



BETASHARES FUNDS
PRODUCT DISCLOSURE STATEMENT

BETASHARES

AGRICULTURE ETF
– CURRENCY HEDGED (SYNTHETIC)
ASX CODE: QAG

BETASHARES

CRUDE OIL INDEX ETF
– CURRENCY HEDGED (SYNTHETIC)
ASX CODE: 000

BETASHARES

COMMODITIES BASKET ETF
– CURRENCY HEDGED (SYNTHETIC)
ASX CODE: QCB

BetaShares Capital Ltd
ABN 78 139 566 868 | AFSL 341181

Dated: 29 September 2017



BetaShares
Exchange Traded Funds

IMPORTANT INFORMATION

About this PDS

This Product Disclosure Statement (PDS) is dated 29 September 2017.

BetaShares Capital Ltd ABN 78 139 566 868 AFS Licence 341181 is the issuer of this PDS and is responsible for its contents. In this PDS references to the "Responsible Entity", "BetaShares", "we", "our" and "us" refer to BetaShares Capital Ltd.

This PDS is the offer document for the following registered managed investment schemes: BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) (ARSN 150 081 351), BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) (ARSN 150 081 495) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) (ARSN 150 080 176). These are referred to in this PDS individually as "Fund" and collectively as "Funds".

A copy of this PDS has been lodged with the Australian Securities and Investments Commission (ASIC) on 29 September 2017. Neither ASIC nor ASX Limited takes any responsibility for the contents of this PDS.

The Funds commenced operations in 2011. An application was made to, and approved by, the ASX for Units in each Fund to be quoted for trading on the AQUA market of the ASX. The Units are currently quoted for trading on the AQUA market of the ASX under the AQUA Rules.

A copy of the latest PDS for the Funds is available on the BetaShares website at www.betashares.com.au or by contacting BetaShares on (02) 9290 6888. A paper copy will be provided free of charge on request.

The offer

The offer under this PDS is for persons who have been authorised as 'trading participants' under the ASX Operating Rules, called "Authorised Participants". Certain sections of the PDS (particularly those relating to applications for and redemptions of Units in the normal course) are of direct relevance to such persons only.

Other investors cannot apply for Units under this PDS, but can buy Units on the ASX through a stockbroker, or via a financial adviser. Such investors may use this PDS for information purposes only.

The offer to which this PDS relates is available to Authorised Participants receiving the PDS (electronically or otherwise) in Australia.

This PDS does not constitute an offer of securities in any jurisdiction where, or to any person to whom, it would be unlawful to make such an offer.

No action has been taken to register or qualify the Funds in any jurisdiction outside Australia and New Zealand, although the Responsible Entity reserves the right to do so at any time. The distribution of this PDS outside Australia and New Zealand may be restricted by law and persons who come into possession of this PDS outside Australia and New Zealand should seek advice on and observe any such restrictions. Any failure to comply with such restrictions may constitute a violation of applicable securities law.

Units have not been registered under the United States Securities Act of 1933 (as amended) and except in a transaction which does not violate such Act, may not be directly or indirectly offered or sold in the United States of America or any of its territories or for the benefit of a US Person (as defined in Regulation S of such Act)..

PDS updates

Information in this PDS that is not materially adverse to investors is subject to change from time to time and may be updated by the Responsible Entity by publishing such information on the BetaShares website at www.betashares.com.au. A paper copy of any updated information will be provided free of charge on request. Any new or updated information that is materially adverse to investors will be available to investors via a supplementary or new PDS accessible via the ASX Market Announcements Platform.

Risks

An investment in the Units is subject to risk (refer to section 4), which may include possible delays in repayment and loss of income and capital invested.

None of BetaShares Holdings Pty Ltd, BetaShares, or any of their related entities, directors or officers gives any guarantee or assurance as to the performance of, or the repayment of capital or income reinvested in, the Fund described in this PDS. BetaShares Holdings Pty Ltd and its related entities may invest in or provide other services to the Fund.

Not personal advice

This PDS is prepared for general information only and is not financial product advice. It is not intended to be a recommendation by the Responsible Entity, any of the Responsible Entity's associates or any other person to invest in the Fund. In preparing this PDS, the Responsible Entity did not take into account the investment objectives, financial situation or particular needs of any particular person. Before making an investment decision, investors need to consider whether an investment in the Fund is appropriate to their needs, objectives and circumstances.

Investors should consult a professional financial adviser and ensure they understand the risks of the Fund before investing.

Definitions

Certain capitalised terms used in this PDS are defined in the Glossary in section 8. All references to dollar amounts in this PDS are to Australian dollars unless otherwise stated.

For further details on BetaShares Funds, please contact a stockbroker or financial adviser or visit www.betashares.com.au.

BETASHARES COMMODITIES BASKET ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 081 495 | ASX CODE: QCB

BETASHARES AGRICULTURE ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 080 176 | ASX CODE: QAG

SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT

DATED: 4 NOVEMBER 2020
ISSUER: BETASHARES CAPITAL LTD
ABN: 78 139 566 868
AFS LICENCE: 341181

This supplementary product disclosure statement (**SPDS**) is supplemental to the Product Disclosure Statement dated 29 September 2017 (as updated by the Supplementary Product Disclosure Statements dated 27 April 2020 and 3 August 2020) in respect of BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic), BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) (**PDS**). The PDS and this SPDS should be read together.

A copy of this SPDS has been lodged with the Australian Securities and Investments Commission (**ASIC**) on 4 November 2020. Neither ASIC nor ASX Limited takes any responsibility for the contents of this SPDS.

Terms defined in the PDS have the same meanings when used in this SPDS.

The amendment to the PDS pursuant to this SPDS is as follows:

Important Information

Insert the following new section at the end of the 'Important Information' section:

NOTICE OF TERMINATION IN RELATION TO:

BetaShares Commodities Basket ETF – Currency Hedged (Synthetic)
BetaShares Agriculture ETF – Currency Hedged (Synthetic)

The Responsible Entity has determined to terminate the BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) (**Terminating Funds**), with termination of the Terminating Funds to commence upon the close of trading on the ASX on 8 December 2020. This decision reflects limited client demand for the Terminating Funds since their inception in 2011.

Please note that BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) is not being terminated and continues in operation. This notice does not apply to BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic).

The Responsible Entity has applied to the ASX for the trading status of each Terminating Fund to be revoked. The ASX has approved this application.

The last day units in each Terminating Fund will trade on the ASX will be 8 December 2020 (**Last Trading Day**). Upon the close of trading on the Last Trading Day, units in the Terminating Funds will be suspended from trading and removed from trading status. The Terminating Funds will then be terminated and wound up in accordance with each Fund's Constitution and the Corporations Act.

Investors may continue to hold their units in the Terminating Funds and participate in the Terminating Fund's winding up, in which case they will receive a final distribution payment that represents a final distribution of income (if any) as well as their proportionate share of the net proceeds from realising the assets of the Terminating Fund. This payment will be made to each investor's nominated bank account for distributions.

Investors may also sell their units before close of trading on the Last Trading Day via their broker in the normal manner.

Key indicative dates are set out below (indicative only and subject to change):

Event	Indicative Date
Notice of termination via ASX announcement and letter sent to unitholders.	4 November 2020
The last date on which units in the Terminating Fund may be traded on the ASX (Last Trading Day).	8 December 2020
The date on which termination of the Terminating Fund will commence. The Terminating Fund's assets will commence to be liquidated upon the close of trading on the ASX and consequently the Terminating Fund will no longer provide its pre-existing investment exposure.	8 December 2020
The date final trades on the ASX will settle. Unitholders following the settlement time on this date (Record Date) will participate in the liquidation of the relevant Terminating Fund.	10 December 2020
<p>The date by which BetaShares will pay the final distribution amount to each unitholder as at the Record Date.</p> <p>The final payment will comprise a final distribution of income (if any) to each unitholder, as well as their proportionate share of the net proceeds following realisation of the Terminating Fund's assets.</p> <p>This payment will be made to each unitholder's nominated bank account for distributions. To update or confirm the details for this bank account, please contact Link Market Services Limited (the Registrar for the Terminating Fund) on 1300 420 094 or login to the Registrar's website: www.linkmarketservices.com.au.</p>	By 31 December 2020
The date by which former unitholders will receive their annual tax statement (AMMA Statement) containing details of their payment, to assist with completing their tax returns.	By 31 March 2021

This information does not take into account the objectives, financial situation or needs of any particular investor. Investors should seek independent professional advice to ensure that they understand the implications, including the tax implications, costs and risks before making an investment decision.

BETASHARES CRUDE OIL INDEX ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 081 351 | ASX CODE: 000

BETASHARES COMMODITIES BASKET ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 081 495 | ASX CODE: QCB

BETASHARES AGRICULTURE ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 080 176 | ASX CODE: QAG

SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT

DATED: 3 AUGUST 2020
ISSUER: BETASHARES CAPITAL LTD
ABN: 78 139 566 868
AFS LICENCE: 341181

This supplementary product disclosure statement ("SPDS") is supplemental to the product disclosure statement dated 29 September 2017 (as updated by the supplementary product disclosure statement dated 27 April 2020) in respect of BetaShares Crude Oil Index ETF-Currency Hedged (Synthetic), BetaShares Commodities Basket ETF-Currency Hedged (Synthetic) and BetaShares Agriculture ETF-Currency Hedged (Synthetic) ("PDS"). The PDS and this SPDS should be read together.

A copy of this SPDS has been lodged with the Australian Securities and Investments Commission (ASIC) on 3 August 2020. Neither ASIC nor ASX Limited takes any responsibility for the contents of this SPDS.

Terms defined in the PDS have the same meanings when used in this SPDS.

The purpose of this SPDS is to update the PDS to:

- incorporate changes to each Fund's Index methodology made by the Index provider to give the Index provider the ability to seek to mitigate the potential impact of negative commodity futures contract prices in its indices. Under the changes, the Index provider may elect to implement an unscheduled designated futures contract roll, being a scenario, based on market conditions, where the normal parameters of the roll, as defined in the Index methodology, may be adjusted. This includes, but is not limited to, when the roll occurs, the length of the roll, the proportions of the roll, or the roll-in contract. In such circumstances, the Index provider will typically roll into the next most viable contract as published in the Index methodology, but retains the right to roll into a further-dated contract based on market conditions at the time of its decision.

It is noted that no assurance can be given that the Index provider would take action in a timely manner, or at all, to prevent a Fund's Index experiencing a zero or negative level due to zero or negative commodity futures prices;

- include information regarding an additional risk management measure for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) that is being introduced by the Responsible Entity to mitigate the risk of the Fund's value reducing to zero if the price of the WTI crude oil futures contract referenced by the S&P GSCI Crude Oil Index Excess Return should fall to zero, or below zero, in situations of extreme market volatility (such as that experienced in April 2020). In particular, the Swap agreement has been amended so that, if the price of any WTI crude oil futures contract referenced by the Index falls below US\$9.50 (the "Price Level") at any time, the Swap will automatically be terminated. If this occurs, the Responsible Entity will seek to enter into new swap transactions by the next business day (or as soon as practicable thereafter) that provide exposure to the most viable WTI crude oil futures contract as determined by the Responsible Entity. As a result, it is possible that the Fund may:
 - (i) re-establish investment exposure to the WTI crude oil futures contract referenced by the Index if such futures contract is trading at a price above the Price Level and the Responsible Entity considers there to be no material risk of such price imminently falling below the Price Level; or

- (ii) temporarily establish investment exposure to a longer-dated WTI futures contract (e.g. with a maturity of three months), which may differ from the WTI crude oil futures contract referenced by the Index.

There may be a short period between termination of the Swap agreement and the re-establishment of investment exposure to WTI crude oil future contracts, during which the Fund would not have exposure to the Index and the Fund's assets would only comprise cash holdings. Therefore, the Fund's Net Asset Value during that period would primarily reflect the value of the Index as at the time the Swap agreement was terminated plus interest earned on the Fund's cash holdings. During any temporary period where the Fund either does not have exposure to the Index, or has exposure to a WTI crude oil futures contract that differs from that referenced by the Index, the Fund would be expected to experience higher tracking error relative to the Index than would otherwise be the case and this could adversely affect the Fund's ability to achieve its investment objective.

The Responsible Entity notes that the price of any WTI crude oil futures contract referenced by the Index has historically fallen below US\$9.50 on one day only (being in April 2020) during the period from 1990 to the date of this SPDS.

The Responsible Entity considers the introduction of this additional risk management measure to be prudent and in the best interests of unitholders, as it provides a reasonable level of protection in light of the serious effect on the Fund and Unitholders if the Fund's value were to fall to zero due the impact of a zero or negative price for any WTI crude oil futures contract referenced by the Index;

- include additional disclosure regarding the risks associated with the Funds in light of the changes to the Index methodology and the change to the Swap agreement for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) described above.

The amendments to the PDS pursuant to this SPDS are as follows:

Section 4.18 INDEX RISK

Insert the following new paragraph at the end of this section:

"In addition, during times of increased market volatility, where there is a risk of the price of a futures contract reducing to zero or less than zero (negative), the Index provider may seek to mitigate the potential impact of negative commodity futures contract prices by electing to implement an unscheduled designated futures contract roll, being a scenario, based on market conditions, where the normal parameters of the roll, as defined in the Index methodology, may be adjusted. This includes, but is not limited to, when the roll occurs, the length of the roll, the proportions of the roll, or the roll-in contract. No assurance can be given that the Index provider would take action in a timely manner, or at all, to prevent a Fund's Index experiencing a zero or negative level due to zero or negative commodity futures prices."

Product Supplement for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic)

The following changes are made in the Product Supplement for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic):

Delete the last paragraph in the section "Investment Objective" (as inserted by the supplementary product disclosure statement dated 27 April 2020) and replace with the following new paragraph:

"For risk management purposes, if the price of any WTI crude oil futures contract referenced by the Index falls below US\$9.50 (the "Price Level") at any time, or if such price is temporarily unavailable and the Swap provider determines, in a commercially reasonable manner, that if such price were available, that it would be below the Price Level, then the Swap will automatically be terminated. If this occurs, the Responsible Entity will seek to enter into new swap transactions by the next business day (or as soon as practicable thereafter) that provide exposure to the most viable WTI crude oil futures contract as determined by the Responsible Entity. As a result, it is possible that the Fund may:

- re-establish investment exposure to the WTI crude oil futures contract referenced by the Index if such futures contract is trading at a price above the Price Level and the Responsible Entity considers there to be no material risk of such price imminently falling below the Price Level; or
- temporarily establish investment exposure to a longer-dated WTI futures contract (e.g. with a maturity of three months), which may differ from the WTI crude oil futures contract referenced by the Index.

There may be a short period between termination of the Swap and the re-establishment of investment exposure to WTI crude oil future contracts, during which the Fund would not have exposure to the Index and the Fund's assets would only comprise cash holdings. Therefore, the Fund's Net Asset Value during that period would primarily reflect the value of the Index as at the time the Swap was terminated plus interest earned on the Fund's cash holdings. During any temporary period where the Fund either does not have exposure to the Index, or has exposure to a WTI crude oil futures contract that differs from that referenced by the Index, the Fund would be expected to experience higher tracking error relative to the Index than would otherwise be the case and this could adversely affect the Fund's ability to achieve its investment objective. This may result in the Fund underperforming the Index to a material extent during such period.

The Responsible Entity considers this risk management measure to be prudent and in the best interests of unitholders, as it provides a reasonable level of protection in light of the serious effect on the Fund and Unitholders if the Fund's value were to fall to zero due the impact of a zero or negative price for the WTI crude oil futures contract referenced by the Index."

After the third paragraph in the section "Further information about the Index", the following new paragraph is inserted:

"During times of increased market volatility, where there is a risk of the price of a futures contract referenced by the Index reducing to zero or less than zero (negative), the Index provider may seek to mitigate the potential impact of negative commodity futures contract prices by electing to implement an unscheduled designated futures contract roll, being a scenario, based on market conditions, where the normal parameters of the roll, as defined in the Index methodology, may be adjusted. This includes, but is not limited to, when the roll occurs, the length of the roll, the proportions of the roll, or the roll-in contract. In such circumstances, the Index provider will typically roll into the next most viable contract as published in the Index methodology, but retains the right to roll into a further-dated contract based on market conditions at the time of its decision. In the case of an unscheduled roll event, the Index provider will endeavour, as market conditions warrant, to implement the roll over two business days (i.e. a two-day roll period), as well as provide two business days' notice in advance of the unscheduled roll implementation."

A new section "Price Level risk" is added after the section "Regulatory risk", as follows:

"Price Level risk

A swap transaction will automatically be terminated early if the price of any WTI crude oil futures contract referenced by the Index falls below the Price Level, or if such price is temporarily unavailable and the Swap provider determines, in a commercially reasonable manner, that if such price were available, that it would be below the Price Level. Although the Responsible Entity will typically seek to enter into replacement swap transactions as soon as practicable thereafter, the Fund's ability to achieve its investment objective could be adversely affected in such circumstances. As a result, during any temporary period where the Fund either does not have exposure to the Index, or has exposure to a WTI crude oil futures contract that differs from that referenced by the Index, the Fund would be expected to experience higher tracking error relative to the Index. This may result in the Fund under-performing the Index to a material extent during such period."

Product Supplement for the BetaShares Commodities Basket ETF – Currency Hedged (Synthetic)

After the seventh paragraph in the section "About the S&P GSCI Index Series", the following new paragraph is inserted:

"During times of increased market volatility, where there is a risk of the price of a futures contract referenced by the Index reducing to zero or less than zero (negative), the Index provider may seek to mitigate the potential impact of negative commodity futures contract prices by electing to implement an unscheduled designated futures contract roll, being a scenario, based on market conditions, where the normal parameters of the roll, as defined in the Index methodology, may be adjusted. This includes, but is not limited to, when the roll occurs, the length of the roll, the proportions of the roll, or the roll-in contract. In such circumstances, the Index provider will typically roll into the next most viable contract as published in the Index methodology, but retains the right to roll into a further-dated contract based on market conditions at the time of its decision. In the case of an unscheduled roll event, if there are no viable designated contracts to roll into, the relevant commodity may also be removed from the Index. The Index provider will endeavour, as market conditions warrant, to implement the roll over two business days (i.e. a two-day roll period), as well as provide two business days' notice in advance of the unscheduled roll implementation."

Product Supplement for the BetaShares Agriculture ETF – Currency Hedged (Synthetic)

After the fifth paragraph in the section "Further information about the Index", the following new paragraph is inserted:

"During times of increased market volatility, where there is a risk of the price of a futures contract referenced by the Index reducing to zero or less than zero (negative), the Index provider may seek to mitigate the potential impact of negative commodity futures contract prices by electing to implement an unscheduled designated futures contract roll, being a scenario, based on market conditions, where the normal parameters of the roll, as defined in the Index methodology, may be adjusted. This includes, but is not limited to, when the roll occurs, the length of the roll, the proportions of the roll, or the roll-in contract. In such circumstances, the Index provider will typically roll into the next most viable contract as published in the Index methodology, but retains the right to roll into a further-dated contract based on market conditions at the time of its decision. In the case of an unscheduled roll event, if there are no viable designated contracts to roll into, the relevant commodity may also be removed from the Index. The Index provider will endeavour, as market conditions warrant, to implement the roll over two business days (i.e. a two-day roll period), as well as provide two business days' notice in advance of the unscheduled roll implementation."

BETASHARES CRUDE OIL INDEX ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 081 351 | ASX CODE: OOO

BETASHARES COMMODITIES BASKET ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 081 495 | ASX CODE: QCB

BETASHARES AGRICULTURE ETF-CURRENCY HEDGED (SYNTHETIC)

ARSN: 150 080 176 | ASX CODE: QAG

SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT

DATED: 27 APRIL 2020
ISSUER: BETASHARES CAPITAL LTD
ABN: 78 139 566 868
AFS LICENCE: 341181

This supplementary product disclosure statement ("SPDS") is supplemental to the product disclosure statement dated 29 September 2017 (as amended) in respect of BetaShares Crude Oil Index ETF-Currency Hedged (Synthetic), BetaShares Commodities Basket ETF-Currency Hedged (Synthetic) and BetaShares Agriculture ETF-Currency Hedged (Synthetic) ("PDS"). The PDS and this SPDS should be read together.

