

Betashares Invest

Product Disclosure Statement - Part A (General Information)

Online Investment Platform



IMPORTANT INFORMATION

About this document

Betashares Capital Ltd ABN 78 139 566 868 AFSL 341181 ("Betashares", "we", "our" or "us") is the issuer of this PDS and is responsible for its contents. This PDS is the offer document for interests in the IDPS-like scheme known as Betashares Invest Fund (ARSN 667 811 627) ("Betashares Invest"), which is a registered managed investment scheme for which Betashares is the responsible entity. This PDS is comprised of two documents:

- Part A (General Information) (this part); and
- Part B (Investment Options Booklet).

This PDS Part A (General Information) contains a number of references to additional important information contained in the PDS Part B (Investment Options Booklet) ("Investment Options Booklet"). The Investment Options Booklet forms part of the PDS and you should read the Investment Options Booklet together with this PDS Part A (General Information) before making a decision to invest through Betashares Invest.

A copy of the latest PDS (including the Investment Options Booklet) for Betashares Invest is available via the Betashares Direct mobile application ("Betashares Direct App"), or by contacting Betashares on 1300 487 577. A paper copy will be provided free of charge on request.

The offer

The offer to which this PDS relates is available to persons receiving the PDS (electronically or otherwise) in Australia. It does not constitute an offer or invitation in any jurisdiction where, or to any person to whom, it would be unlawful to make such an offer or invitation.

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

PDS updates

Information in this PDS (including the Investment Options Booklet) that is not materially adverse to investors is subject to change from time to time and may be updated by Betashares by making such information available in the About section of the Betashares Direct App (under "Legal documentation" in the Account section). A paper copy of the updated information can be obtained by contacting us on 1300 487 577.

Risks and services provided by related entities

An investment in or through Betashares Invest is subject to risk (refer to Section 5), which may include possible delays in repayment, and loss of income or capital invested.

None of Betashares or any of its related entities, directors or officers gives any guarantee or assurance as to the performance of, or the repayment of capital or income reinvested in, Betashares Invest or any investments available through Betashares Invest. Betashares and its related entities may invest through, or provide other services in relation to, Betashares Invest.

Not personal advice

This PDS (including the Investment Options Booklet) is prepared for general information only and is not financial product advice. It is not intended to be a recommendation by Betashares, any of its associates or any other person to invest. In preparing this PDS (including the Investment Options Booklet), Betashares 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 investing through Betashares Invest is appropriate to their needs, objectives and circumstances, and should obtain and consider the product disclosure statement or other disclosure document relating to any investments accessible through Betashares Invest, and the target market determination relating to any accessible investments that is made available by the issuer of those investments.

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

Dollar amounts

All references to dollar amounts in this PDS are to Australian dollars unless otherwise stated.

Responsible entity

Betashares Capital Ltd
Level 6
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Sydney NSW 2000
Telephone: 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia)

Custodian

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1 KEY FEATURES

1.1 ABOUT BETASHARES INVEST

Betashares Invest provides an online investment platform that allows investors to buy, hold and sell exchange-traded funds and other exchange-traded products (“ETPs”) through an account that can be accessed via a mobile application. It is intended that a web-based application will also be made available to investors in the future.

Betashares Invest is an IDPS-like scheme, which is a managed investment scheme registered with the Australian Securities and Investments Commission (“ASIC”). You can instruct Betashares, the responsible entity of the scheme, to buy or sell investments (which can be selected from a list of accessible investments) through the account set up for you as part of your investment in Betashares Invest (your “Betashares Invest Account”).

Betashares Invest offers the following key benefits:

- a convenient way to invest in ETPs;
- access to ETP model portfolios constructed by the Betashares Investment Committee (which comprises an experienced, multi-

disciplinary team of professionals within Betashares), as well as the ability to construct your own customised ETP portfolio;

- ability to hold an interest in a fraction of a unit through your Betashares Invest Account (so you don’t have to purchase a whole unit); and
- consolidated reporting across the investments held in your Betashares Invest Account.

1.2 ABOUT BETASHARES

Betashares Capital Ltd is the responsible entity of Betashares Invest. Established in 2009, Betashares has grown to become one of Australia’s largest managers of ETPs. As at the date of this PDS, Betashares manages over \$30 billion in assets, with offices in Sydney, Melbourne, Brisbane and Perth.

