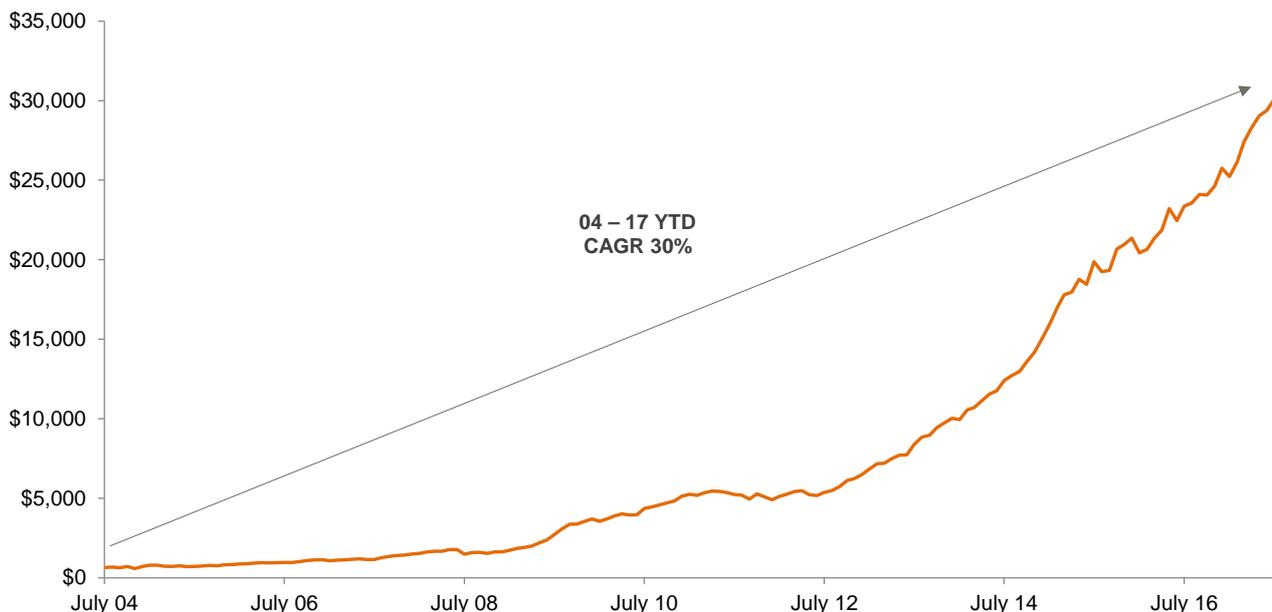
## AUSTRALIAN EXCHANGE TRADED FUND INDUSTRY: SUMMARY SEPTEMBER 2017

### ANOTHER MONTH, ANOTHER BILLION DOLLARS

- The Australian ETF industry grew by over \$1B this month, with the industry rising to a **fresh record high**
- Total industry FuM at the month end was **\$32.0B**, a growth rate of 3.5% or \$1076m for the month
- For those who are statistically minded this month was the 6<sup>th</sup> largest month of AuM growth for the industry of all time
- The growth was aided by strong asset gains (particularly in global and US equities) although the majority of the gains (~65%) came as a result of new money flows (\$687m)
- 4 new funds were launched including two new active global equities funds from Platinum, taking total Active Funds available to investors to 12
- For the second time in a row, it was global equities exposures that received the largest flows, particularly via broad market developed world products
- Outflows were limited with only the Listed Property space receiving minor outflows at a category level
- Best performing products were US Small Caps as well as funds providing exposure to Oil (either via Global Energy companies or Crude Oil itself)

## MARKET SIZE AND GROWTH: SEPTEMBER 2017

### Australian ETP Market Cap: July 2004 – September 2017 (A\$m)



CAGR: Compound Annual Growth Rate  
Source: ASX, BetaShares

### MARKET CAP

- ASX Exchange Traded Funds Market Cap: **\$32.0B – New record high**
- Market cap growth for month: +3.5%, +\$1076.3m
- Market cap growth for last twelve months: 32.7%, +\$7.8B

### NEW MONEY

- New unit growth for month (units outstanding by number): 1.8%
- Net new money (units outstanding by \$ value): +\$686.5m

## PRODUCTS

- 216 Exchange Traded Products trading on the ASX
- 4 new products launched this month including two active funds from Platinum (Global and Asian equities), a Robotics themed fund and a Global Infrastructure fund

## TRADING VALUE

- Average trading value down 23% month on month

## PERFORMANCE

- US Small Cap ETF the best performing fund this month followed by Global Energy Companies (via ASX: FUEL) and Crude Oil (via ASX: OOO)