A copy of this SPDS has been lodged with the Australian Securities and Investments Commission (ASIC) on 27 April 2020. Neither ASIC nor ASX Limited takes any responsibility for the contents of this SPDS.

Terms defined in the PDS have the same meanings when used in this SPDS.

The purpose of this SPDS is to update the PDS to:

- include additional disclosure regarding the risks associated with the Funds in light of recent market developments in the global oil market and recent regulatory developments, including the potential for negative futures contract prices, and the risk that a Fund's value could reduce to zero in certain situations of extreme market volatility; and
- incorporate changes in relation to the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic), which were made by way of market announcement and website update on 23 April 2020, to reflect, as a consequence of the recent market developments, the possibility for the Responsible Entity to obtain investment exposure on a temporary basis to longer-dated WTI oil futures contracts where the Responsible Entity considers there to be heightened risk of permanent loss to the Fund's capital value under one-month futures contracts.

The amendments to the PDS pursuant to this SPDS are as follows:

Section 4.2 COMMODITY VOLATILITY

Insert the following new paragraph at the end of this section:

"In some circumstances, during times of increased market volatility, the price of the commodities futures contracts may reduce to zero or less than zero (negative). If the Fund has exposure to such zero or negatively-priced futures contracts, the value of the Units will also decrease and may permanently reduce to zero, with no ability for Unitholders to participate in any future recovery in the values of the relevant futures contracts. In such circumstances the Responsible Entity may need to consider whether the Fund should be terminated."

Section 4.6 COUNTERPARTY AND SWAP TERMINATION RISK

Replace the last paragraph with the following:

"An Approved Financial Institution may also be adversely affected by regulatory or market changes which may make it difficult or impossible for the institution to hedge its obligations to a Fund (and hence deliver the agreed returns to the Fund), which may lead the Approved Financial Institution to seek to terminate the Swap agreement, limit any increase in the notional size of the Swap, or increase its fees. This could adversely affect the Fund's ability to achieve its investment objective."

Product Supplement for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic)

The following changes are made in the Product Supplement for the BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic):

At the end of the section "Investment Objective", the following new paragraph is inserted:

"Although the Index includes WTI crude oil futures contracts with maturities of one month (see the "Further Information About the Index" section below), for risk management purposes the Responsible Entity may, by arrangement with the Swap provider, obtain investment exposure on a temporary basis to longer-dated WTI crude oil futures contracts (e.g. with maturities of three months), where the Responsible Entity considers it prudent and in the best interests of unitholders to do. This may occur where the Responsible Entity considers there to be heightened risk of permanent loss of the Fund's capital value due to the relatively greater volatility of the one-month futures contracts and risk of such contracts trading at negative prices. During any such periods, the Fund may experience higher tracking error relative to the Index than would otherwise be the case and this could adversely affect the Fund's ability to achieve its investment objective."

At the end of the section "Concentration risk and commodity volatility", the following new paragraphs are inserted:

"In some circumstances, during times of increased market volatility, the price of WTI crude oil futures contracts may reduce to zero or less than zero (negative). If the Fund has exposure to such zero or negatively-priced futures contracts, the value of the Units will also decrease and may permanently reduce to zero, with no ability for Unitholders to participate in any future recovery in the values of the futures contracts. In such circumstances the Responsible Entity may need to consider whether the Fund should be terminated.

The factors which may cause the prices of futures contracts to drop rapidly and to trade at negative prices include circumstances where there is a lack of sufficient storage facilities for oil, such that traders may be forced to sell futures contracts to avoid taking physical delivery of the commodity."

A new section "Regulatory risk" is inserted after the section "Concentration risk and commodity volatility", as follows:

"Regulatory risk

Regulatory bodies, including futures exchange operators, may impose restrictions on the Fund or on counterparties trading with the Fund, such as futures trading limits, or require the Fund or its counterparties to unwind futures positions, which could adversely affect the Fund's ability to achieve its investment objective.. In such circumstances the Responsible Entity may need to consider whether the Fund should be terminated."

PRODUCT DISCLOSURE STATEMENT

CONTENTS

1	Key features	2
2	About BetaShares Commodity ETFs	8
3	Fees and other costs	10
4	Risks	13
5	How to buy and sell Units	17
6	Additional information	19
7	Taxation of Units	27
8	Glossary	29
	Product Supplements	31
	BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic)	32
	BetaShares Commodities Basket ETF – Currency Hedged (Synthetic)	36
	BetaShares Agriculture ETF – Currency Hedged (Synthetic)	38
	Application Form	41
	Redemption Form	42
	Directory	43

1 KEY FEATURES

1.1 INTRODUCTION TO COMMODITY ETFS

An exchange traded fund (or “ETF”) is an investment vehicle traded on a stock exchange, such as the ASX, much like listed shares. ETFs generally aim to provide investors with exposure to a return that tracks the return of a particular index.

Indices are a method of measuring the performance of a financial market, or a segment of a financial market. Most commonly, an index measures the performance of a particular portfolio of shares, bonds or other assets that comprise the index.

Each BetaShares ETF (or “Fund”) offered under this PDS aims to closely track the performance of a specified commodity index, which is designed to measure the performance of a particular commodity, or basket of commodities.

ETFs tracking commodity indices allow investors to gain exposure to the performance of commodities without the need to invest in the futures market or take physical delivery of commodities.

General information on how commodity indices work is set out in section 2.2.2. Information on the indices applicable to the Funds is set out in the Product Supplements appearing after section 8.

TABLE 1.2: SUMMARY OF KEY INFORMATION

TOPIC	SUMMARY	SECTION
Investment Objective	<p>The investment objective of each Fund is to closely track the performance of a particular commodity Index, with a currency hedge against movements in the AUD/USD exchange rate, plus an interest component, before fees and expenses.</p> <p>The Funds allow investors to gain exposure to the performance of the commodities included in the relevant Index without the need to invest in the futures market or take physical delivery of the commodities.</p> <p>There are three Funds described in this PDS, offering exposure to the performance of the following commodities:</p> <p>Fund Exposure</p> <p>BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) – Crude Oil</p> <p>BetaShares Agriculture ETF – Currency Hedged (Synthetic) – Basket comprising Wheat, Corn, Soybeans and Sugar</p> <p>BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) – Basket comprising Crude Oil, Brent Crude, Unleaded Gasoline, Heating Oil, Gas Oil, Natural Gas, Aluminum, Copper, Lead, Nickel, Zinc, Gold, Silver, Wheat, Kansas Wheat, Corn, Soybeans, Cotton, Sugar, Coffee, Cocoa, Feeder Cattle, Live Cattle and Lean Hogs</p> <p>Since the underlying commodities are priced in U.S. dollars (and since each Index is denominated in U.S. dollars), the Funds will offer an exposure to the performance of the relevant Index that is substantially hedged back to the Australian dollar, with the aim of reducing currency risk for Australian investors.</p>	2.2 and Product Supplement

An ETF may not replicate the performance of the relevant index exactly, but rather generally aims to minimise any deviation from the index, before fees and expenses, as much as possible.

ETFs combine certain features of index managed funds and listed shares in one investment. Like index managed funds, ETFs generally come with the benefits of transparency and attractive fee levels. Unlike index managed funds, however, ETFs trade on a stock exchange so they also benefit from simple trading, including the ability to buy and sell during the course of the trading day, much like listed shares.

ETFs carry certain investment risks. For information on the risks applicable to the BetaShares Funds see section 4 and the Product Supplements.

1.2 SUMMARY OF KEY INFORMATION

The following table briefly summarises some of the key information contained in this PDS. It is not a complete summary of this PDS and you should read the PDS in its entirety. You should seek your own professional investment advice before deciding to invest in the Funds.

Sections 1 to 8 of this PDS contain general information concerning the common features of all of the BetaShares Funds. The Product Supplements appearing after section 8 contain information specific to each Fund.

TOPIC	SUMMARY	SECTION
	<p>The Product Supplements set out information specific to each Fund, including the investment objective and the Index being tracked by the Fund (before fees and expenses).</p> <p>The Indices which each Fund aims to track are based on the price of futures contracts. Investing in commodity futures is not the same as investing in the “spot” price of a given commodity. The Funds do not aim to, and should not be expected to, provide the same return as the performance of the “spot” price of the relevant commodities. See section 2.2.2 for further information.</p>	
Investing	<p>The offer in this PDS is only available to Authorised Participants.</p> <p>Applications for Units must be for a minimum of \$1,000,000 unless the Responsible Entity agrees otherwise.</p> <p>Application amounts are payable in cash. Applications are subject to an application fee described in section 3.</p> <p>Subject to market conditions, investors may purchase Units on the ASX. The purchase of Units on the ASX is not governed by the terms of this PDS and therefore the minimum investment does not apply to purchases of Units on the ASX.</p>	5
Redemptions	<p>A Unitholder can only redeem Units if it is an Authorised Participant who is an Australian Resident.</p> <p>The minimum redemption for BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) is 50,000 Units, unless the Responsible Entity agrees otherwise.</p> <p>The minimum redemption for BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) is 100,000 Units, unless the Responsible Entity agrees otherwise.</p> <p>The amount payable to a Unitholder on redemption will be paid in cash.</p> <p>In certain specified circumstances, redemption requests may be delayed, rejected or scaled down. See section 6.2.8 and 6.2.9 for further information.</p> <p>Subject to market conditions, investors may sell their Units on the ASX. The sale of Units on the ASX is not governed by the terms of this PDS and therefore the minimum redemption does not apply to sales of Units on the ASX.</p>	5 and 6.2.8 and 6.2.9
Distributions	<p>It is not the objective of the Funds to provide regular distributions to Unitholders. In some circumstances, however, a Fund might generate amounts of income and such income will be distributed to Unitholders at least annually.</p>	2.3
Risks	<p>There are a number of risks associated with investing in the Funds.</p> <p>Before investing, investors should carefully consider the risks associated with an investment in the Funds and obtain financial advice on whether an investment in the Funds is suitable for their objectives, financial situation and needs.</p> <p>For full details on the risks of investing, see section 4 and the Product Supplement.</p>	4 and Product Supplement

TOPIC	SUMMARY	SECTION
Increased bid/offer spreads due to non- concurrent trading hours	Investors should be aware that, due to non-concurrent trading hours between the ASX and certain futures exchanges (being exchanges on which trading occurs in the futures contracts that underlie the relevant Indices), certain underlying futures contracts that are included in the relevant Index may not be able to be traded, or may trade with reduced liquidity, during some or all of normal ASX trading hours. As a result, bid/offer spreads for Units of the Funds on the ASX may widen during such periods and increase the difference between the trading price of Units and the Net Asset Value per Unit. This difference may be significant at times and therefore investors are advised to carefully consider this impact before trading on the ASX. Further information is set out in each Product Supplement.	4.15 and Product Supplement
Fees and other costs	Fees and costs as described in section 3 of this PDS will apply.	3
Tax	Tax information of a general nature is set out in section 7. Investors should seek their own professional tax advice which takes into account their particular circumstances.	7
Complaints	The Responsible Entity has a process in place to deal with complaints from Unitholders.	6.2.23
Responsible Entity	BetaShares Capital Ltd is the responsible entity of each Fund and is the issuer of this PDS.	1.3

1.3 ABOUT BETASHARES

BetaShares Capital Ltd is the responsible entity of the Fund and is responsible for the ongoing management of the Fund.

The Responsible Entity is an Australian asset management business located in Sydney which was established in 2009 to be a specialist provider of fund products that are exchange traded. The Responsible Entity launched its first funds in 2010. As at the date of this PDS, it manages over \$4.6 billion in assets and acts as responsible entity for more than 40 funds whose units are, or are expected to be, quoted for trading on the Australian Securities Exchange under the AQUA Rules. These funds provide exposure to the performance of specific equity strategies, equity indices, fixed income strategies, fixed income indices, currencies, commodities or commodity indices. The primary focus of the Responsible Entity's business is the operation of funds that are exchange traded.

The Responsible Entity is a member of the Mirae Asset Global Investments Group. Mirae Asset Global Investments Co., Ltd., which is the international asset management business within Mirae Asset Financial Group, is one of Asia's largest asset management firms, managing over US\$100 billion in assets globally as of 31 August 2017, including more than US\$10 billion in exchange traded funds.

No member of the Mirae Asset Global Investments Group, or any of its related entities, directors or officers gives any guarantee or assurance as to the performance of, or the repayment of capital invested in, the Fund.

The Responsible Entity has sufficient working capital to enable it to operate the Fund as outlined in this PDS.

1.4 ADMISSION TO TRADING UNDER THE AQUA RULES

Units in the Funds have been admitted to trading status on the ASX under the AQUA Rules. The AQUA Rules form part of the ASX Operating Rules. The Funds will not be listed on the ASX under the ASX Listing Rules.

The AQUA Rules provides a tailored framework for the quotation of exchange traded funds, managed funds and structured products on the ASX.

In operational terms, the market for products quoted under the AQUA Rules operates in the same way that it does for listed equities, with continuous matching of bids and offers and an opening and closing auction.

1.5 AQUA Rules: fundamental difference

The key distinction between products admitted under the ASX Listing Rules and those quoted under the AQUA Rules is the level of control and influence that the issuer of the relevant product has over the value of the underlying assets of the product.

Under the ASX Listing Rules, listed equity securities typically reflect the value of the business operated by the issuer. By contrast, the value of a product quoted under the AQUA Rules typically reflects the performance of the underlying assets.

The following table highlights the key specific differences between the AQUA Rules and the ASX Listing Rules.

ASX LISTING RULES	AQUA RULES
Continuous Disclosure	
Issuers are subject to the continuous disclosure requirements under ASX Listing Rule 3.1 and Section 674 of the <i>Corporations Act</i> .	<p>Issuers of products quoted under the AQUA Rules are not subject to the continuous disclosure requirements under ASX Listing Rule 3.1 and section 674 of the <i>Corporations Act</i> but must disclose information about:</p> <ul style="list-style-type: none"> the Net Tangible Assets ("NTA") or the Net Asset Value ("NAV") of the funds; distributions declared; any other information that is required to be disclosed to ASIC under section 675 of the <i>Corporations Act</i> must be disclosed via the ASX Market Announcements Platform at the same time it is disclosed to ASIC. The Responsible Entity also intends to post any such information on its website www.betashares.com.au at the same time. <p>AQUA Product issuers must also disclose to the ASX any information the non-disclosure of which may lead to the establishment of a false market in its products or would materially affect the price of its products.</p>
Periodic Disclosure	
Issuers are required to disclose their half- yearly and annual financial information or annual reports to the ASX under Chapter 4 of the ASX Listing Rules.	Financial reports relating to the issuer itself are not required to be disclosed to the ASX. However, periodic financial reports relating to the AQUA Product must be disclosed to the ASX at the same time they are lodged with ASIC under Chapter 2M of the <i>Corporations Act</i> .
Corporate Control	

ASX LISTING RULES	AQUA RULES
<p>Requirements in the <i>Corporations Act</i> and the ASX Listing Rules in relation to matters such as takeover bids, share buy-backs, change of capital, new issues, restricted securities, disclosure of directors' interests and substantial shareholdings, apply to companies and listed schemes.</p>	<p>These requirements do not apply to AQUA Product issuers. Section 601FM of the <i>Corporations Act</i> continues to apply to the removal or change of the responsible entity. An extraordinary resolution would be required to change the responsible entity. An extraordinary resolution is a resolution passed by a majority of the total votes that may be cast by members entitled to vote on the resolution.</p>
<p>Related Party Transactions</p>	
<p>Chapter 10 of the ASX Listing Rules, which relates to transactions between an entity and persons in a position to influence the entity, specifies controls over related party transactions.</p>	<p>Chapter 10 of the ASX Listing Rules does not apply to AQUA Products. Products quoted under the AQUA Rules which are registered managed investment schemes remain subject to the related party requirements in Part 5C.7 and Chapter 2E of the <i>Corporations Act</i>.</p>
<p>Auditor Rotation Obligations</p>	
<p>There are specific requirements in relation to auditor rotation under Part 2M.4 Division 5 of the <i>Corporations Act</i>.</p>	<p>Issuers of products quoted under the AQUA Rules are not subject to the requirements under Part 2M.4 Division 5 of the <i>Corporations Act</i>. A responsible entity of a registered managed investment scheme will continue to be required to undertake an independent audit of its compliance with the scheme's compliance plan in accordance with Section 601HG of the <i>Corporations Act</i> and the auditor must not be the auditor of the scheme's financial statements (but may be from the same firm).</p>
<p>Spread Requirements</p>	
<p>There are requirements under the ASX Listing Rules that issuers satisfy certain minimum spread requirements (i.e. a minimum number of holders each having a minimum parcel size).</p>	<p>These requirements do not apply to AQUA Product issuers. Under the AQUA Rules, unless and until a suitable spread of holders is achieved, an AQUA Product issuer must ensure a reasonable bid and volume is maintained for the AQUA Product on the ASX except in permitted circumstances, or have in place other arrangements which meet the ASX's requirements for providing liquidity, generally through the appointment of a market making agent.</p>

2 ABOUT BETASHARES COMMODITY ETFS

2.1 RATIONALE FOR THE FUNDS

The purpose of the Funds is to provide investors with a convenient way to gain exposure to the performance of various commodities, with protection against movements in the AUD/USD exchange rate. Potential advantages of investing in the Units may include:

- Easily accessible. Units are quoted on the ASX, providing investors with indirect access to the commodity markets in an easily-accessible form.
- Transparent. The value of each Fund's assets and Net Asset Value per Unit will be reported daily on the BetaShares website at www.betashares.com.au.
- Reduced currency risk. Because most commodities are traded and priced in U.S. dollars, the return on an investment in commodities for Australian investors is affected by two variables: (i) the price return of the relevant commodity (or commodity index) in U.S. dollars; and (ii) the variation in the AUD/USD exchange rate. To reduce the currency risk for Australian investors, each Fund will offer an exposure to the performance of the relevant commodity Index that is substantially hedged back to the Australian dollar.

2.2 INVESTMENT POLICY

2.2.1 Investment objective

The investment objective of each Fund is to provide an investment return, before fees and expenses, that closely tracks the performance of the relevant Index, with a currency hedge against movements in the AUD/USD exchange rate, plus an interest component.

The Index in relation to each Fund is set out in the Product Supplement. The Product Supplement also sets out more information about the investment objective of each Fund.

There is no assurance or guarantee that the returns of the Funds will meet their investment objectives.

2.2.2 Commodity indices and the commodity futures market

Because it can be impracticable for investors to take physical ownership of certain commodities for extended periods (oil or natural gas, for example), investors throughout the world use liquid and standardised futures contracts to obtain exposure to many commodities. Futures pricing can also be more liquid and efficient for some commodities, especially where the futures contract helps to standardize the pricing (agricultural commodities, for example, where quality can vary between crops, seasons and regions).

Accordingly, indices linked to the performance of many commodities, including the Index which each Fund aims to track, are based on the price of futures contracts.

Investing in commodity futures is not the same as investing in the "spot" price of a given commodity.

The "spot" price of a commodity refers to the price quoted for immediate payment and delivery of a particular

commodity. The price reflects physical ownership of the commodity and a number of associated costs such as delivery, storage and insurance. The spot price is widely quoted in the financial press but, with respect to almost all commodities, an index based on commodity spot prices is not "investable" (i.e. the commodities are not suitable to be purchased and held by financial investors in physical form). None of the Funds invests in the spot market.

A commodity futures contract is a standardised financial contract traded on a regulated exchange where the parties agree to buy or sell a commodity at a pre-determined future date and at a pre-determined price. Futures prices are based on the future expected spot prices of the commodities and will differ from current spot prices at any time based on a number of different factors including, but not limited to, expected future demand and supply, interest rates, storage and insurance costs. These price differences may be significant – see "Commodity Roll Risk" in section 4.

Commodity futures contracts normally specify a certain date for delivery of the underlying physical commodity. Typically as each futures contract approaches expiration, investors who wish to avoid expiry and physical delivery of the underlying commodity (but who wish to remain invested), will sell the contract and replace it with similar contracts with later expirations. This process is called "rolling". Typically, on specified dates these futures contracts are rolled mechanically into a subsequent futures contract before the current position expires, in accordance with a defined schedule. This mechanism, which is also incorporated in the calculation of commodity indices, allows the investor to maintain an exposure to commodities over time.

