

BetaShares Global Cybersecurity ETF: PDS Update

BetaShares Capital Ltd, as responsible entity of the Fund, may update information in the Fund's Product Disclosure Statement (PDS) by issuing a supplementary PDS. However, for product updates that are not materially adverse to unitholders, we may notify unitholders via our website. Any such updates should be read together with the PDS.

The following non-materially adverse changes to the Fund's PDS have been made.

PDS date: 29 September 2017

Date of update: 16 September 2022

Nature of update: The index methodology for the Nasdaq Consumer Technology Association Cybersecurity Index ("Index"), which the Fund aims to track before fees and expenses, has been revised by Nasdaq, Inc., the index sponsor, by:

- increasing the minimum market capitalisation for a security to be eligible for inclusion in the Index from US\$250 million to US\$500 million;
- amending the constituent weighting methodology from modified liquidity-weighted to modified free float market capitalisation-weighted; and
- introducing a minimum Index security weighting of 0.25% as at each Index rebalance.

The change in weighting methodology away from a liquidity-weighted approach, which does not directly reflect market movements, to a modified market capitalisation-weighted approach is expected to: (a) reduce the portfolio turnover, which in turn is expected to reduce transaction costs for the Fund; and (b) reduce the risk of adverse market impact associated with portfolio rebalances.

Accordingly, in the PDS the "Further Information About the Index" section of the Product Supplement for the Fund is updated as follows:

- the fourth bullet point of the second paragraph is deleted and replaced with the following:
"have a minimum market capitalisation of US\$500 million"
- the fourth and fifth paragraphs are deleted and replaced with the following:
"The Index employs a modified free float-market capitalisation weighted methodology. Each quarter, the Index is rebalanced in accordance with the following three-stage process:

- initial Index security weights (based on their free float market capitalisation) are proportionally redistributed so that no Index security weight may exceed 6% of the Index (Stage 1 Weights);
- Stage 1 Weights are proportionally redistributed so that: (a) for Index securities with the five largest free float market capitalisations, Stage 1 Weights are maintained; and (b) for all other Index securities, no Index security weight may exceed 3% of the Index (Stage 2 Weights); and
- Stage 2 Weights are proportionally redistributed so that no Index security weight may be lower than 0.25% of the Index, producing the final Index weights.

To be eligible for continued inclusion in the Index, certain additional criteria apply.

The Index is rebalanced quarterly in March, June, September and December and reconstituted semi-annually in March and September. Between the reconstitutions of the Index, if an Index constituent security no longer meets the eligibility criteria or is otherwise determined to have become ineligible for inclusion in the Index, the security is removed from the Index and not replaced.”

IMPORTANT INFORMATION: This information has been prepared by BetaShares Capital Ltd (ACN 139 566 868 AFS Licence 341181) ("BetaShares") the issuer of the Fund. It is general information only and does not take into account any person's objectives, financial situation or needs. The information does not constitute an offer of, or an invitation to purchase or subscribe for securities. You should read the relevant PDS and ASX announcements and seek professional legal, financial, taxation, and/or other professional advice before making an investment decision regarding any BetaShares Fund. For a copy of the PDS and more information about BetaShares Funds go to www.betashares.com.au or call 1300 487 577.

Units in BetaShares Funds trade on the ASX at market prices, not at NAV. An investment in any BetaShares Fund is subject to investment risk including possible delays in repayment and loss of income and principal invested. Neither BetaShares Capital Ltd nor BetaShares Holdings Pty Ltd guarantees the performance of any Fund or the repayment of capital or any particular rate of return. Past performance is not an indication of future performance.

NASDAQ® and Nasdaq Consumer Technology Association Cybersecurity Index are registered trademarks of Nasdaq, Inc. (which with its affiliates is referred to as the "Corporations") and are licensed for use by BetaShares. The Fund has not been passed on by the Corporations as to its legality or suitability. The Fund is not issued, endorsed, sold, or promoted by the Corporations. THE CORPORATIONS MAKE NO WARRANTIES AND BEAR NO LIABILITY WITH RESPECT TO THE FUND.