## TOP 10 PRODUCTS: SEPTEMBER 2017

### TOP 10 Products

30-Sep-17

#### By Market Cap

Ticker	Product	Issuer	Market Cap (this month)	Rank Movement
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$3,300,200,000	-
IVV AU Equity	iShares S&P 500	iShares	\$2,309,701,497	-
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$2,120,350,000	-
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$1,263,540,000	-
IOO AU Equity	iShares S&P Global 100	iShares	\$1,242,291,583	-
VTX AU Equity	Vanguard US Total Market Shares Index ETF	Vanguard	\$1,054,260,000	-
VEU AU Equity	Vanguard All-World ex-US Shares Index ETF	Vanguard	\$961,400,000	+1
VAP AU Equity	Vanguard Australian Property Securities Index ETF	Vanguard	\$942,989,000	-1
VHY AU Equity	Vanguard Australian Shares High Yield ETF	Vanguard	\$910,148,000	+1
MGE AU Equity	Magellan Global Equities Fund (Mgd Fund)	Magellan	\$872,385,755	-1

Other products with > \$500m AUM: IOZ, IEU, VAF, VGS, SLF, IEM, Gold, USD,

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

Ticker	Product	Issuer	ADTV 20 days	Rank Movement
VAS AU Equity	Vanguard Australian Shares Index ETF	Vanguard	\$17,302,300	+2
AAA AU Equity	Betashares Australian High Interest Cash ETF	BetaShares	\$10,363,250	-
STW AU Equity	SPDR S&P/ASX 200 Fund	State Street	\$6,612,545	-2
IVV AU Equity	iShares S&P 500	iShares	\$3,795,460	-
MGE AU Equity	Magellan Global Equities Fund (Mgd Fund)	Magellan	\$3,702,470	+14
VGS AU Equity	Vanguard MSCI Index International Shares ETF	Vanguard	\$3,085,231	+1
BBOZ AU Equity	BetaShares Australian Equities Strong Bear Hedge Fund	BetaShares	\$2,920,246	-2
VHY AU Equity	Vanguard Australian Shares High Yield ETF	Vanguard	\$2,796,326	+1
USD AU Equity	BetaShares US Dollar ETF	BetaShares	\$2,757,512	-3
IOZ AU Equity	iShares Core S&P/ASX 200 ETF	iShares	\$2,634,680	-2

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

Ticker	Product	Creation Value
VAS AU Equity	Vanguard Australian Shares Index ETF	\$70,495,392
VGS AU Equity	Vanguard MSCI Index International Shares ETF	\$50,092,763
PIXX AU Equity	Platinum International Fund	\$40,118,759
VEU AU Equity	Vanguard All-World ex-US Shares Index ETF	\$33,806,238
VHY AU Equity	Vanguard Australian Shares High Yield ETF	\$32,003,764
QPON AU Equity	BetaShares Australian Bank Senior Floating Rate Bond E	\$30,688,320
PAXX AU Equity	Platinum Asia Fund	\$30,473,229
Gold AU Equity	ETFS Physical Gold	\$29,319,916
AAA AU Equity	Betashares Australian High Interest Cash ETF	\$29,165,999
VGAD AU Equity	Vanguard MSCI Index International Shares ETF Hedged	\$28,063,450

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

Ticker	Product	Redemption Value
HVST AU Equity	BetaShares Australian Dividend Harvester	(\$24,086,029)
VAP AU Equity	Vanguard Australian Property Securities Index ETF	(\$15,644,820)
YTMF06 AU EQUITY	XTB UNITS F06	(\$2,851,220)
UBA AU EQUITY	UBS IQ MSCI Australia ETF	(\$1,933,070)
UMAX AU Equity	BetaShares S&P 500 Equity Yield Maximiser Fund	(\$1,733,340)
SLF AU Equity	SPDR S&P/ASX 200 Listed Property Fund	(\$1,240,660)
OOO AU Equity	BetaShares Crude Oil ETF - Currency Hedged	(\$841,062)
ISG AU Equity	iShares MSCI Singapore	(\$813,343)

**Top Performing Products - Month**

Ticker	Product Name	Performance (%)
IJR	iShares S&P Small Cap 600	8.9%
FUEL	BetaShares Global Energy Companies ETF	8.5%
OOO	BetaShares Crude Oil ETF	8.3%
IRU	iShares Russell 2000	8.0%
ESTX	ETFS Euro Stoxx 50 ETF	5.6%

**Top 5 Category Inflows (by \$) - Month**

Broad Category	Inflow Value
International Equities	\$317,849,959
Australian Equities	\$163,117,407
Fixed Income	\$119,311,786
Cash	\$44,694,131
Commodities	\$28,478,854

**Top Category Outflows (by \$) - Month**

Broad Category	Outflow Value
Australian Listed Property	(\$11,351,840)

**Top Sub-Category Inflows - Month**

Sub-Category	Inflow Value
International Equities - Developed World	\$169,603,198
Australian Equities - Broad	\$122,562,280
Australian Bonds	\$95,172,842
Cash	\$44,694,131
International Equities - Asia	\$36,452,627

**Top Sub-Category Outflows - Month**

Sub-Category	Outflow Value
Australian Listed Property	(\$11,351,840)
Oil	(\$841,062)