2.2.3 Investment strategy

The Responsible Entity will employ an investment management strategy which aims to closely track the price performance of the relevant Index (hedged into Australian dollars), plus an interest component, before fees and expenses.

Each Fund will primarily gain exposure to the relevant Index through an investment strategy under which the Fund will purchase a portfolio of assets comprising cash and/or money market instruments (the Portfolio) and enter into swap agreements with one or more Approved Financial Institutions (each, a Swap).

The Responsible Entity uses the Swap with the aim of ensuring that the price performance of the Fund closely tracks the price performance of the relevant Index (hedged into Australian dollars), plus an interest component, before fees and expenses. Under the Swap, if the Index (hedged into Australian dollars) increases in value, the amount of the increase is payable by the Approved Financial Institution to the Fund. Conversely, if the Index (hedged into Australian dollars) decreases in value, the amount of the decrease is payable by the Fund to the Approved Financial Institution.

The interest earned by the Fund on its cash and money market holdings comprising the Portfolio will accrue into the Fund's Net Asset Value for the benefit of Unitholders.

The performance of each Fund (before fees and expenses) is therefore expected to closely track the performance of the Index (hedged into Australian dollars), plus an interest

component.

Because the Responsible Entity obtains exposure to the performance of the relevant commodities in the way described above, the Funds are referred to as “synthetic” ETFs.

The Responsible Entity may also use various combinations of other available investment techniques including forwards, futures and options to assist in better achieving a Fund’s investment objective. The Responsible Entity may also enter into repurchase agreements, although it has no intention to do so at the date of this PDS.

2.2.4 Composition of the Portfolio

Unless otherwise set out in the Product Supplement, for each Fund the Responsible Entity will adhere to certain investment guidelines in selecting assets to comprise the Portfolio.

Cash will be invested in overnight “at call” deposit accounts, term deposits, cash management trusts or short-term money market instruments such as bank accepted bills, certificates of deposit, commercial paper, government or semi-government securities or floating rate notes. The Responsible Entity applies both minimum liquidity and credit rating criteria in selecting such investments for a Fund, including the ability to liquidate investments on very short notice (generally no more than two business days) and the requirement that investments carry a minimum “investment grade” rating from one of the major credit rating agencies. For general information about credit ratings, see www2.standardandpoors.com/aboutcreditratings/ or <http://v3.moodys.com/ratings-process/Ratings-Definitions/002002>. In addition to its use of credit ratings, the Responsible Entity will make its own assessment of the risk and return characteristics of any deposit account, cash management trust or other asset into which cash is invested, having regard at all times to the best interests of Unitholders. Interest earned from holding the cash and money market instruments will accrue to the benefit of the Fund.

The Portfolio of each Fund is to be held by the custodian.

2.2.5 Approved Financial Institutions and risk management

As described in section 2.2.3, in addition to owning the Portfolio, the Fund will be a party to Swap agreements with one or more Approved Financial Institutions.

Pursuant to the Swap agreements that will be initially entered into, the Fund is not required to transfer any assets to an Approved Financial Institution at the time of entry into the Swap agreements, and the Fund will only have credit exposure to an Approved Financial Institution once there is an increase in the value of the Index (hedged into Australian dollars).

The Responsible Entity will monitor the credit exposure of the Funds based on the daily mark to market valuations under the Swap agreements. All mark to market valuations will be calculated daily by the Fund’s administrator and reviewed by the Responsible Entity.

Any amount owing by one party or the other due to the movement of the Index (hedged into Australian dollars) is calculated each trading day and managed to ensure that a pre-defined credit exposure limit is adhered to.

Specifically, the exposure of a Fund to any Approved Financial Institution will be managed with the objective that it will not exceed 5% of the Net Asset Value of the Fund.

This objective means that in the event that the performance of the Index moves in such a way that an Approved Financial Institution owes the Fund under the Swap agreement an amount that exceeds 5% of the Net Asset Value of the Fund (or any lower threshold agreed with an Approved Financial Institution), the Approved Financial Institution will be required to make a cash payment to the Responsible Entity, or transfer collateral to the Responsible Entity, to reduce the exposure below the applicable threshold (the reverse will apply where the Fund owes an amount to the Approved Financial Institution). Any such cash or collateral provided by the Approved Financial Institution will belong to the Fund and also be held by the custodian. Similarly, any cash or collateral provided by the Fund will belong to the Approved Financial Institution.

In addition, the aggregate exposure of a Fund to all Approved Financial Institutions will be managed by the Responsible Entity with the objective that it will not exceed 5% of the Net Asset Value of the Fund. As at the date of this PDS, the Responsible Entity has agreed a zero exposure threshold with the initial Approved Financial Institution, subject to applicable minimum transfer amounts.

The Fund will only accept as collateral from an Approved Financial Institution assets that meet the investment guidelines set out in section 2.2.4 above, and the value of any such collateral will be calculated daily. Under the initial arrangements the Fund will only accept cash collateral. In the event of default under a Swap agreement, the Fund would use such collateral to offset its exposure to the Approved Financial Institution.

Further information on the Swap agreements is set out in section 6.3.

The Responsible Entity may enter into swap agreements in the future on terms that may differ from the specific swap agreements that will be initially entered into, provided that the exposure of a Fund to all Approved Financial Institutions will continue to be managed (in the manner described in this section 2.2.5) with the objective that it will not exceed 5% of the Net Asset Value of the Fund.

2.2.6 Criteria for selection of Approved Financial Institutions

As at the date of this PDS, the Approved Financial Institution for the Swap agreements of all the Funds is Credit Suisse International, a bank regulated in the United Kingdom by the Financial Services Authority. The Approved Financial Institutions may change at any time.

In selecting Approved Financial Institutions (including any additional or replacement Approved Financial Institution), the Responsible Entity may have regard to a number of criteria. The Approved Financial Institution must be subject to prudential supervision in Australia as an Australian “Authorised Deposit-taking Institution”, or elsewhere on a substantially equivalent basis. The Responsible Entity may also select an entity as an Approved Financial Institution if the entity’s liability under any swap agreement is guaranteed by an institution of the kind described above.

At the time of selection, Approved Financial Institutions must be of good financial standing and must have, as a minimum, a long term investment grade credit rating from a major credit ratings agency.

The Responsible Entity may also, in its discretion, have regard to any other criteria it deems relevant in the selection of an Approved Financial Institution in light of the then current market conditions, and having regard at all times to

the best interests of Unitholders.

2.2.7 Environmental, social and ethical considerations

The Responsible Entity does not take into account labour standards or environmental, social or ethical considerations when selecting, retaining or realising investments.

2.2.8 Performance

Performance information for each Fund, and the Net Asset Value for each Fund, will be published on the BetaShares website at www.betashares.com.au. Information relating to past performance is not a reliable indicator of future performance.

2.2.9 Changes to investment objectives and strategy

The Responsible Entity may from time to time vary the investment mandate for any Fund as set out in this PDS (i.e., the investment objective, strategy and guidelines as described in sections 2.2.1, 2.2.3 and 2.2.4 and, if applicable, in the ProductSupplement).

Any significant change to the investment mandate will be notified to investors and potential investors via a supplementary or new PDS accessible through the ASX Market Announcements Platform.

2.3 DISTRIBUTIONS

It is not the objective of the Funds to provide regular distributions to Unitholders.

In some circumstances, however, a Fund might generate amounts of income, and any such income will be distributed to Unitholders. For example, a Fund may earn interest on cash balances or money market instruments held from time to time. A Fund may also derive assessable income (and incur deductions) under any Swaps that are used to deliver Index returns.

There is no guarantee that any income generated by a Fund will be greater than a Fund's fees and expenses. As such, there is no guarantee that a Fund will distribute any income to Unitholders.

2.3.1 Distributions

Unitholders holding Units in a Fund at the end of a distribution period are entitled to a pro-rata share of the distributable income (if any) for that period based on the number of Units held in the Fund at the end of the distribution period.

Any income of a Fund will be distributed at least annually in respect of the period ending on 30 June each year. The amount of distributable income at the end of any distribution period will be determined by the Responsible Entity.

Distributions will generally be paid within 15 business days of the end of the distribution period to which they relate by deposit to a Unitholder's nominated Australian bank, building society or credit union account.

The amount of the distribution paid by a Fund will vary from period to period, and there may be periods when a Fund will not pay a distribution.

The Net Asset Value of a Fund will fall at the end of a distribution period to reflect any distribution from the Fund. Unitholders who invest towards the end of a distribution period may find that they receive some of their capital as income via the distribution.

The Responsible Entity may, in its discretion, change the duration of a distribution period for a Fund (provided that distribution periods cannot be longer than one year).

A distribution reinvestment plan is not available for the Funds.

Information about the timetable for each distribution and the declared distribution amount will be announced via the ASX Market Announcements Platform.

2.3.2 Tax statement

The Responsible Entity will, as soon as reasonably practicable after the end of each financial year, issue to each Unitholder who received an entitlement to the distributable income of a Fund during a financial year a statement which outlines the amount and composition of the taxable income of the Fund to which the Unitholder became entitled.

3 FEES AND OTHER COSTS

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns.

For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website (www.moneysmart.gov.au) has a managed funds fee calculator to help you check out different fee options.

3.1 FEES AND OTHER COSTS

This PDS shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from assets of the managed investment schemes as a whole.

Taxes are set out in another part of this PDS.

You should read all the information about fees and costs because it is important to understand their impact on your investment.

TABLE 3.1: TABLE OF FEES AND OTHER COSTS

BETASHARES CRUDE OIL INDEX ETF – CURRENCY HEDGED (SYNTHETIC), BETASHARES AGRICULTURE ETF – CURRENCY HEDGED (SYNTHETIC) AND BETASHARES COMMODITIES BASKET ETF – CURRENCY HEDGED (SYNTHETIC)

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
FEES WHEN YOUR MONEY MOVES IN OR OUT OF THE FUND		
Establishment fee: The fee to open your investment	Nil	Not applicable
Contribution fee: The fee on each amount contributed to your investment	If you are not an Authorised Participant ¹ – \$0 If you are an Authorised Participant – \$1,500	Payable only by Authorised Participants ¹ . This fee will be payable by Authorised Participants together with the application consideration at the time of applying for Units
Withdrawal fee: The fee on each amount you take out of your investment	If you are not an Authorised Participant – \$0 If you are an Authorised Participant – \$2,000	Payable only by Authorised Participants ¹ . This fee will be deducted from the redemption proceeds at the time of the redemption
Exit fee: The fee to close your investment	Nil	Not applicable

Management costs:

The fees and costs for managing your investment

Betashares Crude Oil Index ETF– Currency Hedged (Synthetic)

Estimated at 1.29% p.a. of the Fund's Net Asset Value

As at the date of this PDS, the management costs of the Fund consist of the following components:

Management fee

0.69% per annum of the Fund's Net Asset Value
The management fee is calculated and accrued daily as a percentage of the Fund's Net Asset Value, and reflected in the daily Net Asset Value per Unit. The amount is deducted from the Fund's assets monthly on or after the first day of the following month.

Plus**Recoverable expenses**

0.00% per annum of the Fund's Net Asset Value.²

Any expenses normally incurred in operating the Fund are paid as and when they arise by the Responsible Entity out of the management fee it receives. Any extraordinary expenses are deducted from the Fund's assets as and when they arise.

Plus**Indirect costs**

0.60% per annum of the Fund's Net Asset Value.³

Indirect costs are accrued daily and reflected as a percentage of the Fund's Net Asset Value per Unit. The amount is deducted from the Fund's assets as and when they arise.

Betashares Agriculture ETF– Currency Hedged (Synthetic)

Estimated at 1.44% p.a. of the Fund's Net Asset Value

As at the date of this PDS, the management costs of the Fund consist of the following components:

Management fee

0.69% per annum of the Fund's Net Asset Value
The management fee is calculated and accrued daily as a percentage of the Fund's Net Asset Value, and reflected in the daily Net Asset Value per Unit. The amount is deducted from the Fund's assets monthly on or after the first day of the following month.

Plus**Recoverable expenses**

0.00% per annum of the Fund's Net Asset Value.²

Any expenses normally incurred in operating the Fund are paid as and when they arise by the Responsible Entity out of the management fee it receives. Any extraordinary expenses are deducted from the Fund's assets as and when they arise.

Plus**Indirect costs**

0.75% per annum of the Fund's Net Asset Value.³

Indirect costs are accrued daily and reflected as a percentage of the Fund's Net Asset Value per Unit. The amount is deducted from the Fund's assets as and when they arise.

	<p>Betashares Commodities Basket ETF– Currency Hedged (Synthetic)</p> <p>Estimated at 1.29% p.a. of the Fund's Net Asset Value</p>	<p>As at the date of this PDS, the management costs of the Fund consist of the following components:</p> <p>Management fee</p> <p>0.69% per annum of the Fund's Net Asset Value The management fee is calculated and accrued daily as a percentage of the Fund's Net Asset Value, and reflected in the daily Net Asset Value per Unit. The amount is deducted from the Fund's assets monthly on or after the first day of the following month.</p> <p>Plus</p> <p>Recoverable expenses</p> <p>0.00% per annum of the Fund's Net Asset Value.²</p> <p>Any expenses normally incurred in operating the Fund are paid as and when they arise by the Responsible Entity out of the management fee it receives. Any extraordinary expenses are deducted from the Fund's assets as and when they arise.</p> <p>Plus</p> <p>Indirect costs</p> <p>0.60% per annum of the Fund's Net Asset Value.³</p> <p>Indirect costs are accrued daily and reflected as a percentage of the Fund's Net Asset Value per Unit. The amount is deducted from the Fund's assets as and when they arise.</p>
<p>Service fees</p> <p>Switching fee:</p> <p>The fee for changing investment options</p>	<p>Nil</p>	<p>Not applicable</p>

¹An Authorised Participant is a trading participant under the ASX Operating Rules who has entered into an agreement with the Responsible Entity in relation to Unit applications and redemptions. For an explanation of the contribution fees and withdrawal fees (also referred to in this PDS as application fees and redemption fees) please see section 3.3.6 'Application and Redemption Fees for Authorised Participants' in the 'Additional explanation of fees and costs'.

²This figure reflects the recoverable expenses incurred by the Fund for the previous financial year ended 30 June 2017. See "Recoverable expenses" in the "Additional Explanation of Fees and Costs" section below for more information.

³This figure reflects the indirect costs incurred by the Fund for the previous financial year ended 30 June 2017. For more information on the meaning and calculation of indirect costs, see "Indirect costs" in the "Additional Explanation of Fees and Costs" section below for more information.

Certain additional costs apply, such as transactional and operational costs. See explanation of "Management costs" in the "Additional Explanation of Fees and Costs" section below for more information.

Each fee set out in this table may in some cases be negotiated with wholesale clients. For more information, refer to the explanation of "Differential fees, rebates and related payments" in the "Additional Explanation of Fees and Costs" section below.

All fees and costs in the table above include Goods and Services Tax (GST) net of any reduced input tax credits

3.2 EXAMPLE OF ANNUAL FEES AND COSTS

This table gives an example of how the fees and costs can affect your investment over a one year period. You should use this table to compare these products with other managed investment products.

TABLE 3.2: EXAMPLE OF ANNUAL FEES AND COSTS

EXAMPLE – APPLICABLE TO BETASHARES CRUDE OIL INDEX ETF – CURRENCY HEDGED (SYNTHETIC) & BETASHARES COMMODITIES BASKET ETF – CURRENCY HEDGED (SYNTHETIC)	AMOUNT	BALANCE OF \$50,000 WITH A CASH CONTRIBUTION OF \$5,000 ¹ DURING THE YEAR ¹
CONTRIBUTION FEES¹	\$0 if you are not an Authorised Participant; or \$1,500 if you are an Authorised Participant	For every additional \$5,000 you put in, you will be charged: \$0 if you are not an Authorised Participant; or \$1,500 if you are an Authorised Participant
PLUS MANAGEMENT COSTS² (management fee plus recoverable expenses plus indirect costs)	1.29% per annum of the Fund's Net Asset Value	And , for every \$50,000 you have in the Fund you will be charged \$645 each year.
EQUALS COST OF FUND		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 ³ during that year, you would be charged fees of \$645 (if you are not an Authorised Participant) or \$2,145 (if you are an Authorised Participant for the ETF). What it costs you will depend on whether you are an Authorised Participant, the investment option you choose and the fees you negotiate.

TABLE 3.2: EXAMPLE OF ANNUAL FEES AND COSTS

EXAMPLE – APPLICABLE TO BETASHARES AGRICULTURE ETF – CURRENCY HEDGED (SYNTHETIC)	AMOUNT	BALANCE OF \$50,000 WITH A CASH CONTRIBUTION OF \$5,000 ¹ DURING THE YEAR ¹
CONTRIBUTION FEES¹	\$0 if you are not an Authorised Participant; or \$1,500 if you are an Authorised Participant	For every additional \$5,000 you put in, you will be charged: \$0 if you are not an Authorised Participant; or \$1,500 if you are an Authorised Participant
PLUS MANAGEMENT COSTS² (management fee plus recoverable expenses plus indirect costs)	1.44% per annum of the Fund's Net Asset Value	And , for every \$50,000 you have in the Fund you will be charged \$720 each year.
EQUALS COST OF FUND		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 ³ during that year, you would be charged fees of \$720 (if you are not an Authorised Participant) or \$2,220 (if you are an Authorised Participant for the ETF). What it costs you will depend on whether you are an Authorised Participant, the investment option you choose and the fees you negotiate.

An Authorised Participant who redeems Units directly will also be charged a withdrawal fee of \$2,000 for a redemption.

Each fee in this table may in some cases be negotiated with wholesale clients. For more information, refer to the explanation of "Differential fees, rebates and related payments" in the "Additional Explanation of Fees and Costs" section below.

¹ Please note the minimum investment in each ETF by an Authorised Participant is for the number of Units that make up a Creation Unit, unless the Responsible Entity agrees otherwise.

² Management costs are made up of the management fee, recoverable expenses and estimated indirect costs. Certain additional costs apply, such

as transactional and operational costs. For more information, refer to the “Additional Explanation of Fees and Costs” section below.

³ Assumes the \$50,000 is invested for the entire year and the \$5,000 investment occurs on the last day of the year

3.3 ADDITIONAL EXPLANATION OF FEES AND COSTS

3.3.1 Management costs

The management costs for a Fund incorporate all relevant ongoing fees and other costs involved in managing the Fund and deriving investment returns. The management costs comprise:

- Responsible Entity's management fee;
- recoverable expenses; and
- indirect costs.

Management costs do not include:

- transactional and operational costs, such as brokerage, transactional custodian fees, and other transaction fees associated with buying and selling the Fund's assets; and
- other costs that an investor would ordinarily incur when investing directly in the ETF's underlying assets.

(These costs are therefore not included in the management costs set out in Table 3.1 and Table 3.2 above, but they are paid out of the Fund's assets).

3.3.2 Management fee

The management fee is charged by the Responsible Entity for managing the relevant Fund and making it available to investors. It is calculated and accrued daily as a percentage of the Fund's Net Asset Value, and reflected in the daily Net Asset Value per Unit. The amount is deducted from the Fund's assets monthly on or after the first day of the following month.

3.3.3 Recoverable expenses

The expenses normally incurred in the day to day operation of each Fund include custodian, fund administration, unit registry, ASX and audit costs (other than transactional and operational costs described above). These expenses normally incurred will be paid by the Responsible Entity out of the management fee it receives while this PDS is current. The Responsible Entity may withdraw or replace this PDS at any time.

The recoverable expenses normally incurred by each Fund for the previous financial year ended 30 June 2017 were 0.00%p.a. of the Fund's Net Asset Value, as these expenses were paid out of the Responsible Entity's management fee.

Extraordinary expenses are expenses that are not normally incurred in the day to day operation of a Fund and are not necessarily incurred in any given year. They may include costs associated with holding unitholder meetings, changing a Fund's constitution, or defending or pursuing legal proceedings. Extraordinary expenses will not be paid Responsible Entity out of the management fee it receives. Any such expenses will be recovered from the relevant Fund and reflected in its Net Asset Value per Unit. At the date of this PDS the estimate of extraordinary expenses of each Fund for the previous financial year ended 30 June 2017 were nil.

3.3.4 Indirect costs

Indirect costs are any amounts that we know or where required, reasonably estimate, will reduce a Fund's returns that are paid from the Fund's assets (other than the management fee, recoverable expenses, and transactional and operational costs described elsewhere in this section) or

that are incurred through investing in over-the-counter derivatives or that are paid from the assets of any interposed vehicle (such as an underlying fund) in which the Fund may invest.

At the date of this PDS the indirect costs of each Fund for the previous financial year ended 30 June 2017 are estimated as set out in Table 3.1 above.

3.3.5 Transactional and operational costs

Each Fund incurs transactional and operational costs, such as transactional custodian fees, and other transaction fees associated with buying and selling the respective Fund's assets. Transactional and operational costs are an additional cost and are not included in the management costs. The transactional and operational costs are borne by each Fund.

The table below sets out our estimate of each Fund's total transactional and operational costs as a percentage of the Fund's Net Asset Value for the previous financial year ended 30 June 2017.

	Estimated total transactional and operational costs - % p.a. of the Fund's Net Asset Value for the previous financial year ended 30 June 2017
Betashares Crude Oil Index ETF – Currency Hedged (Synthetic)	0.01% (or \$5 for every \$50,000 you have in the Fund)
Betashares Agriculture ETF – Currency Hedged (Synthetic)	0.03% (or \$15 for every \$50,000 you have in the Fund)
Betashares Commodities Basket ETF – Currency Hedged (Synthetic)	0.01% (or \$5 for every \$50,000 you have in the Fund)

Transactional and operational costs are in addition to the management costs set out in Table 3.1 and Table 3.2 above.

The amount of these costs can be expected to vary from year to year depending on the volume and value of transactions undertaken.

3.3.6 Application and redemption fees for Authorised Participants

No application fees or redemption fees are payable by investors who buy and sell Units on the ASX. However, brokerage charges may apply.

Application fees and redemption fees will only be payable by Authorised Participants to the Responsible Entity on an application for or redemption of Units directly with the Fund.

The application fee and redemption fee applicable to a Fund is set out in the table in section 3.1.

3.3.7 Stockbroker fees for all other investors

Investors may incur customary brokerage fees and commissions when buying and selling Units on the ASX, as for any listed or quoted security. Please consult a stockbroker for more information in relation to their fees and charges.

3.3.8 Can fees and costs change and what are the maximums?

Yes, fees and costs can change subject to maximums in the Fund's Constitution.

The Constitution of each Fund limits the amount of the Responsible Entity's fee to a maximum of 3% p.a. of the Fund's Net Asset Value (plus GST).

The Constitution of each Fund provides for the following maximum application and redemption fees:

- a maximum application fee of 5% of the aggregate Issue Price of the Units applied for (plus GST);
- a maximum redemption fee of 5% of the aggregate Withdrawal Amount of the relevant Units (plus GST).

The Responsible Entity also has the right to recover from a Fund all expenses properly incurred in the performance of its duties.

As at the date of this PDS, the Responsible Entity does not have any intention to change the fees and costs described in this PDS, although it has the right to do so at any time. Any increase in the fees and costs for the Fund will be announced to the ASX via the Market Announcements Platform at least 30 days before it occurs.

Any estimates of fees and costs in this PDS are based on information available as at the date of this PDS. As such, the actual fees and costs may differ and are subject to change from time to time. Information in this PDS that is not materially adverse to investors is subject to change from time to time and may be updated by the Responsible Entity by publishing such information on the BetaShares website at www.betashares.com.au. A paper copy of any updated information will be provided free of charge on request.

3.3.9 Differential fees, rebates and related payments

The Responsible Entity may, from time to time, agree with wholesale clients to rebate or reduce some of the management or other fees on a case by case basis. The amount of fee reduction is at the Responsible Entity's discretion. The Responsible Entity will achieve these reductions and meet any rebates in relation to management fees by payments from its own resources. For more information, please contact the Responsible Entity.

Any reduction in management fees offered by the Responsible Entity to a wrap platform or master trust operator may be passed on to the clients of the operator or retained by the operator.

Subject to applicable law, the Responsible Entity may also pay one-off or annual product access payments to wrap platform or master trust operators for including the Funds in their offering. As of the date of this PDS, no product access payments have been made. The Responsible Entity would make any such payment from its own resources.

3.3.10 Indirect investors

Indirect investors investing through a wrap platform or master trust should note that the fees outlined in this section 3 are in addition to any other fees and costs imposed by the wrap platform or master trust operator.

4 RISKS

Unitholders in the Funds face a number of investment risks. There are risks associated with any investment. Generally, the higher the expected return of an investment, the higher the risk and the greater the variability of returns.

The market price and Net Asset Value per Unit can fluctuate within a wide range. When considering an investment in the Funds, personal tolerance for fluctuating market values should be taken into account.

The most common risks associated with investing in the Funds are described below, but there could be other risks that affect the performance of the Funds. The discussion below is general in nature. You should also read the Product Supplement for a discussion of any additional risks that are relevant to each specific Fund.

The Responsible Entity does not provide assurances or guarantees on future profitability, returns, distributions or return of capital. An investment in a Fund could lose money over short or long periods.

You should seek your own professional advice on the appropriateness of this investment to your circumstances. You should also consider how an investment in the Funds fits into your overall investment portfolio.

4.1 MARKET RISK

Investment returns are influenced by the performance of financial markets as a whole. This means that the value of the Units can be affected by factors such as changes in interest rates, investor sentiment and global events, depending on which markets or asset classes you invest in. Markets are volatile and fluctuate from day-to-day. This volatility may cause the value of an investment in a Fund to decrease.

4.2 COMMODITY VOLATILITY

A Fund which has exposure to the commodities markets may be subject to greater volatility than investments linked to other asset classes. The value of a Fund linked to a commodity index may be affected by changes in overall market movements, commodity index volatility, changes in interest rates, or factors affecting a particular industry or commodity, such as drought, floods, weather, livestock disease, embargoes, tariffs and international economic, political and regulatory developments.

4.3 COMMODITY ROLL RISK

Investing in the Funds does not provide the same return as investing in the “spot” price of the relevant commodities (which, as set out in section 2.2.2, may be impracticable or impossible).

The Indices applicable to the Funds replicate exposure to a defined basket of one or more commodities futures contracts. On specified dates these futures contracts are rolled mechanically into a subsequent futures contract before the current position expires according to a defined schedule.

The difference between the price at which the first futures contract is sold and the next futures contract is purchased is called the “roll yield” and it is an important part of the return on a commodities investment.

Roll yield can be either positive or negative depending on the slope of the futures curve for the relevant commodity or index. Rolling futures will yield a positive return when the curve is in “backwardation”, which describes a situation where the prices are lower in the distant delivery months than in the nearest delivery months. Rolling futures will yield a negative return when the curve is in “contango”, which describes a situation where the prices are higher in the distant delivery months than in the nearer delivery months.

“Roll yield” is one reason why the returns of commodity indices based on underlying commodities futures contracts (and funds that aim to track the performance of such indices) will diverge from the performance of the relevant spot prices. Such divergences, which may be positive or negative, may be large and they may vary over time. If roll yield is consistently negative during a period then, all else being equal, the performance of an affected Fund will be worse than the performance of the spot price of the relevant commodities over the same period.

Factors that lead to contango or backwardation include storability (and the associated costs of storage), interest rates and the actual and expected scarcity of supply, and futures markets have historically moved between periods of contango and periods of backwardation over time. These movements may be volatile and they can occur over short periods of time. Prolonged periods of contango may also occur.

4.4 COMMODITY MARKET REGULATORY RISK

The regulation of futures transactions is a rapidly changing area of law and is subject to modification by government and judicial action. The effect of any future regulatory changes on the Funds is impossible to predict, but could be substantial and adverse.

4.5 DERIVATIVE RISK

The primary risks associated with the use of derivative contracts such as the Swaps are:

- the values of the derivative failing to move in line with the underlying asset;
- the potential lack of liquidity of the derivative;
- possibility that the derivative position is difficult or costly to manage or reverse;

- the Fund may not be able to meet payment obligations as they arise;
- the counterparty to the derivative contract (including any Approved Financial Institution) may not meet its obligations under the contract or there may be a dispute under the contract about the value of the derivative or any other matter;
- the collateral obligations in respect of margin requirements on derivative contracts can cause liquidity issues if insufficient collateral is available; and
- other factors cause the derivative contract to terminate early.

Any of the above factors could cause the Fund to incur losses, suffer increased costs, fail to realise gains or fail to achieve a high correlation with its investment objective.

4.6 COUNTERPARTY AND SWAP TERMINATION RISK

There is a risk that an Approved Financial Institution may default on its obligations under a Swap or similar derivative agreement. In the event of such a default, the relevant Fund and its Unitholders may incur a loss. Payment of returns from the Fund may also be delayed while the Responsible Entity enforces its rights under the agreement.

In the event of any material credit rating downgrade or other material adverse change concerning any Approved Financial Institution, or if an Approved Financial Institution terminates one or more Swaps in accordance with a Swap agreement or otherwise ceases its relationship with the Responsible Entity, the Responsible Entity will take such measures and actions as reasonably and practicably available to it. This may include entering into replacement swap transactions with one or more existing or new Approved Financial Institutions. Any replacement of an Approved Financial Institution will be notified to Unitholders. There can be no assurance that such measures will be effective.

If the Responsible Entity is unable to enter into replacement swap transactions with one or more existing or new Approved Financial Institutions, it may determine to wind up the Fund (with the consequent return of the Net Asset Value of the Fund less the costs of winding up and any provisions in accordance with the Constitution).

An Approved Financial Institution may also be adversely affected by regulatory or market changes which may make it difficult or impossible for the institution to hedge its obligations to a Fund (and hence deliver the agreed returns to the Fund), which may lead the Approved Financial Institution to seek to terminate the Swap agreement or increase its fees. This could adversely affect the Fund's ability to achieve its investment objective.

4.7 CONCENTRATION RISK

Each Fund aims to track an Index (hedged into Australian dollars) which may be concentrated in terms of the number of commodities represented, with some Funds highly concentrated in a single commodity. Concentration

in fewer underlying commodities may result in a greater degree of volatility in an Index and, as a result, in the net asset value of the relevant Fund over time.

4.8 GENERAL REGULATORY RISK

There is a risk that a government or regulator may introduce regulatory and/or tax changes, or a court makes a decision regarding the interpretation of the law, which affects the value of the Units or the tax treatment of the Fund and its Unitholders.

The Funds may be affected by changes to legislation or government policy or political developments both in Australia and in other countries. These changes are monitored by the Responsible Entity and action is taken, where appropriate, to facilitate the achievement of the investment objectives of the Funds. The Responsible Entity may not always be in a position to take such action.

4.9 INTERNATIONAL EXCHANGE RISK

Each Fund will have exposure to an Index linked to the price of futures contracts that trade on an international exchange. This may involve risks not typically associated with investing in Australia. These foreign exchanges will typically trade through a twenty four hour cycle (except for a forty five minute closing), although not all the relevant futures contracts can be traded for this entire period, and they will therefore be open during periods when the Funds do not trade, for example on a non-ASX Business Day or outside of ordinary trading hours on an ASX Business Day. Hence there may be changes in the values of futures contracts and exchange rates which affect the relevant Index during periods when investors will not be able to purchase or sell Units on the ASX.

On any ASX Business Day when the relevant foreign exchange is closed, there will be no change in the underlying Index, which may limit the liquidity of the Fund during that ASX Business Day.

4.10 PRICE LIMIT RISK

Some foreign exchanges where futures contracts are traded have regulations that limit the amount of fluctuation that may occur in futures contract prices during a single business day. The maximum or minimum price on a contract on any given day as a result of these limits is referred to as a "limit price". Once the limit price is reached on a contract, no trades may be made at a price beyond the limit. The limit price may preclude trading or force liquidation of a particular contract at potentially disadvantageous prices or times. Such circumstances could adversely impact a counterparty's ability to hedge its obligations to a Fund, could affect the value of an Index or the net asset value of a Fund, and could also disrupt application and redemption requests. It is not certain how long any such limit price would remain in effect.

A limit price may result in a net asset value, and ASX trading price, of a Fund that differs, and may differ significantly, from the net asset value and trading price that would prevail in the absence of the limit price.

While the Responsible Entity may apply an Equalisation

Adjustment (see section 5.3) with the objective of ensuring that net asset value of a Fund is not unfairly affected as a result of applications and redemptions effected while the Issue Price and Withdrawal Amount are affected by a limit price, the amount of the Equalisation Adjustment will not be able to be determined, and therefore reflected in the Fund's net asset value, until the limit price ceases to apply. During this period, which may last for one or more days, the published net asset values of a Fund would reflect the limit price rather than any more current value of the underlying futures contracts. Similarly, during any period while the limit price event is continuing any iNAV would reflect the limit price rather than any more current value of the underlying futures contracts (see section 6.2.28).

4.11 TAX RISK

While the investment objective of each Fund is to track the relevant Index (hedged into Australian dollars) before fees and expenses, the taxation outcome may not be exactly the same as if the Fund directly held the same futures contracts as those underlying the relevant Index.

Taxation law is complex and subject to changes by the Australian Government, possibly with retrospective effect.

As the circumstances of each investor are different, the Responsible Entity strongly recommends that investors obtain professional independent tax advice relating to the tax implications of investing in and dealing in Units.

General information in relation to taxation matters is provided within this PDS in section 7.

4.12 MANAGER RISK

There is a risk that the Responsible Entity's investment strategy is not successful, or not successfully implemented, resulting in a Fund failing to meet its objectives. No assurance can be given that the trading systems and strategies utilised by the Responsible Entity will prove successful under all or any market conditions.

The Responsible Entity employs an investment management strategy that aims to closely track the relevant Index for each Fund (hedged into Australian dollars), plus an interest component, before fees and expenses. This should help to lower the risk of underperformance relative to the investment objective, as compared to the performance of managers who employ an active investment strategy relative to their own benchmarks.

4.13 FUND RISK

There is a risk that a Fund could terminate, that fees and expenses could change or that the Responsible Entity could be replaced as responsible entity of a Fund. There is also a risk that investing in the Fund may give a different result than investing directly (if applicable) into the futures contracts that make up the Index tracked by the Fund. This may occur because the value of the Swap used to achieve the investment objective of a Fund fails to move in line with the relevant Index (hedged into Australian dollars) as expected. The deviation from the relevant Index could be positive or negative.

4.14 OPERATIONAL RISK

A Fund's day to day operations may be adversely affected by circumstances beyond the reasonable control of the Responsible Entity, such as failure of technology or infrastructure, or natural disasters. A breakdown in administrative procedures and risk control measures implemented by the Responsible Entity or its service providers, including with respect to cyber-security, may also adversely affect the operation and performance of the Fund.

4.15 TRADING RISK

In certain circumstances, the ASX may suspend trading of the Units of a Fund and therefore Unitholders will not be able to buy or sell Units of that Fund on the ASX. In these circumstances, the Responsible Entity may suspend the application and redemption process.

There may be other occasions where the Responsible Entity may suspend the application and redemption process, such as around the end of a distribution period or where other factors prevent the accurate calculation of Unit prices.

The ASX also imposes certain requirements for Units to continue to be quoted. The Responsible Entity will endeavour to meet these requirements at all times to ensure the Units remain quoted, although there can be no assurance that Units will remain quoted on the ASX. Under these circumstances, the Responsible Entity may take measures such as suspending the application and redemption process or potentially terminating the Fund.

Although the Units are quoted on the AQUA market of the ASX there can be no assurances that there will be a liquid market for Units. The Responsible Entity has in place market making arrangements to assist in maintaining liquidity for the Funds on the ASX. The Responsible Entity cannot guarantee that a market maker will fulfil its obligations or that a market maker will continue to be appointed. The market making arrangements agreed by the Responsible Entity with the market maker also specify certain permitted circumstances where the market making obligations may be suspended (such as operational disruptions, market disruptions or unusual conditions, other events set out in the ASX Operating Rules, the suspension or rejection of applications for Units or redemption requests, or the market maker not having ASIC relief to allow short selling of Units). If a market maker defaults on its obligations, the Responsible Entity may seek to replace the market maker, although the arrangements with the market maker may limit or exclude any liability on the part of the market maker.

4.16 TRADING PRICE ON ASX MAY DIFFER FROM NET ASSET VALUE PER UNIT

As with any exchange traded fund, it is possible that the trading price of Units on the ASX may differ from the Net Asset Value per Unit. The trading price is dependent on a number of factors including the demand for and supply of Units, investor confidence, the availability of market maker services during the course of the trading day, the bid-offer spread charged by a market maker and how closely the value of the assets of a Fund tracks the performance of the relevant Index. The trading price may

be affected if there is a suspension of the application and redemption process. The application and redemption facility is designed to reduce the likelihood of Units trading at a significant discount or premium to the Net Asset Value per Unit. If the application or redemption facility for a Fund is closed on a particular day, the trading price might diverge further from the Net Asset Value per Unit.

Periods of increased market volatility or disruptions to the market making function may result in wider bid-offer spreads for Units and trading prices that differ significantly from a Fund's Net Asset Value per Unit. This risk may be higher in the period shortly after the ASX opens for trading and near the close of trading. If an investor purchases Units at a time when the market price is at a premium to the Net Asset Value per Unit or sells at a time when the market price is at a discount to the Net Asset Value per Unit, then the investor may sustain losses. Investors should consider placing "limit orders" to reduce the risk of trading at unfavourable prices.

In addition, the trading price of Units on the ASX may also be influenced by the non-concurrent trading hours between the ASX and the applicable futures exchanges on which the futures contracts, reflected in the Index, are traded. While the Funds' Units are normally available for trading on ASX from 10:00am to 4:00pm (Australian Eastern Time), certain futures contracts may not be able to be traded, or may trade with reduced liquidity, during all or some of this time period. As a result, during times when the ASX is open but the underlying futures contracts are not able to be traded, or trade with reduced liquidity, trading spreads (the difference between bid prices and the offer prices on the ASX) may widen significantly and increase the difference between the trading price of Units and the Net Asset Value per Unit.

If the trading of futures contracts which form part of an Index is suspended or restricted, the Net Asset Value of a Fund that tracks such an Index may also be affected.

4.17 SETTLEMENT RISK

The application and redemption processes associated with the issue or redemption of Units are subject to the normal settlement procedures through CHESS. A Fund is exposed to some risk if an Authorised Participant fails to comply with its settlement obligations. These risks are mitigated by the fact that Authorised Participants are subject to usual ASX trading practices including ASX fail fees.

4.18 INDEX RISK

Each Fund aims to provide Unitholders with a return closely matching the return of the relevant Index (hedged into Australian dollars) before fees and expenses. The return of the relevant Index is subject to risk associated with the performance of the futures contracts that underlie the Index, which contribute to the volatility of Index returns, and hence the returns of Unitholders.

Occasionally, the published Index return may differ from what would be expected under the accepted index calculation methodology. The Index provider may or may not re-publish, restate, or advise market participants of an adjusted or corrected figure. In these circumstances, the

Responsible Entity may recalculate returns, based on the figure generally accepted to be the correct figure.

As described in section 6.2.7, the sponsor of an Index may stop publishing the Index, or the Index may cease to be a significant benchmark, in which case the Responsible Entity may change the index for a Fund. The value of the Swap (and the Net Asset Value) may be adversely affected by such adjustments.

4.19 RISK ASSOCIATED WITH TRACKING AN INDEX

There is no guarantee that a Fund's investment objective will be achieved. No investment strategy, asset or financial instrument will guarantee automatic and continuous tracking of the performance of an Index.

4.20 CURRENCY HEDGING

Because most commodities and commodity futures are traded and priced in U.S. dollars, the return on an investment in commodities for Australian investors will be affected by two variables: (i) the price return of the relevant commodity (or commodity index) in U.S. dollars; and (ii) the variation in the AUD/USD exchange rate. To reduce the currency risk for Australian investors, each Fund will offer an exposure to the performance of the relevant commodity Index that is substantially hedged back to the Australian dollar.

The currency hedging undertaken by the Funds is implemented through the Swap agreements. There is no assurance that the currency hedging strategy will be effective. The strategy is designed to minimise the impact of currency fluctuations on the Fund's returns, but it does not eliminate exposure to all currency fluctuations. The allowances accruing under the Swaps to reflect currency movements will not perfectly offset the actual fluctuations in the AUD/USD exchange rate.

4.21 COUNTERPARTY RISK

Counterparties used in connection with a Fund's investment activities may default on their obligations, for instance by failing to make a payment when due. This may be due to insolvency or other events of default. Such counterparties may include service providers and derivatives counterparties, as well as the Fund's custodian. Default on the part of a counterparty could result in financial loss to the Fund.

4.22 iNAV risk

Any iNAV published for a Fund is indicative only, may not be up to date and may not reflect the true value of a Unit.

5 HOW TO BUY AND SELL UNITS

Only Authorised Participants may apply for Units directly through this PDS.

Other investors cannot apply for Units through this PDS. Such investors may buy and sell Units by trading on the ASX through a stockbroker, or via a financial adviser.

Prior to being issued Units, an Authorised Participant must execute an Authorised Participant Agreement that deals with, amongst other things, the rights and obligations of the Authorised Participant in relation to applying for Units. An Authorised Participant may only redeem Units if it is an Australian Resident. See section 6.3 for further information about the Authorised Participant Agreement.

To effect an application or redemption, Authorised Participants must complete the Application Form or Redemption Form attached to this PDS (or available on the BetaShares website at www.betashares.com.au).

5.1 MINIMUM APPLICATIONS AND REDEMPTIONS

The minimum application amount is \$1,000,000, payable in cash, unless otherwise agreed with the Responsible Entity.

The minimum redemption for BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) is 50,000 Units, unless the Responsible Entity agrees otherwise.

The minimum redemption for BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) is 100,000 Units, unless the Responsible Entity agrees otherwise.

5.2 PROCESSING APPLICATIONS AND REDEMPTIONS

Application/Redemption forms received from Authorised Participants before the Dealing Deadline on a Dealing Day are processed at the Issue Price/Withdrawal Amount (being the Net Asset Value per Unit) for the Fund calculated generally as at the next official close of the Index. An Equalisation Adjustment payment may apply in connection with an application or redemption in the circumstances described below.

Application/Redemption forms received from Authorised Participants after the Dealing Deadline on a Dealing Day, or on a non-Dealing Day, will be treated as being received on the next Dealing Day.

5.3 EQUALISATION ADJUSTMENT

If, as at the valuation time at which the Issue Price/Withdrawal Amount is calculated for a Dealing Day, a Market Disruption Event has occurred in relation to a Fund, an Equalisation Adjustment will be payable in respect of applications and redemption requests received for that Dealing Day, with the objective that the Authorised Participant applying for or redeeming Units, on the one hand, and other Unitholders, on the other, are treated fairly.

An Equalisation Adjustment may arise if, due to a Market Disruption Event, the Responsible Entity is not able to increase the investment exposure of the Fund (for

applications) or decrease the investment exposure of the Fund (for redemptions) at the same price that is reflected in the Issue Price/Withdrawal Amount.

The Equalisation Adjustment will be the difference between the aggregate Issue Price/Withdrawal Amount and the aggregate price in respect of an application/redemption that reflects the investment positions actually achieved by the Responsible Entity in increasing/decreasing the investment exposure of the Fund. This difference may result in a cash payment to the transacting Authorised Participant from the assets of the Fund, or a cash payment from the transacting Authorised Participant to the Fund. In this way, neither the transacting Authorised Participant nor other Unitholders, should be unfairly affected by the Market Disruption Event.

The Responsible Entity will advise the Authorised Participant of any applicable Equalisation Adjustment as soon as practicable on or after T+1. Payment of any Equalisation Adjustment must be made at the time of settlement of the application or redemption, unless the Responsible Entity otherwise determines.

5.4 APPLICATIONS AND REDEMPTIONS

For applications, an Authorised Participant must pay the application consideration by transferring to the Responsible Entity or custodian the cash amount of the application (plus the application fee). On T+1, the Responsible Entity will advise the Authorised Participant of the number of Units (rounded down to the nearest Unit) that equates to the value of the application. For redemptions, an Authorised Participant must deliver the relevant Units to the Responsible Entity or custodian. On T+1, the Responsible Entity will advise the Authorised Participant of the total Withdrawal Amount that equates to the aggregate value of the Units being redeemed. The Authorised Participant will receive the cash amount of the redemption (less the redemption fee).

Settlement of applications and redemptions will generally occur through CHESS on T+2 for applications and T+2 for redemptions.

By signing an Authorised Participant Agreement, an Authorised Participant agrees to be bound by certain execution and settlement procedures in relation to applications for and redemptions of Units which are set out in the Authorised Participant Agreement. Settlement failure procedures apply if an Authorised Participant does not comply with its obligations under the procedures. The procedures allow the Responsible Entity to cancel an application or redemption in certain circumstances and to take certain other action. The Responsible Entity may also reject any application in whole or in part at any time, without giving reasons.

5.5 SUSPENSIONS OF APPLICATIONS AND REDEMPTIONS

There may be occasions where the Responsible Entity may suspend applications or delay or reject redemption requests. This may occur, for example, around the end of a distribution period when the Responsible Entity is calculating and paying the distributable income (if any) for the relevant period or where there are factors, as determined by the Responsible

Entity, which prevent the accurate calculation of Unit prices. The Responsible Entity will advise Unitholders of any suspension of applications or delay or rejection of redemptions.

Where the Responsible Entity cannot accurately determine the Net Asset Value per Unit, the Responsible Entity may suspend applications for Units and/or delay or reject redemptions of Units.

The Responsible Entity may also scale down redemptions in certain circumstances.

See section 6.2.8 and 6.2.9 for further information.

5.6 VALUATIONS AND PRICING

After the Units are quoted, the amount per Unit payable by an Authorised Participant upon an application for Units is known as the Issue Price, and is equal to the Net Asset Value per Unit (an Equalisation Adjustment may also be payable. See section 5.3 above).

The amount per Unit to which an Authorised Participant is entitled on the redemption of Units is known as the Withdrawal Amount, and is equal to the Net Asset Value per Unit (an Equalisation Adjustment may also be payable. See section 5.3 above). The Issue Price and the Withdrawal Amount are calculated in the same manner and will have the

same value at any time. This value is determined by dividing the Net Asset Value of the Fund by the number of Units on issue in the Fund as at the time the Issue Price and/or Withdrawal Amount are determined (the valuation time).

The valuation time for a Fund is generally the official close of the Index on each day the relevant Index is published, unless otherwise determined by the Responsible Entity.

The Withdrawal Amount paid to a Unitholder on the redemption of Units may include an entitlement to the distributable income of the Fund. (Please refer to section

7.1.5 of this PDS for details regarding how this entitlement is determined.)

The Net Asset Value of a Fund is calculated by deducting from the aggregate value of the assets of the Fund all liabilities such as accrued fees and other costs, and provisions relating to the Fund. Fees and other costs, including the Responsible Entity's fees, are accrued daily. The Fund's assets reflect their market value. The valuation methods applied by the Responsible Entity to value the Fund's assets and liabilities are consistent with applicable industry standards and result in Net Asset per Unit calculations that are independently verifiable.

Details of the daily Net Asset Value per Unit (and hence the Issue Price and Withdrawal Amount) will be made available on the BetaShares website at www.betashares.com.au.

6 ADDITIONAL INFORMATION

6.1 THE ROLE OF CERTAIN ENTITIES IN REGARD TO THE FUNDS

There are a number of parties, in addition to the Responsible Entity, involved in the ongoing operation and administration of the Funds or who otherwise provide services in connection with the Funds:

6.1.1 Custodian and Administrator

The custodian provides custodial services to the Responsible Entity, including holding the assets of the Funds. The custodian may, from time to time, appoint sub-custodians. The custodian has a limited role and has no obligation to monitor whether the Responsible Entity is complying with its obligations as responsible entity of the Fund.

The administrator provides administration services to the Responsible Entity. These services include fund accounting, maintenance of books and records, calculating distribution amounts, calculating the Issue Price and Withdrawal Amount, and taxation and other services.

The Responsible Entity may change the custodian and administrator without prior notice to Unitholders.

As of the date of this PDS, the custodian and administrator is:

RBC Investor Services Trust
Level 47
2 Park Street
Sydney NSW 2000

6.1.2 Registrar

As for any quoted security, the role of the Registrar is to keep a record of the Unitholders in the Funds. This includes details such as the quantity of securities held and tax file numbers (if provided). The Responsible Entity may change the Registrar without prior notice to Unitholders.

As of the date of this PDS, the registrar is:

Link Market Services
Level 12
680 George Street
Sydney NSW 2000

6.1.3 Market maker

The role of a market maker is to facilitate an orderly and liquid market in the Funds and to satisfy supply and demand for Units. They do this by:

- Subject to certain conditions, providing liquidity to the market through acting as the buyer and seller of Units on the ASX during a significant part of the trading day; and
- Creating and redeeming Units in the primary market pursuant to this PDS, which helps to ensure the number of Units on issue matches supply and demand.

The Responsible Entity seeks to appoint market making firms: that have experience in making markets in exchange-

traded securities both in Australia and internationally; that have the necessary skill and expertise to perform market making functions; and that are ASX participants (or trade through an ASX participant). To qualify for admission as an ASX participant, a firm must meet admission requirements set out in the ASX Operating Rules, which require the firm to hold an Australian financial services licence that authorises it to carry on its business as a market participant and to satisfy ASX of various matters including organisational competence and business integrity.

Information about the market maker(s) selected by the Responsible Entity from time to time can be obtained by contacting the Responsible Entity.

The arrangements with the market maker specify certain permitted circumstances where the market making obligations may be suspended (such as operational disruptions, market disruptions or unusual conditions, other events set out in the ASX Operating Rules, the suspension or rejection of applications for Units or redemption requests, or the market maker not having ASIC relief to allow short selling of Units). If a market maker defaults on its obligations, the Responsible Entity may seek to replace the market maker, although the arrangements with the market maker may limit or exclude any liability on the part of the market maker. The arrangements with the market maker may also provide that the market maker has no liability or responsibility to Unitholders for any act or omission made in connection with the market making arrangements.

Unitholders should be aware that a market maker will retain for its own account any trading profit and bear any loss which may be generated by its market making activities. Subject to the AQUA Rules and the agreement with the market maker, the Responsible Entity may appoint or terminate a market maker in respect of a Fund. The Responsible Entity may determine to no longer appoint a market maker in respect of a Fund in circumstances where it is no longer required to do so under the AQUA Rules.

6.1.4 Auditor

The Responsible Entity has appointed KPMG as the auditor of the financial statements of each Fund and of the Responsible Entity's compliance plan for the Fund.

6.1.5 Monitoring of service providers

The Responsible Entity has procedures in place to monitor the performance of those service providers to whom functions have been outsourced. Monitoring methods include, where appropriate, daily observation of service provider performance, review of regular compliance and audit reports, regular meetings with service providers and performance assessments

6.2 OTHER INFORMATION YOU NEED TO KNOW

6.2.1 BetaShares as the responsible entity

BetaShares, as the responsible entity, is responsible for the management and administration of the Funds. The Responsible Entity holds an Australian Financial Services Licence (AFSL 341181) that authorises it to act as the responsible entity of the Funds. The powers and duties of the Responsible Entity are set out in the Constitution of each Fund, the *Corporations Act* and general trust law.

The Responsible Entity has the power to appoint an agent, or otherwise engage a person, to do anything that it is authorised to do in connection with a Fund and, for the purpose of determining whether the Responsible Entity has properly performed its duties as responsible entity, the Responsible Entity is taken to have done (or failed to do) anything that the agent or person has done (or failed to do) because of the appointment or engagement, even if they were acting fraudulently or outside the scope of their authority or engagement.

6.2.2 The Constitution

Each Fund is a registered managed investment scheme governed by a Constitution. Under the Constitution of each Fund, the Responsible Entity has all the powers it is possible to confer on a trustee as though it were the absolute owner of the Fund's assets and acting in its personal capacity. The Constitution for each Fund sets out the rights of the Unitholders and the obligations of the Responsible Entity, as responsible entity of the Fund. This PDS outlines some of the more important provisions of the Constitutions of the Funds, all of which are substantially identical in terms of their material provisions.

A copy of the Constitution in relation to a Fund may be inspected by Unitholders at the Responsible Entity's office, during business hours. The Responsible Entity will provide Unitholders with a copy of the Constitution upon request.

6.2.3 Amendments to the Constitution

The Responsible Entity may amend the Constitution of a Fund from time to time, subject to the provisions of the Constitution and the *Corporations Act*. Generally, the Responsible Entity can only amend the Constitution where the Responsible Entity reasonably considers that the change will not adversely affect the rights of Unitholders. Otherwise the Constitution can only be amended if approved at a meeting of Unitholders by a resolution approved by at least 75% of the votes cast by Unitholders entitled to vote on the resolution.

6.2.4 The compliance plan

The Responsible Entity has prepared and lodged a compliance plan for the Funds with ASIC. The compliance plan sets out the key criteria that the Responsible Entity will follow to ensure that it is complying with the *Corporations Act* and the Constitutions of the Funds. Each year the compliance plan, and the Responsible Entity's compliance with the compliance plan, will be audited, as required by the *Corporations Act*, and the auditor's report will be lodged with ASIC.

6.2.5 The compliance committee

The Responsible Entity has established a compliance committee with a majority of members that are external to the Responsible Entity. The compliance committee's functions include:

- monitoring the Responsible Entity's compliance with the compliance plans and reporting its findings to the Responsible Entity;
- reporting breaches of the *Corporations Act* or the Constitution to the Responsible Entity;
- reporting to ASIC if the committee is of the view that the Responsible Entity has not taken or does not propose to take appropriate actions to deal with breaches reported to it by the committee; and

- assessing the adequacy of the compliance plan, recommending any changes and reporting these to the Responsible Entity.

6.2.6 Unit pricing policy

The Responsible Entity has documented its policy on how it exercises discretions when determining Unit prices for the Funds. The policy has been designed to meet the ASIC requirements and is available on request to all Unitholders and prospective Unitholders at no charge.

6.2.7 Change of Index

Subject to the contractual arrangements with any Index provider, it is possible that the Responsible Entity may change the Index applicable to a Fund. This may be for reasons such as (but not limited to):

- i. the particular Index ceases to exist or the methodology or constituents of the Index are materially changed;
- ii. a new index becomes available which supersedes the existing Index;
- iii. a new index becomes available which is, in the opinion of the Responsible Entity, more cost effective for a Fund and/or is regarded as the market standard for investors in the particular market and/or would be regarded as of greater benefit to the Unitholders (for reasons including a reduction in transaction costs including Swap costs) than the existing Index;
- iv. it becomes difficult to invest in assets comprised within the particular Index or it becomes difficult or inefficient to enter into Swaps or other derivatives relating to the particular Index;
- v. the Index provider increases its charges to a level which the Responsible Entity considers too high or if any Index licence provided by an Index provider in connection with the use of the Index is terminated;
- vi. the quality (including accuracy and availability of data) of a particular Index has, in the opinion of the Responsible Entity, deteriorated;
- vii. an Approved Financial Institution notifies the Responsible Entity that there is limited liquidity in a portion of the component assets of the Index or it becomes impractical to invest in the components or assets of the Index; or
- viii. other reasons.

6.2.8 Suspensions of applications and redemptions

The Constitution of each Fund allows the Responsible Entity to suspend the issue of Units in the Fund by publishing a notice to that effect. Application forms received during a period of suspension may be rejected or treated as received when the period of suspension ceases. The Responsible Entity may also reject any application in whole or in part at any time without giving reasons.

The Constitution of each Fund provides that, in some circumstances, the period for satisfaction of redemption requests (generally two ASX Business Days) may be extended, or that redemption requests may be rejected. Those circumstances are where:

- i. the Responsible Entity has taken all reasonable steps to realise sufficient assets to pay amounts due in respect of Units to which a redemption request applies and is unable to do so due to circumstances outside its control, such as restricted or suspended trading in the market for an asset or, in the market for any futures contract or other constituent of the Index;
- ii. the Responsible Entity believes that it is impracticable or not possible to transfer, in the manner acceptable to the Responsible Entity, sufficient assets to satisfy the redemption request (for example, because of disruption to a settlement or clearing system);
- iii. the Responsible Entity believes that it is not practicable or desirable to carry out the calculations necessary to satisfy the redemption request (for example, because a relevant index, exchange rate or other reference price is not compiled or published, or it is impracticable or undesirable to calculate the Net Asset Value because of restricted or suspended trading in the market for an asset, in the market for any futures contract or other constituent of the Index, or because the value of any asset cannot otherwise promptly or accurately be ascertained);
- iv. the quotation of any Units on the ASX is suspended or the trading of any Units is otherwise halted, interrupted or restricted by the ASX, or the trading of any Units on the ASX is subject to a period of deferred settlement trading, or there is a period during which Units are subject to a consolidation or division;
- v. the Units cease to be admitted to trading status on the ASX;
- vi. a redemption request is received in a financial year and the Responsible Entity determines that the date on which the completion of the redemption of the Units would otherwise occur would be in the next financial year;
- vii. a withdrawal request is received during any period before or after a distribution date which period the Responsible Entity determines to be necessary or desirable to facilitate the calculation and distribution of distributable income;
- viii. the Responsible Entity does not consider that it is in the best interests of Unitholders of the Fund taken as a whole to transfer or realise sufficient assets to satisfy the redemption request; or
- ix. the Responsible Entity believes that assets cannot be realised at prices that would be obtained if assets were realised in an orderly fashion over a reasonable period in a stable market.

The redemption period may be extended for so long as the relevant circumstances apply.

6.2.9 Spreading redemption requests

The Constitution of each Fund provides that, if the

Responsible Entity receives one or more redemption requests in respect of a particular valuation time that seek the redemption in aggregate of more than 10% of the total number of Units on issue, the Responsible Entity may scale down pro rata each redemption request so that no more than 10% of the number of Units on issue will be redeemed in respect of that valuation time. If a redemption request is scaled down in this way, the relevant Unitholder shall be deemed to have made a redemption request with respect to the unsatisfied balance of the Units the subject of the redemption request and that request will be deemed to have been received immediately following the first valuation time. The balance of such unsatisfied redemption request will be satisfied in priority to any subsequently received redemption request and will generally be satisfied in full no later than the 10th valuation time following the first valuation time.

6.2.10 Non-Authorised Participant redemption request

If there are no Authorised Participants, the Responsible Entity may accept a redemption request from a person who is not an Authorised Participant, provided such person is an Australian Resident at the time of giving the redemption request.

6.2.11 Information relating to redemptions

The information in section 5 relating to redemptions assumes that each Fund is liquid within the meaning of section 601KA of the *Corporations Act*. A Fund will be liquid if at least 80% of its assets, by value, are liquid assets under the *Corporations Act*. Broadly, liquid assets include money in an account or on deposit with a bank, bank accepted bills, marketable securities and other property which the Responsible Entity reasonably expects can be realised for its market value within the period specified in the Constitution for satisfying redemption requests. At the date of this PDS, the Responsible Entity expects that each Fund will be liquid under the *Corporations Act*. If a Fund is not liquid, a Unitholder will not have a right to redeem Units and can only redeem where the Responsible Entity makes a withdrawal offer to Unitholders in accordance with the *Corporations Act*. The Responsible Entity is not obliged to make such offers.

6.2.12 Rights of a Unitholder

A Unit confers a beneficial interest on a Unitholder in the assets of a Fund but not an entitlement or interest in any particular part of the fund or any asset.

The terms and conditions of each Fund's Constitution are binding on each Unitholder in the Fund and all persons claiming through them respectively, as if the Unitholder or person were a party to the Constitution.

6.2.13 Reimbursement of expenses

In addition to any other indemnity which the Responsible Entity may have under a Fund's Constitution or at law, the Responsible Entity is indemnified and entitled to be reimbursed out of, or paid from, the assets of the relevant Fund for all liabilities, losses and expenses incurred in relation to the proper performance of its duties as responsible entity of that Fund.

6.2.14 Retirement of BetaShares

BetaShares may retire as responsible entity of a Fund by calling a meeting of Unitholders to enable Unitholders to vote on a resolution to choose a company to be the new responsible entity. The Responsible Entity may be removed from office by an extraordinary resolution (i.e. at least 50% of the votes that may be cast by Unitholders entitled to vote on the resolution) passed at a meeting of Unitholders, in

accordance with the *Corporations Act*.

6.2.15 Termination

The Responsible Entity may wind up a Fund at any time. Following winding up, the net proceeds will be distributed to Unitholders pro-rata according to the number of Units they hold.

6.2.16 Limitation of liability of Unitholders

The Constitution of each Fund provides that the liability of each Unitholder is limited to the consideration (if any) which remains outstanding in relation their subscription subject to:

- i. the indemnities each Unitholder gives the Responsible Entity for losses or liabilities incurred by the Responsible Entity:
 - a. in relation to the Unitholder's failure to provide requested information;
 - b. for tax or user pays fees as a result of any act or omission by the Unitholder or any matter arising in connection with the Units held by the Unitholder;
 - c. in relation to the Unitholder paying or failing to pay the issue price or application or redemption fees in accordance with the constitution or otherwise failing to comply with the constitution; and
- ii. execution and settlement procedures prescribed by the Responsible Entity that relate to the issue and redemption of Units.

Subject to the matters described above, a Unitholder is not required to indemnify the Responsible Entity or a creditor of the Responsible Entity against any liability of the Responsible Entity in respect of the Fund. However, no complete assurance can be given in this regard, as the ultimate liability of a Unitholder has not been finally determined by the courts.

6.2.17 Meeting of Unitholders

The Responsible Entity may convene a meeting of Unitholders of a Fund at any time, (e.g. to approve certain amendments to a Fund's Constitution or to wind up the Fund). Unitholders also have limited rights to call meetings and have the right to vote at any Unitholder meetings. Except where that Fund's Constitution provides otherwise, or the *Corporations Act* requires otherwise, a resolution of Unitholders must be passed by Unitholders who hold Units exceeding 50% in value of the total value of all Units held by Unitholders who vote on the resolution.

A resolution passed at a meeting of Unitholders held in accordance with a Fund's Constitution binds all Unitholders of the Fund.

6.2.18 Indemnities and limitation of liability of the Responsible Entity

The Responsible Entity is indemnified out of the assets of each Fund for any liability incurred by it in properly performing or exercising any of its powers or duties in relation to the Fund. To the extent permitted by the *Corporations Act*, the indemnity includes any liability incurred by the Responsible Entity as a result of any act or omission of a delegate or agent appointed by the Responsible Entity.

The Responsible Entity is not liable in contract, tort or otherwise to Unitholders for any loss suffered in any way relating to the Fund except to the extent that the *Corporations Act* imposes such liability.

6.2.19 Defective applications

The Constitution of each Fund allows the Responsible Entity to cancel Units in certain circumstances including where the Responsible Entity determines that the applicant was not entitled to apply for or hold the Units, the application form was incorrectly executed or was otherwise defective or where the execution and settlement procedures were not complied with.

6.2.20 Discretionary redemptions

The Constitution of each Fund allows the Responsible Entity to redeem some or all of a Unitholder's Units at any time.

6.2.21 Information from Unitholders

The Constitution of each Fund provides that the Responsible Entity may request any information from Unitholders where it believes that such information is necessary to (a) comply with any law or regulatory request; or (b) lessen the risk of the Fund or any Unitholder suffering a material detriment. If a Unitholder fails to provide the requested information, the Unitholder must indemnify the Responsible Entity for any loss suffered by the Responsible Entity in relation to such failure.

6.2.22 Borrowings

A Fund will only borrow where the Responsible Entity believes it is in the best interests of Unitholders to do so. It is not currently the Responsible Entity's intention to borrow for the purposes of gearing.

6.2.23 If you have a complaint

If a Unitholder has a complaint regarding a Fund or services provided by the Responsible Entity, please contact Client Services on 02 9290 6888 from 9:00 am to 5:00 pm Sydney time, Monday to Friday.

If the complaint is not satisfactorily resolved within three business days, a Unitholder may refer the matter in writing to:

Manager Client Services
BetaShares Capital Ltd
Level 11, 50 Margaret
Street
Sydney NSW 2000

To expedite a resolution of the matter, copies of all relevant documentation and other materials supporting the complaint should be provided with the complaint.

The Responsible Entity will try to resolve complaints as soon as possible, but in any event, will provide a written response within 45 days of receiving the written complaint.

In the event that a Unitholder is not satisfied with the outcome of a complaint, the Unitholder has the right to request the Responsible Entity to review their decision or to refer the matter to an external complaints resolution scheme. The Responsible Entity is a member of the Financial Ombudsman Services (FOS). Unitholders can contact FOS on 1800 367 287, or at the following address:

Financial Ombudsman Service Limited
GPO Box 3
Melbourne VIC 3001 Email:
info@fos.org.au

Information may also be obtained at www.fos.org.au. To be considered by FOS, the claim involved must fall within FOS's jurisdiction as set out in their Terms of Reference (published on the above website), including that any claim must not exceed \$500,000 (as may be amended by FOS from time to

time).

6.2.24 Privacy policy

Privacy laws regulate, among other matters, the way organisations collect, use, disclose, keep secure and give people access to their personal information.

The Responsible Entity is committed to respecting the privacy of a Unitholder's personal information. The Responsible Entity's privacy policy states how the Responsible Entity manages personal information.

The Responsible Entity collects personal information in the Application and Redemption Form, and may collect additional personal information in the course of managing an ETF. Some information must be collected for the purposes of compliance with the *Anti-Money Laundering and Counter Terrorism Financing Act 2006*.

The Responsible Entity may:

- provide personal information to a Unitholder's adviser, if unitholder written consent is provided to the Responsible Entity;
- disclose personal information to authorities investigating criminal or suspicious activity and to the Australian Transaction Reports and Analysis Centre (AUSTRAC) in connection with anti-money laundering and counter-terrorism financing;
- provide a Unitholder's personal information to its service providers for certain related purposes (as described under the *Privacy Act 1988*), such as account administration and the production and mailing of statements;
- use a Unitholder's personal information and disclose it to its service providers to improve customer service (including companies conducting market research) and to keep Unitholders informed of the Responsible Entity's or its partners' products and services.

The Responsible Entity will assume consent to personal information being used for the purposes of providing information on services offered by the Responsible Entity and being disclosed to market research companies for the purposes of analysing the Responsible Entity's investment base unless otherwise advised.

Unitholders may request access to the personal information held about them at any time and ask the Responsible Entity to correct this information if it is incomplete, incorrect or out of date

To obtain a copy of the privacy policy, contact BetaShares on 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia).

6.2.25 Anti-money laundering

The Responsible Entity is bound by laws regarding the prevention of money laundering and the financing of terrorism, including the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (AML/CTF Laws). By completing the Application or Redemption form, the Unitholder agrees that:

- it does not subscribe to the Fund under an assumed name;
- any money used to invest in the Units is not derived from or related to any criminal activities;
- any proceeds of the investment will not be used in relation to any criminal activities;
- if the Responsible Entity requests, the Unitholder will provide to it any additional information that is reasonably required for the purposes of AML/CTF Laws (including information about the investor, any beneficial interest in the Units, or the source of funds used to invest);
- the Responsible Entity may obtain information about the Unitholder or any beneficial owner of a Unit from third parties if it is believed this is necessary to comply with AML/CTF Laws; and
- in order to comply with AML/CTF Laws, the Responsible Entity may be required to take action, including:
 - delaying or refusing the processing of any application or redemption, or disclosing information that the Responsible Entity holds about the Unitholder or any beneficial owner of the Units to its related bodies corporate or service providers, or relevant regulators of AML/CTF Laws (whether in or outside of Australia);
 - disclosing information that the Responsible Entity holds about the Unitholder or any beneficial owner of the Units to the Responsible Entity's related bodies corporate or service providers, or relevant regulators of AML/CTF Laws (whether in or outside of Australia).

6.2.26 Interest on amounts awaiting investment or redemption

Amounts paid to a Fund may accrue interest in the Fund's accounts pending the issue of Units or the return of application monies. Similarly, amounts made available to satisfy a redemption request may also accrue interest pending payment. Any such interest will be retained by the Responsible Entity as an asset of the relevant Fund.

6.2.27 Other services

The Responsible Entity in its personal capacity, or companies related to the Responsible Entity, may provide services to a Fund. Any fees for such services will be at arm's length commercial rates.

6.2.28 Indicative Net Asset Value per Unit

The Responsible Entity may at its discretion make available, or may designate other persons to make available on its behalf, an estimated indicative Net Asset Value per Unit (iNAV) for a Fund from time to time. Such information, if made available on any ASX Business Day, will be calculated based upon information available to the Responsible Entity or its designate during the ASX Business Day or any portion of the ASX Business Day. No assurance is given that any iNAV published will be published continuously.

Any iNAV is not, and should not be taken to be or relied on as being, the value of a Unit or the price at which Units may be applied for or redeemed, or bought or sold on any stock exchange, and may not reflect the true value of a Unit. This may particularly be the case, for example, if one or more underlying futures contracts reflected in an Index are not open for trading during the ASX Business Day or have reached a "limit price" on the relevant exchange, and therefore any iNAV published while these circumstances exist may not reflect a more current value or estimated value of the underlying futures contracts. Investors interested in

applying for or redeeming Units, or buying or selling Units on a stock exchange, should not rely on any iNAV which is made available in making investment decisions but should consider other market information and relevant economic factors. Neither the Responsible Entity nor any designate or other service provider to the Responsible Entity shall be liable to any person who relies on the iNAV.

6.2.29 Foreign Account Tax Compliance Act (FATCA) & OECD Common Reporting Standard (CRS)

FATCA was enacted by the U.S. Congress to target non-compliance by US taxpayers using foreign accounts. In order to prevent FATCA withholding tax being applied to any US connected payments made to the Fund in Australia, the Fund is required to collect and report information to the Australian Taxation Office relating to certain U.S. accounts, which may be exchanged with the U.S. Internal Revenue Service.

Similar to FATCA, the CRS is the single global standard for the collection, reporting and exchange of financial account information on foreign tax residents. Australian financial institutions need to collect and report financial account information regarding non-residents to the Australian Taxation Office.

Accordingly, the Fund may request that you provide certain information about yourself (for individual investors) or your controlling persons (where you are an entity) in order for the Fund to comply with its FATCA or CRS compliance obligations.

6.2.30 Warning statement for New Zealand Investors

The following disclosure is made to enable a Fund's Units to be offered by the Responsible Entity in New Zealand under the mutual recognition scheme between Australia and New Zealand:

1. This offer to New Zealand investors is a regulated offer made under Australian and New Zealand law. In Australia, this is Chapter 8 of the Corporations Act 2001 (Aust) and regulations made under that Act. In New Zealand, this is subpart 6 of Part 9 of the Financial Markets Conduct Act 2013 and Part 9 of the Financial Markets Conduct Regulations 2014.
2. This offer and the content of the offer document are principally governed by Australian rather than New Zealand law. In the main, the Corporations Act 2001 (Aust) and the regulations made under that Act set out how the offer must be made.
3. There are differences in how financial products are regulated under Australian law. For example, the disclosure of fees for managed investment schemes is different under the Australian regime.
4. The rights, remedies, and compensation arrangements available to New Zealand investors in Australian financial products may differ from the rights, remedies, and compensation arrangements for New Zealand financial products.
5. Both the Australian and New Zealand financial markets regulators have enforcement responsibilities in relation to this offer. If you need to make a complaint about this offer, please contact the Financial Markets Authority, New Zealand (<http://www.fma.govt.nz>). The Australian and New Zealand regulators will work together to settle your

complaint.

6. The taxation treatment of Australian financial products is not the same as for New Zealand financial products.
7. If you are uncertain about whether this investment is appropriate for you, you should seek the advice of an appropriately qualified financial adviser.

6.2.31 Currency-Exchange Risk

The offer may involve a currency exchange risk. The currency for the financial products is not New Zealand dollars. The value of the financial products will go up or down according to changes in the exchange rate between that currency and New Zealand dollars. These changes may be significant.

If you expect the financial products to pay any amounts in a currency that is not New Zealand dollars, you may incur significant fees in having the funds credited to a bank account in New Zealand in New Zealand dollars.

6.2.32 Trading on financial product market

If the financial products are able to be traded on a financial product market and you wish to trade the financial products through that market, you will have to make arrangements for a participant in that market to sell the financial products on your behalf. If the financial product market does not operate in New Zealand, the way in which the market operates, the regulation of participants in that market, and the information available to you about the financial products and trading may differ from financial product markets that operate in New Zealand.

6.2.33 Dispute resolution process

The dispute resolution process described in this offer document is available only in Australia and is not available in New Zealand

6.3 MATERIAL CONTRACTS

The Responsible Entity has entered into a number of contracts in relation to the Funds, as set out below

TABLE 6.3: MATERIAL CONTRACTS

CONTRACT AND PARTY	DESCRIPTION
Index Licence Agreement	The Index provider in relation to each Fund is set out in the Product Supplement. There is an Index Licence Agreement in relation to each Fund that allows the Responsible Entity to use the relevant Index in the operation of the Fund.
Custody Agreement RBC Investor Services Trust	This agreement sets out the services provided by the custodian on an ongoing basis together with the service standards.
Investment Administration Agreement RBC Investor Services Trust	This agreement sets out the services provided by the administrator (accountancy services, tax services and fund administration services including Unit price calculations), together with the service standards.
Registry Agreement Link Market Services Limited	This agreement sets out the services provided by the Registrar on an ongoing basis together with the service standards.
Authorised Participant Agreement Authorised Participants	<p>An Authorised Participant Agreement deals with execution and settlement procedures in relation to the application for and redemption of Units. The terms of each Authorised Participant Agreement may vary and each may be amended from time to time.</p> <p>Under the Authorised Participant Agreement, the Authorised Participant makes certain representations to the Responsible Entity about its status as an appropriately licensed entity and agrees to comply with the Constitution and with the execution and settlement procedures.</p>
Swap Agreements Credit Suisse International	<p>Each Fund will be party to one or more swap agreements with Approved Financial Institutions. Under each agreement, if the Index (hedged into Australian dollars) increases in value, the amount of the increase (before fees and expenses) is payable by the Approved Financial Institution to the Fund. Conversely, if the Index (hedged into Australian dollars) decreases in value, the amount of the decrease (before fees and expenses) is payable by the Fund to the Approved Financial Institution. The payment will be made at the end of the term of the swap agreement, but may be agreed to be made earlier.</p> <p>In the master agreement for each Swap, each party provides a number of standard representations, warranties and undertakings to each other. If an "Event of Default" or a "Termination Event" has occurred and is continuing with respect to either the Fund or the Approved Financial Institution under that Fund's Swap master agreement, the other party may nominate a date for all outstanding transactions to terminate early. An "Event of Default" may include a failure to pay or deliver, breach of agreement, credit support default, misrepresentation, default under a specified transaction, cross default, bankruptcy and merger without assumption. A "Termination Event" will occur if an entity other than the Responsible Entity (or an associate/related body corporate) becomes the responsible entity of the Fund. "Termination Event" may also include, among other things, certain tax events and illegality.</p> <p>Following the early termination, no further payments or deliveries for terminated transactions will be required and instead a single net termination amount, representing the net amount that either the Fund or the Approved Financial Institution owes to the other on that date, will be calculated in accordance with the master agreement.</p> <p>The terminating party calculates this net termination amount by reference to the amounts of losses or gains to that party that are or would be realised under then prevailing circumstances in replacing the economic equivalent of the material terms of the terminated transactions. The terminating party may consider either firm or indicative quotations for replacement transactions available in the relevant market and other inputs to determine this. This net termination amount could be payable by the Fund or to the Fund.</p>

CONTRACT AND PARTY	DESCRIPTION
	<p>In addition, pursuant to each Swap master agreement, either the Fund or the Approved Financial Institution may require collateral from the other party to reduce the net amount payable to that party. Any collateral delivered under a Swap master agreement is transferred absolutely to the other party and does not create a security interest. If the Swap is terminated early, the value of any collateral delivered by a party is taken into account in determining the net termination amount.</p> <p>An Approved Financial Institution may require some initial collateral from the Fund in order to provide further credit protection to the Approved Financial Institution. Such initial collateral is not intended to be transferred to the Approved Financial Institution under the collateral arrangements set out in the Swap master agreement as described above. Instead a security interest in it is intended to be provided to the Approved Financial Institution, so that the Fund can retain ownership of the initial collateral.</p>
<p>Nominee Deed Poll</p> <p>RBC Investor Services Trust</p>	<p>Under this document, if applicable, the Applicant Nominee agrees to hold Units the subject of an application by an Authorised Participant as nominee for the Authorised Participant pending settlement.</p>
<p>Nominee Terms</p> <p>Authorised participant</p>	<p>By signing the Application Form, if applicable, the Authorised Participant covenants for the benefit of the Applicant Nominee to be bound by the Nominee Terms under which the Applicant Nominee will hold Units for the Authorised Participant subject to a security interest in favour of the Responsible Entity pending settlement of the application. Under the Nominee Terms, if the Authorised Participant does not comply with its obligations relating to the issue of Units, the Responsible Entity may direct the Applicant Nominee that the Units not be transferred to the Authorised Participant, in which case the Units are to be held solely for the Responsible Entity.</p>

6.4 ASIC RELIEF

6.4.1 Equal Treatment Relief

ASIC has granted relief under section 601QA(1)(a) of the Corporations Act from the equal treatment requirement in section 601FC(1)(d), to the extent necessary to allow the Responsible Entity to restrict eligibility to submit redemption requests in relation to Units to Authorised Participants who are Australian Residents. The Responsible Entity will not treat Unitholders of the same class equally to the extent that it restricts redemptions from the Fund to such Authorised Participants.

6.4.2 Ongoing Disclosure Relief

ASIC has granted relief under section 1020F(1)(a) of the Corporations Act from ongoing disclosure requirements in section 1017B on the condition that the Responsible Entity complies with the provisions of the Corporations Act that apply to unlisted disclosing entities as if the Fund was an unlisted disclosing entity. The Responsible Entity will comply with these continuous disclosure provisions as if the Fund was an unlisted disclosing entity.

6.4.3 Periodic Statements Relief

ASIC Class Order 13/1200 exempts the Responsible Entity from certain periodic statement requirements. In particular, the Responsible Entity is not required (and does not propose) to include in periodic statements details of the price at which an investor transacts in Units on the ASX, or information on the return on an investment in Units acquired on the ASX (for the year in which the

Units are acquired), if the Responsible Entity is not able to calculate this and the periodic statement explains why the information was not included and how it can be obtained.

6.5 DOCUMENTS LODGED WITH ASIC

The Responsible Entity will comply with certain regular reporting and disclosure obligations in relation to each Fund as if the Fund was a “disclosing entity” under the Corporations Act. Copies of documents lodged with ASIC in relation to the Funds may be obtained from, or inspected at, an ASIC office.

As an investor in a Fund, a Unitholder may obtain the following documents from the Responsible Entity:

- the annual report most recently lodged with ASIC in respect of the Fund;
- any half-year financial report lodged with ASIC in respect of the Fund after the lodgement of the abovementioned annual report and before the date of this Product Disclosure Statement; and
- any continuous disclosure notices given in respect of the Fund after the lodgement of the abovementioned annual report and before the date of this PDS.

The Responsible Entity will send a requesting Unitholder a printed or electronic copy of any of the above documents free of charge within 5 business days of the request.

6.6 COOLING OFF

There is no cooling off period in relation to the subscription for Units in the Funds. This means that once an application form is submitted, an applicant cannot decide to withdraw the application.

6.7 INDIRECT INVESTORS

When an investor invests through a master trust or wrap platform or an IDPS, the operator of the trust, platform or IDPS is investing on the investor's behalf. Consequently the operator (or the custodian of the platform), and not the investor as an indirect investor, holds the Units and therefore has the rights of a Unitholder in the relevant Fund. For example, if an investor is an indirect investor they will not have rights to attend and vote at Unitholder meetings, to withdraw Units or receive distributions. Instead the platform operator will exercise those rights in accordance with their arrangements with the investor. For information about their investment, an investor should contact their platform operator.

6.8 INFORMATION AVAILABLE FROM BETASHARES

The Responsible Entity is subject to regular reporting and disclosure obligations, in its capacity as responsible entity of the Funds and issuer of the Units. The following information can be obtained from the Responsible Entity by visiting the BetaShares website at www.betashares.com.au or by contacting BetaShares on (02) 92906888:

- The daily Net Asset Value (NAV) for the Funds;
- The daily NAV per Unit for the Funds;
- The Responsible Entity's Unit pricing policy;
- The latest PDS for the Funds;
- Copies of announcements made to the ASX via the ASX Company Announcements Platform (including continuous disclosure notices and distribution information);
- Information about distributions as soon as possible after they are declared;
- Annual Reports and Financial Statements for the Funds; and
- Information in relation to the Funds to enable Authorised Participants and market makers to estimate the Net Asset Value per Unit of the Funds during the course of a trading day.

6.9 CONSENT AND DISCLAIMER

RBC Investor Services Trust has been appointed as the Fund's custodian and administrator. RBC Investor Services' role as custodian is limited to holding assets of the Fund. As administrator, RBC Investor Services is responsible for the day to day administration of the Fund. RBC Investor Services has no supervisory role in relation to the operation of the Fund and has no liability or responsibility to Unitholders for any act done or omission made in accordance with the custody and investment administration agreements.

RBC Investor Services was not involved in preparing, nor takes any responsibility for this PDS and RBC Investor Services makes no guarantee of the success of the Fund nor the repayment of capital or any particular rate of capital or income return.

6.10 INDEX DISCLAIMER

The Funds are not sponsored, endorsed, sold or promoted by Standard & Poor's and its affiliates ("S&P"). S&P makes no representation, condition or warranty, express or implied, to the owners of the Funds or any member of the public regarding the advisability of investing in securities generally or in the Funds particularly or the ability of the S&P GSCI to track the performance of certain financial markets and/or sections thereof and/or of groups of assets or asset classes. S&P's only relationship to BetaShares is the licensing of certain trademarks and trade names and of the S&P GSCI which is determined, composed and calculated by S&P without regard to BetaShares or the Funds. S&P has no obligation to take the needs of BetaShares or the owners of the Funds into consideration in determining, composing or calculating the S&P GSCI. S&P is not responsible for and has not participated in the determination of the prices and amount of the Funds or the timing of the issuance or sale of the Funds or in the determination or calculation of the equation by which the Fund units are to be converted into cash. S&P has no obligation or liability in connection with the administration, marketing, or trading of the Funds.

S&P does not guarantee the accuracy and/or the completeness of the S&P GSCI or any data included therein and S&P shall have no liability for any errors, omissions, or interruptions therein. S&P makes no warranty, condition or representation, express or implied, as to results to be obtained by BetaShares, owners of the Funds, or any other person or entity from the use of the S&P GSCI or any data included therein. S&P makes no express or implied warranties, representations or conditions, and expressly disclaims all warranties or conditions of merchantability or fitness for a particular purpose or use and any other express or implied warranty or condition with respect to the S&P GSCI or any data included therein. Without limiting any of the foregoing, in no event shall S&P have any liability for any special, punitive, indirect, or consequential damages (including lost profits) resulting from the use of an index or any data included therein, even if notified of the possibility of such damages.

The S&P GSCI™ are trademarks of S&P, and have been licensed for use by BetaShares.

7 TAXATION OF UNITS

The taxation information in this PDS is provided for general information only. It is a broad overview of some of the Australian tax consequences associated with investing in the Funds for a potential Australian resident investor.

It does not take into account the specific circumstances of each person who may invest in the Fund. It should not be used as the basis upon which potential investors make a decision to invest.

As the circumstances of each investor are different, the Responsible Entity strongly recommends that investors obtain professional independent tax advice relating to the tax implications of investing in and dealing in Units.

The taxation information in this PDS has been prepared based on tax laws and administrative interpretations of such laws available at the date of this PDS. These laws and interpretations may change.

7.1.1 Distributions from a Fund

Under existing taxation legislation, Funds that have not elected into AMIT as yet (see section 7.1.5 below) should not have to pay Australian income tax, provided Unitholders are presently entitled to all of the income of the Fund in each year of income, which is intended to be the case.

The taxable income of the Fund, to which a Unitholder becomes entitled during a financial year, forms part of the Unitholder's assessable income for that year, even if payment of the entitlement does not occur until after the end of the financial year.

A Unitholder may receive an entitlement to the income of the Fund for a financial year if the Unitholder holds Units at the end of a distribution period, or if the Unitholder redeems any Unit during the financial year.

The tax impact for a Unitholder of receiving an entitlement to the income of the Fund depends upon the components of the distribution.

The components of the distribution (if any) are expected to consist of income amounts. This is because interest earned on cash and money market instruments, as well as the payments and receipts under any Swaps that are used to deliver Index returns should generally be on revenue account.

The Fund may also distribute "tax deferred amounts", relating to distributions of capital by the Fund, which are generally non-assessable for tax purposes. Where non-assessable, tax deferred amounts reduce the capital gains tax ("CGT") cost base of a Unitholder's Units, and may increase the capital gain or reduce the capital loss subsequently realised on disposal of the Units. Where the total tax deferred amounts received by a Unitholder have exceeded the cost base of their Units, the excess is treated as a capital gain to the Unitholder.

For Unitholders who hold Units as trading stock or as part of a securities trading business (eg an Authorised Participant), tax deferred amounts will generally be assessable income (refer Taxation Ruling IT 2512 and the ATO Guidance on the proposed New taxation system for Managed Investment Trusts).

Unitholders will be provided with distribution statements after the end of each financial year detailing the

components, for tax purposes, of any distributions received from the Fund during the financial year, including on the redemption of Units.

Unitholders will be provided with distribution statements after the end of each financial year detailing the components, for tax purposes, of any income distributions received from the Fund during the financial year, including on the redemption of Units.

7.1.2 Selling or transferring Units

If a Unitholder disposes of Units by selling or transferring the Units to another person (e.g. selling on-market), the Unitholder may be liable for tax on any gains realised on that disposal of Units.

If a Unitholder is assessed otherwise than under the capital gains tax provisions on a disposal of Units (e.g. if the Unitholder is in the business of dealing in securities like Units), any profits made on the disposal of the Units should be assessable as ordinary income. Such Unitholders may be able to deduct any losses made on the disposal of Units.

If a Unitholder is assessed under the capital gains tax provisions on disposal of Units, the Unitholder may make a capital gain or loss on the disposal of those Units, in the year in which the contract for the disposal is entered into. Some Unitholders may be eligible for the CGT discount upon disposal of Units if the Units have been held for at least 12 months (excluding the acquisition and disposal dates) and the relevant requirements are satisfied. Unitholders should obtain professional independent tax advice about the availability of the CGT discount.

Any capital loss arising on a disposal of Units may be able to be offset against capital gains made in that year or in subsequent years.

7.1.3 Goods and Services Tax (GST)

The issue and redemption of Units should not be subject to GST. However, fees and expenses, such as management costs, incurred by the Fund would likely attract GST (at the rate of 10%).

Given the nature of the activities of the Fund, the Fund may not be entitled to claim input-tax credits for the full amount of the GST incurred. However, for the majority of the expenses, a Reduced Input-Tax Credit (RITC) may be able to be claimed.

The GST and expected RITC relating to fees and expenses is incorporated in the management cost for the Fund.

7.1.4 Redemption of Units by Authorised Participants

A person will only be eligible to apply for and redeem Units if they are an Authorised Participant. In the case of redemptions, the Authorised Participant must be an Australian Resident.

This section seeks to provide a summary of the tax consequences for Authorised Participants whose Units are redeemed and who are assessed on the disposal of Units otherwise than under the capital gains tax provisions (e.g. because they are in the business of dealing in securities like Units).

Authorised Participants should obtain professional independent tax advice regarding the tax consequences of applying for and the redemption of their Units, particularly if they are assessed on the disposal of Units under the capital

gains provisions.

An Authorised Participant who redeems Units will become entitled to receive the Withdrawal Amount on the redemption (less the redemption fee), which amount is satisfied by way of a cash payment.

The Withdrawal Amount may comprise a distribution of the income of the Fund as well as the payment of the redemption price for the Units which are to be redeemed.

The distribution of the income of a Fund received on the redemption of Units may include an entitlement to income realised by the Fund arising out of the redemption of the Units to the redeeming Authorised Participant. This may include a distribution of income realised by a Fund (such as foreign currency gains and other hedging and derivative gains) arising as a result of the redemption of the Units.

An Authorised Participant whose Units are redeemed should be assessed on any profit arising on the redemption of the Units. An Authorised Participant who redeems Units may be entitled to a deduction for any loss arising on the redemption of Units.

For the purposes of determining the profit or loss arising on the redemption, the redemption price (being the Withdrawal Amount less the distribution of income provided as part of the Withdrawal Amount) should be regarded as the proceeds received in respect of the disposal.

That part of the Withdrawal Amount that is a distribution of income should also be assessable, based on the components of the distribution of income.

The split between the components of the Withdrawal Amount (that is, how much of it represents a distribution of the distributable income of the Fund and how much represents the price paid on redemption of the Units), and the composition of any income entitlement included in the Withdrawal Amount, will not be known until after the financial year end.

The Responsible Entity will notify persons who have redeemed Units during a financial year of the composition of the Withdrawal Amount and the composition of any income entitlement they received in connection with the redemption of Units during that year following the end of the financial year, once that information becomes available.

The distribution of income to an Authorised Participant who redeems Units aims to ensure that any taxable income that arises for a Fund as a result of the redemption by the Authorised Participant should be allocated to the Authorised Participant, rather than continuing investors in the Fund.

7.1.5 Attribution Managed Investment Trust (AMIT) tax regime

The Tax Laws Amendment (New Tax System for Managed Investment Trusts) Act 2016 introduced into taxation law the new Attribution Managed Investment Trust (AMIT) regime. An AMIT, in broad terms, is a managed investment trust (MIT) whose unitholders have clearly defined interests in relation to the income and capital of the trust and the responsible entity has made an irrevocable election to apply the regime.

The regime can apply to a trust from 1 July 2016, and had an optional early start date of 1 July 2015.

The AMIT rules contain a number of provisions that will

impact on the taxation treatment of the Funds. The key features of the new tax system include:

- an attribution model for determining member tax liabilities, which allows amounts to retain their tax character as they flow through a MIT to its unitholders;
- the ability to carry forward understatements and overstatements of taxable income, instead of re-issuing investor statements;
- deemed fixed trust treatment under the income tax law;
- upwards cost base adjustments to units to address double taxation; and
- legislative certainty about the treatment of tax deferred distributions

BetaShares will monitor the impact of the AMIT rules on the Funds in order to determine if it should elect into the regime.

Reforms to the taxation of trusts are generally ongoing. Investors should seek their own advice and monitor the progress of announcements and proposed legislative changes to assess their potential impact.

7.1.6 Other comments

In cases where Units are to be redeemed by a Unitholder that is an Australian resident for tax purposes, a Fund should generally not be required to withhold any amounts from the Withdrawal Amount paid on redemption of Units.

Distributions to non-resident Unitholders (including on redemption) may have tax withheld by the Responsible Entity.

8 GLOSSARY

These definitions are provided to assist investors in understanding some of the expressions used in this PDS:

Applicant Nominee	An entity which holds Units pending settlement on behalf of Authorised Participants applying for Units. As at the date of this PDS the Applicant Nominee is RBC Investor Services Trust. The Responsible Entity may determine that the Applicant Nominee is no longer to be appointed to hold Units pending settlement on behalf of Authorised Participants applying for Units.
Approved Financial Institution	A financial institution that meets the Responsible Entity's selection criteria such as those set out in section 2.2.6 of this PDS.
AQUA Product	A product admitted under the ASX Operating Rules to the AQUA market of the ASX.
AQUA Rules	Schedule 10A of the ASX Operating Rules and related rules and procedures, as amended, varied or waived from time to time.
ASX	ASX Limited or the Australian Securities Exchange as the case requires.
ASX Business Day	A "Business Day" as defined in the ASX Operating Rules, unless determined otherwise by the Responsible Entity.
ASX Listing Rules or Listing Rules	The listing rules of the ASX as amended, varied or waived from time to time.
ASX Operating Rules	The operating rules of the ASX as amended, varied or waived from time to time.
Australian Resident	An Australian resident for tax purposes, as defined in the Constitution and as described in section 7.1.6.
Authorised Participant	A financial institution which is a trading participant under the ASX Operating Rules (or which has engaged a trading participant to act on its behalf), which has entered into an Authorised Participant Agreement with the Responsible Entity
Authorised Participant Agreement	An agreement between the Responsible Entity and an Authorised Participant in relation to Unit applications and redemptions.
CHESS	The Clearing House Electronic Sub-Register System.
Constitution	In relation to a particular Fund, means the constitution governing the Fund, as amended or replaced from time to time.
Corporations Act	<i>Corporations Act 2001</i> (Cth)
Dealing Day	A day that is both (a) an ASX Business Day and (b) a day on which the relevant Index is scheduled to be published, unless the Responsible Entity determines otherwise.
Dealing Deadline	4:30 pm Sydney time on each Dealing Day (or such other time advised by the Responsible Entity), being the time by which an Application/Redemption form must be received by the Responsible Entity to be processed for that Dealing Day.
ETF	Exchange Traded Fund
Equalisation Adjustment	The amount payable in respect of an application or redemption, due to a Market Disruption Event, as described in section 5.3.
Funds	BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic), BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic).
Index	The index whose performance (hedged into Australian dollars) a Fund will generally aim to track, before fees and expenses, as set out in the Product Supplement (subject to any amendment or replacement).

Issue Price	The Net Asset Value divided by the number of Units on issue in the relevant Fund.
Market Disruption Event	<p>(a) The temporary or permanent failure by an exchange or price source to publish the settlement price for any futures contract or other constituent of an Index; or</p> <p>(b) The suspension of, or material limitation in, trading in any futures contract or other constituent of an Index on an exchange, including the situation where the settlement price for any such futures contract or other constituent is a “limit price” (being the maximum or minimum price prescribed by applicable regulations on a given trading day so that once the limit price is reached, no trades may be executed beyond the limit); or</p> <p>(c) The cessation of trading in any futures contract or other constituent of an Index.</p>
mark to market	In relation to a Swap or other derivative entered into between a Fund and an Approved Financial Institution, means the current market value of the derivative, which amount will be payable by one party to the other.
Net Asset Value	The net asset value for a Fund calculated in accordance with section 5.6.
Nominee Terms	In relation to an application for Units, the nominee terms made available by the Responsible Entity to applicants, as described in section 6.3.
PDS	This Product Disclosure Statement.
Portfolio	The investments purchased by a Fund from time to time (other than the Swap) in accordance with its investment strategy.
Product Supplement	The part of this PDS appearing after section 8 that contains information specific to each Fund.
Registrar	Link Market Services Limited (ABN 54 083 214 537), or any other registry that the Responsible Entity appoints to maintain the register.
Swap	A derivative contract entered into by a Fund and an Approved Financial Institution in relation to an Index, as described in section 6.3.
Tax Act	The <i>Income Tax Assessment Act 1936</i> (Cth), the <i>Income Tax Assessment Act 1997</i> (Cth) or both, as appropriate.
Unit	A unit in the relevant Fund.
Unitholder	A holder of a Unit.
Withdrawal Amount	The Net Asset Value divided by the number of Units on issue in the relevant Fund.

PRODUCT SUPPLEMENTS

BETASHARES

**CRUDE OIL INDEX ETF –
CURRENCY HEDGED (SYNTHETIC)
ASX CODE: 000**

BETASHARES

**COMMODITIES BASKET ETF –
CURRENCY HEDGED (SYNTHETIC)
ASX CODE: QCB**

BETASHARES

**AGRICULTURE ETF –
CURRENCY HEDGED (SYNTHETIC)
ASX CODE: QAG**

PRODUCT SUPPLEMENT

BETASHARES CRUDE OIL INDEX ETF – CURRENCY HEDGED (SYNTHETIC)

INVESTMENT OBJECTIVE

The investment objective of the Fund is to track the performance of the S&P GSCI Crude Oil Index Excess Return (“Index”) hedged into Australian dollars, plus an interest component, before fees and expenses.

The Index tracks the performance of West Texas Intermediate (“WTI”) crude oil futures traded on the New York Mercantile Exchange (“NYMEX”). WTI crude is a light, sweet crude oil which, due to its high viscosity and low sulphur content, can produce a high yield of gasoline during the refining process. WTI is also a pricing benchmark for the more than 160 internationally-traded crude oils.

The interest component is based on the interest earned by the Fund on its cash holdings and will accrue into the Fund’s Net Asset Value for the benefit of Unitholders.

Although the underlying futures contracts (and the Index) are priced in U.S. dollars, the Fund offers an exposure to the performance of the Index that is substantially hedged back to the Australian dollar, with the aim of reducing currency risk for Australian investors.

ABOUT THE S&P GSCI INDEX SERIES

The S&P GSCI Index Series provides investors with reliable and publicly available benchmarks for investment performance in the commodity markets. The indices are designed to be tradable, readily accessible to market participants, and cost efficient to implement.

The S&P GSCI (the main index of the S&P GSCI Index Series) is widely recognized as a leading measure of general commodity price movements and inflation in the world economy.

The S&P GSCI is calculated primarily on a world production weighted basis, and is comprised of the principal physical commodities that are the subject of active, liquid futures markets.

To be included in the S&P GSCI for a given year, contracts must satisfy several sets of eligibility criteria. First, Standard & Poor’s identifies those contracts that meet the general criteria for eligibility (namely, contracts denominated in U.S. dollars that are traded on a trading facility with its principal place of business in an OECD country and that have at least two years of available daily contract reference prices and three months of available volume data.) Second, contracts must meet certain contract volume and weight requirements. Lastly, the number of contracts is determined. At that point, the list of designated contracts for the relevant S&P GSCI year is complete and production weights can be determined. There is no limit on the number of contracts that may be included in the S&P GSCI.

FURTHER INFORMATION ABOUT THE INDEX

The S&P GSCI Crude Oil Index Excess Return is part of a series of sub-indices calculated by Standard & Poor’s that represent components of the S&P GSCI from across a number of commodity sectors.

The specific WTI oil futures contract traded on NYMEX that is included in the Index is the contract with the closest expiration date (the “nearest contract”). The nearest contract expires on the third business day prior to the 25th calendar day of the relevant month. The Index incorporates a methodology for rolling into the contract with the next closest expiration date (the “next nearest contract”) as the existing contract approaches expiration. The Index gradually reduces the weighting of the nearest contract and increases the weighting of the next-nearest contract over a five business day period (commencing on the fifth S&P GSCI Business Day of the month) so that on the first day of the roll-over period the nearest contract represents 80% and the next-nearest contract represents 20% of the Index, and on the fifth day of the roll-over period (i.e., the ninth S&P GSCI Business Day of the month) the next-nearest contract represents 100% of the Index.

The Index referenced by the Fund is an “excess return” (and not a “total return”) index and therefore reflects the return of the underlying commodity futures price movements only (and not any notional interest earnings).

Standard & Poor’s has established an Index Committee to oversee the daily management and operations of the S&P GSCI (and all related sub-indices), and is responsible for all analytical methods and calculation in the indices, as well as the index rules that govern the S&P GSCI and the annual rebalancing of the S&P GSCI. Standard & Poor’s liability is limited as set out in section 6.10.

Further information on the Index is available on the S&P website at www.spgsci.standardandpoors.com

The nature and method of calculation of the Index may change from time to time.

Neither the Responsible Entity nor any other company in the BetaShares group has any control over, or responsibility for, the composition, calculation or availability of the Index. The Index provider is not a related company of the Responsible Entity.

Past performance information about the Index is available from various sources, including stockbrokers, financial information websites and major data providers such as Bloomberg or Reuters. Any past performance information about the Index does not take into account fees or taxes that may be incurred as a result of investing in the Fund. Past performance of the Index is not a reliable guide to future performance of the Index or the Fund.

SPECIFIC RISK FACTORS

In addition to the Risk Factors set out in section 4 of this PDS, there are a number of additional risks that are relevant to the Fund.

Concentration risk and commodity volatility

The Fund is highly concentrated in a single commodity, crude oil. Generally, such concentration may result in a greater degree of volatility in the Index and, as a result, in the net asset value of the Fund, relative to more diversified investments.

Crude oil prices may be influenced by a range of factors including economic events which affect the demand for crude oil, supply availability reflecting levels of industry exploration and investment, development of alternate

energy technologies, and changing perceptions of supply risk. Movements in global financial markets, including movements in global capital flows caused by changes in interest rates as between major economies, can also affect crude oil price trends.

Nations with centralised or nationalised oil production and organisations such as the Organization of Petroleum Exporting Countries control large physical quantities of crude oil. If one or more of these members decides to increase or decrease the supply of oil in amounts large enough to cause a change in world prices, or if there is a belief or expectation that this may occur, the price of Units based upon a benchmark related to oil will be affected.

PRODUCT SUPPLEMENT

BETASHARES COMMODITIES BASKET ETF – CURRENCY HEDGED (SYNTHETIC)

INVESTMENT OBJECTIVE

The investment objective of the Fund is to track the performance of the S&P GSCI Light Energy Index Excess Return ("Index") hedged into Australian dollars, plus an interest component, before fees and expenses.

The S&P GSCI Light Energy Index is a broadly inclusive index that contains 24 commodities from all commodity sectors that meet certain eligibility requirements: six energy products, seven metals, eight agricultural and three livestock products. This broad range of constituents provides a high level of diversification across the commodity sector. (The term "Light Energy" in the index name denotes a lower weighting to energy-related commodities than contained in the S&P GSCI index, which is an alternative benchmark offered by the same index provider that includes the same commodities.)

FURTHER INFORMATION ABOUT THE INDEX

The Index is the S&P GSCI Light Energy Index Excess Return.

The Index is intended to reflect the performance of a broadly diversified group of commodities as measured by the price of futures contracts on 24 different commodities.

The interest component is based on the interest earned by the Fund on its cash holdings and will accrue into the Fund's Net Asset Value for the benefit of Unitholders.

Although the underlying futures contracts (and the Index) are priced in U.S. dollars, the Fund offers an exposure to the performance of the Index that is substantially hedged back to the Australian dollar, with the aim of reducing currency risk for Australian investors.

ABOUT THE S&P GSCI INDEX SERIES

The S&P GSCI Index Series provides investors with reliable and publicly available benchmarks for investment performance in the commodity markets. The indices are designed to be tradable, readily accessible

to market participants, and cost efficient to implement.

The S&P GSCI (the main index of the S&P GSCI Index Series) is widely recognized as a leading measure of general commodity price movements and inflation in the world economy.

The S&P GSCI is calculated primarily on a world production weighted basis, and is comprised of the principal physical commodities that are the subject of active, liquid futures markets.

To be included in the S&P GSCI for a given year, contracts must satisfy several sets of eligibility criteria. First, Standard & Poor's identifies those contracts that meet the general criteria for eligibility (namely, contracts denominated in U.S. dollars that are traded on a trading facility with its principal

place of business in an OECD country and that have at least two years of available daily contract reference prices and three months of available volume data.) Second, contracts must meet certain contract volume and weight requirements. Lastly, the number of contracts is determined. At that point, the list of designated contracts for the relevant S&P GSCI year is complete and production weights can be determined. There is no limit on the number of contracts that may be included in the S&P GSCI.

The contracts currently used to calculate the Index are futures contracts traded on the New York Mercantile Exchange, London Metal Exchange, COMEX, Chicago Mercantile Exchange, Chicago Board of Trade, InterContinental Exchange and the Kansas City Board of Trade.

In relation to each commodity, the specific contract included in the Index is the contract with the closest expiration date (the "nearest contract"). The nearest contract expires on the third business day prior to the 25th calendar day of the relevant month. The Index incorporates a methodology for rolling into the contract with the next closest expiration date (the "next nearest contract") as the existing contract approaches expiration. The Index gradually reduces the weighting of the nearest contract and increases the weighting of the next-nearest contract over a five business day period (commencing on the fifth S&P GSCI Business Day of the month) so that on the first day of the roll-over period the nearest contract represents 80% and the next-nearest contract represents 20% of the Index, and on the fifth day of the roll-over period (i.e., the ninth S&P GSCI Business Day of the month) the next-nearest contract represents 100% of the Index.

The Index referenced by the Fund is an "excess return" (and not a "total return") index and therefore reflects the return of the underlying commodity futures price movements only (and not any notional interest earnings).

Standard & Poor's has established an Index Committee to oversee the daily management and operations of the S&P GSCI (and all related sub-indices), and is responsible for all analytical methods and calculation in the indices, as well as the index rules that govern the S&P GSCI and the annual rebalancing of the S&P GSCI. Standard & Poor's liability is limited as set out in section 6.10.

Further information on the Index is available on the S&P website at www.spgsci.standardandpoors.com

The nature and method of calculation of the Index may change from time to time.

Neither the Responsible Entity nor any other company in the BetaShares group has any control over, or responsibility for, the composition, calculation or availability of the Index. The Index provider is not a related company of the Responsible Entity.

Past performance information about the Index is available

from various sources, including stockbrokers, financial information websites and major data providers such as Bloomberg or Reuters. Any past performance information about the Index does not take into account fees or taxes that may be incurred as a result of investing in the Fund. Past performance of the Index is not a reliable guide to future performance of the Index or the Fund.

SPECIFIC RISK FACTORS

In addition to the Risk Factors set out in section 4 of this PDS, there are a number of additional risks that are relevant to the Fund.

Increased bid/offer spreads due to non-concurrent trading hours

As discussed in section 4.15, the trading price of Units on the ASX may be influenced by the non-concurrent trading hours between the ASX and the applicable futures exchanges on which the futures contracts, reflected in the Index, are traded. Certain futures contracts may not be able to be traded, or may trade with reduced liquidity, during all or some of the time when the ASX is open. As a result, during times when the ASX is open but the underlying futures contracts are not able to be traded, or trade with reduced liquidity, trading spreads (the difference between bid prices and the offer prices on the ASX) may widen significantly and increase the difference between the trading price of Units and the Net Asset Value per Unit. This difference may be significant at times and therefore investors are advised to carefully consider this impact

before trading on the ASX. Please note that daily trading of Units in the Fund on the ASX may commence at a later time during the Australian summer (ie while Australian Eastern Daylight Saving Time applies). If this occurs, the Responsible Entity will notify market participants of the adjusted trading hours for this Fund via the Company Announcements Platform. The table below shows the relative size of the anticipated average bid/offer spread (due to non-concurrent trading hours) for the stated period during an ASX trading day. The table should be applied to normal ASX trading hours, which are 10:00am to 4:00pm.

RELATIVE SIZE OF AVERAGE ANTICIPATED BID/OFFER SPREAD	ASX WINTER TRADING (AUSTRALIAN EASTERN STANDARD TIME)	ASX SUMMER TRADING (AUSTRALIAN EASTERN DAYLIGHT SAVING TIME)
Higher	n/a	Pre-11:00am
Medium	n/a	11:00am to 12:00pm
Lower	Pre-11:00am	12:00pm to 1:00pm
Lowest	11:00am onwards	1:00pm onwards

PRODUCT SUPPLEMENT

BETASHARES AGRICULTURE ETF – CURRENCY HEDGED (SYNTHETIC)

INVESTMENT OBJECTIVE

The investment objective of the Fund is to track the performance of the S&P GSCI Agriculture Enhanced Select Index Excess Return (“Index”) hedged into Australian dollars, plus an interest component, before fees and expenses.

The S&P GSCI Agriculture Enhanced Select Index comprises four commodities from the agricultural sector: corn, wheat, sugar and soybeans and applies certain seasonal rolling rules, as outlined below. This range of constituents provides diversification across the agricultural commodity sector. Agricultural commodities included in the Index are primarily used in the production of foodstuff and drinks, and more recently in the production of bio-fuel.

The Index is intended to reflect the performance of a diversified group of four agricultural commodities as measured by the price of futures contracts.

The interest component is based on the interest earned by the Fund on its cash holdings and will accrue into the Fund’s Net Asset Value for the benefit of Unitholders.

Although the underlying futures contracts (and the Index) are priced in U.S. dollars, the Fund offers an exposure to the performance of the Index that is substantially hedged back to the Australian dollar, with the aim of reducing currency risk for Australian investors.

ABOUT THE S&P GSCI INDEX SERIES

The S&P GSCI Index Series provides investors with reliable and publicly available benchmarks for investment performance in the commodity markets. The indices are designed to be tradable, readily accessible to market participants, and cost efficient to implement.

The S&P GSCI (the main index of the S&P GSCI Index Series) is widely recognized as a leading measure of general commodity price movements and inflation in the world economy.

The S&P GSCI is calculated primarily on a world production weighted basis, and is comprised of the principal physical commodities that are the subject of active, liquid futures markets.

To be included in the S&P GSCI for a given year, contracts must satisfy several sets of eligibility criteria. First, Standard & Poor’s identifies those contracts that meet the general criteria for eligibility (namely, contracts denominated in U.S. dollars that are traded on a trading facility with its principal place of business in an OECD country and that have at least two years of available daily contract reference prices and three months of available volume data.) Second, contracts must meet certain contract volume and weight requirements. Lastly, the number of contracts is determined. At that point, the list of

designated contracts for the relevant S&P GSCI year is complete and production weights can be determined. There is no limit on the number of contracts that may be included in the S&P GSCI.

FURTHER INFORMATION ABOUT THE INDEX

The Index is the S&P GSCI Agriculture Enhanced Select Index Excess Return. The Index is part of a series of sub-indices calculated by Standard & Poor’s that represent components of the S&P GSCI from across a number of commodity sectors.

The contracts currently used to calculate the Index are futures contracts traded on the Chicago Board of Trade and InterContinental Exchange.

In relation to each commodity, the specific contract included in the Index is determined in accordance with the following schedule:

- Chicago Wheat is rolled only to the December contract annually (during the November roll)
- Corn is rolled only to the July contract annually (during the May roll period)
- Soybeans follow the regular S&P GSCI roll schedule
- Sugar is rolled only to the March contract annually (during the February roll period)

The Index gradually reduces the weighting of the nearest contract and increases the weighting of the next-nearest contract over a five business day period (commencing on the first S&P GSCI Business Day of the month) so that on the first day of the roll-over period the nearest contract represents 80% and the next-nearest contract represents 20% of the Index, and on the fifth day of the roll-over period (i.e., the fifth S&P GSCI Business Day of the month) the next- nearest contract represents 100% of the Index.

The Index referenced by the Fund is an “excess return” (and not a “total return”) index and therefore reflects the return of the underlying commodity futures price movements only (and not any notional interest earnings).

Standard & Poor’s has established an Index Committee to oversee the daily management and operations of the S&P GSCI (and all related sub-indices), and is responsible for all analytical methods and calculation in the indices, as well as the index rules that govern the S&P GSCI and the annual rebalancing of the S&P GSCI. Standard & Poor’s liability is limited as set out in section 6.10.

Further information on the Index is available on the S&P website at www.spgsci.standardandpoors.com

The nature and method of calculation of the Index may change from time to time.

Neither the Responsible Entity nor any other company in

the BetaShares group has any control over, or responsibility for, the composition, calculation or availability of the Index. The Index provider is not a related company of the Responsible Entity.

Past performance information about the Index is available from various sources, including stockbrokers, financial information websites and major data providers such as Bloomberg or Reuters. Any past performance information about the Index does not take into account fees or taxes that may be incurred as a result of investing in the Fund. Past performance of the Index is not a reliable guide to future performance of the Index or the Fund.

SPECIFIC RISK FACTORS

In addition to the Risk Factors set out in section 4 of this PDS, there are a number of additional risks that are relevant to the Fund.

Concentration risk and commodity volatility

The Fund is concentrated in commodities within the agricultural sector. Generally, such concentration may result in a greater degree of volatility in the Index and, as a result, in the net asset value of the Fund, relative to more diversified investments.

Agricultural prices may be influenced by a range of factors including variations in domestic supply and demand, seasonal fluctuations, global population changes, international prices, exchange rates, changing levels of price support and farm subsidies, weather conditions, the demand for alternative energies such as bio-fuels as well

as economic and political conditions.

Increased bid/offer spreads due to non-concurrent trading hours

As discussed in section 4.15, the trading price of Units on the ASX may be influenced by the non-concurrent trading hours between the ASX and the applicable futures exchanges on which the futures contracts, reflected in the Index, are traded. Certain futures contracts may not be able to be traded, or may trade with reduced liquidity, during all or some of the time when the ASX is open. As a result, during times when the ASX is open but the underlying futures contracts are not able to be traded, or trade with reduced liquidity, trading spreads (the difference between bid prices and the offer prices on the ASX) may widen significantly and increase the difference between the trading price of Units and the Net Asset Value per Unit. This difference may be significant at times and therefore investors are advised to carefully consider this impact before trading on the ASX. Please note that daily trading of Units in the Fund on the ASX may commence at a later time during the Australian summer (ie while Australian Eastern Daylight Saving Time applies). If this occurs, the Responsible Entity will notify market participants of the adjusted trading hours for this Fund via the Company Announcements Platform. The table below shows the relative size of the anticipated average bid/offer spread (due to non-concurrent trading hours) for the stated period during an ASX trading day. The table should be applied to normal ASX trading hours, which are 10:00am to 4:00pm.

RELATIVE SIZE OF AVERAGE ANTICIPATED BID/OFFER SPREAD	ASX WINTER TRADING (AUSTRALIAN EASTERN STANDARD TIME)	ASX SUMMER TRADING (AUSTRALIAN EASTERN DAYLIGHT SAVING TIME)
Higher	n/a	Pre-11:00am
Medium	Pre-11:00am	11:00am to 1:00pm
Lower	11:00am onwards	1:00pm onwards

THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

FORMS

APPLICATION FORM

BetaShares Exchange Traded Funds Product Disclosure Statement dated 29 September 2017 ('PDS') issued by BetaShares Capital Ltd, ABN 78 139 566 868, AFSL 341181 as Responsible Entity.

Please note: *This form is for use by Authorised Participants. Other investors can buy Units on the ASX through a stockbroker or via a financial adviser.*

It is important to read the PDS carefully. If the PDS was obtained electronically, a paper copy of the PDS and this Application Form will be provided free of charge upon request. Capitalised terms have the same meaning as in the PDS.

Please fax the completed Application Form to (02) 9262 4950.

APPLICANT DETAILS

Name _____

ACN/ABN _____

Postal address _____

Suburb _____

State _____ Postcode _____

Telephone (____) _____

Fax (____) _____

APPLICATION AMOUNT

This Applicant hereby applies to the Responsible Entity for Units as specified below.

Please note: The minimum application is \$1,000,000, payable in cash, unless the Responsible Entity agrees otherwise

Fund:

ASX code:

Application amount (\$): _____

ACKNOWLEDGEMENTS

By signing this Application Form:

I/We confirm that the representations and warranties made and given in the Authorised Participant Agreement continue to be true and correct.

I/We confirm that all of the information in this Application Form is true and correct.

I/We represent and warrant that I/we have received the PDS (electronic or hard copy) in Australia.

I/We declare I/we have read the PDS and agree to be bound by the terms and conditions of the PDS and the Constitution of the Fund in which I/we are investing (as amended or replaced from time to time).

I/We agree to the Applicant Nominee holding Units on the applicant's behalf pending settlement of this application in accordance with the Nominee Terms, if required, as determined by the Responsible Entity.

I/We covenant, for the benefit of the Applicant Nominee, to be bound by the Nominee Terms, if applicable

I/We understand that none of BetaShares Holdings Pty Ltd, BetaShares Capital Ltd or their related entities, directors or officers guarantees the performance of, the repayment of capital invested in, or the payment of income from the Fund.

I/We acknowledge that an investment in Units is subject to risk which may include possible delays in repayment and loss of income and capital invested.

I/We declare that the applicant has the capacity and power to make an investment in accordance with the application.

I/We declare that in making a decision to invest the only information and representations provided by the Responsible Entity are those contained in this PDS to which this application relates.

I/We understand the risks of the investment and have obtained all professional financial and taxation advice independently of the Responsible Entity as we consider necessary prior to deciding to invest in the Fund.

I/We acknowledge that I/we have read and understood the privacy disclosure statement in the PDS and agree to information about the applicant being collected, used and disclosed in accordance with that statement.

If signed under power of attorney, the/each attorney verifies that no notice or revocation of that power has been received.

I/We intend this Application Form to take effect as a deed poll.

Applicant signatures

Signature of Authorised Person

Name of Authorised Person (block letters)

Position (block letters)

Signature of Authorised Person

Name of Authorised Person (block letters)

Position (block letters)

Date: _____

FORMS

REDEMPTION FORM

BetaShares Exchange Traded Funds Product Disclosure Statement dated 29 September 2017 ('PDS') issued by BetaShares Capital Ltd, ABN 78 139 566 868, AFSL 341181 as Responsible Entity.

Please note: *This form is for use by Authorised Participants. Other investors can sell Units on the ASX through a stockbroker or via a financial adviser.*

It is important to read the PDS carefully. If the PDS was obtained electronically, a paper copy of the PDS and this Redemption Form will be provided free of charge upon request. Capitalised terms have the same meaning as in the PDS.

Please fax the completed Redemption Form to (02) 9262 4950.

UNITHOLDER DETAILS

Name _____

ACN/ABN _____

Postal address _____

Suburb _____

State _____ Postcode _____

Telephone (____) _____

Fax (____) _____

NUMBER OF UNITS TO BE REDEEMED

We hereby request the Responsible Entity to redeem Units as specified below.

Please note: The minimum redemption for BetaShares Crude Oil Index ETF – Currency Hedged (Synthetic) and BetaShares Copper Index ETF – Currency Hedged (Synthetic) is 50,000 Units, unless the Responsible Entity agrees otherwise. The minimum redemption for BetaShares Commodities Basket ETF – Currency Hedged (Synthetic) and BetaShares Agriculture ETF – Currency Hedged (Synthetic) is 100,000 Units, unless the Responsible Entity agrees otherwise.

Fund:

ASX code:

Number of Units: _____

SIGNATURE BY REDEEMING UNITHOLDER

By signing this Redemption Form:

I/We confirm and undertake that I/we:

- o have been an Australian resident for the purposes of the Tax Act continuously from the beginning of the current financial year; and
- o will continue to be an Australian resident for the purposes of the Tax Act at all times until the end of the current financial year;

I/We repeat the representations and warranties made and given in the Authorised Participant Agreement in relation to redemption requests.

I/We agree to reimburse and indemnify the Responsible Entity for all taxes, duties and charges imposed against the Responsible Entity or its agents that may be assessed against the Responsible Entity as a result of my/our entitlement to the capital or distributable income of the Fund (Taxation Amount). I/We authorise the Responsible Entity to deduct from my/our income distributions payable from the Fund, on account of the Taxation Amount which the Responsible Entity is or may become liable to pay in respect of my/our entitlement to the capital or distributable income of the Fund.

I/We confirm that I/we have read and understood the PDS as it relates to redemptions.

If signed under power of attorney, the/each attorney verifies that no notice or revocation of that power has been received.

Signatures

Signature of Authorised Person

Name of Authorised Person (block letters)

Position (block letters)

Signature of Authorised Person

Name of Authorised Person (block letters)

Position (block letters)

Date: _____

DIRECTORY

Responsible Entity

BetaShares Capital Ltd

Level 11

50 Margaret Street

Sydney NSW 2000

Telephone: 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia)

Custodian & Fund Administrator

RBC Investor Services

Level 47

2 Park Street

Sydney NSW 2000

Registrar

Link Market Services

Level 12

680 George Street

Sydney NSW 2000

Solicitors to BetaShares

Minter Ellison

Governor Macquarie Tower

1 Farrer Place

Sydney NSW 2000

Auditor

KPMG

Level 38

Tower Three, International Towers Sydney

300 Barangaroo Avenue

Sydney NSW 2000