1.3 SUMMARY OF KEY FEATURES

The following table summarises some of the key features of Betashares Invest.

SUMMARY OF KEY FEATURES

TOPIC	SUMMARY	SECTION
Opening and using your Betashares Invest Account	Open a Betashares Invest Account and invest using the Betashares Direct App. You can use your Betashares Invest Account to buy, hold and sell interests in investments available through Betashares Invest.	2
Account structure and investment options	<p>Betashares Invest is an IDPS-like scheme, being a registered managed investment scheme operated by Betashares.</p> <p>Your Betashares Invest Account gives you access to a Cash Account (further details below) and the ability to trade ETPs. We intend to make other investment options available in the future.</p> <p>Model Portfolios, being notional portfolios of assets constructed by the Betashares Investment Committee to suit different risk/return profiles, are also available through Betashares Invest, as well as the ability to construct your own Custom Portfolio. The assets in your Betashares Invest Account that are managed in accordance with a Model Portfolio or Custom Portfolio (which may constitute part or all of your Betashares Invest Account) are referred to as your “AutoPilot Portfolio”, and will be managed in accordance with the specified target asset allocation for the relevant Model Portfolio or your instructed investment allocation for the Custom Portfolio. Currently, you can establish up to two AutoPilot Portfolios, one based on a Model Portfolio and one based on a Custom Portfolio, through your Betashares Invest Account.</p> <p>Each Betashares Invest Account is held by Betashares on separate trust for the investor, and the investor has a beneficial interest in the investments held in their Betashares Invest Account. All investments are held on a pooled basis by the custodian of Betashares Invest. Betashares has appointed Citigroup Pty Ltd as the custodian to hold investments on Betashares’ behalf.</p>	2.3, 3
Your Cash Account (also referred to as your “Wallet”)	Each Betashares Invest Account comes with a Cash Account (also referred to as your “Wallet”), which is generally used to receive cash deposits, fund investments, settle transactions and receive net investment income (such as interest or distributions, net of any applicable tax). The Cash Account is not used for deposits or distributions relating to an AutoPilot Portfolio, which are retained in your AutoPilot Portfolio and invested in the manner described in Sections 2.4 and 2.5. Cash withdrawals and certain fees and costs will be paid	2.3

	<p>from your Cash Account.</p> <p>Your Cash Account comprises an interest in a pooled cash account, being one or more bank accounts operated by the custodian of Betashares Invest.</p> <p>Please refer to the Betashares Direct App for details regarding the interest rate applicable to the balance held in your Cash Account.</p>	
Investment options/features	<p>The following investments and features are currently available through your Betashares Invest Account:</p> <ul style="list-style-type: none"> ETPs traded on the ASX or other Australian securities exchanges; and AutoPilot Portfolios, managed in accordance with a Model Portfolio or Custom Portfolio (see below for more information). 	3
Invest in accordance with Model Portfolios (also referred to as 'Pre-built portfolios') constructed by the Betashares Investment Committee	<p>Select from a range of Model Portfolios, also known as 'Pre-built portfolios', being notional portfolios that have been constructed by the Betashares Investment Committee using ETPs to suit different risk/return profiles and investment strategies. Betashares will manage your AutoPilot Portfolio in accordance with the investment strategy, objectives and target asset allocation for the relevant Model Portfolio.</p> <p>A list of the available Model Portfolios is set out in the Investment Options Booklet.</p>	3.2
Build your own Custom Portfolio	<p>Build your own Custom Portfolio using one or more of the ETPs (and up to a maximum 10 ETPs) available through Betashares Invest¹ to suit your own goals and financial circumstances. Betashares will manage your AutoPilot Portfolio in accordance with the specified investment allocation instructions for the relevant Custom Portfolio that you establish.</p> <p>You will need to review the investment allocation for your Custom Portfolio on an ongoing basis to ensure it remains appropriate for your circumstances.</p>	3.2
In-specie transfers	<p>Currently, you are not able to transfer investments you hold in another account (such as a broker account) held in your name into your Betashares Invest Account or transfer the investments held in your Betashares Invest Account to another account held in your name. You can only redeem or withdraw your investments in your Betashares Invest Account by instructing us to sell the relevant investments (including any fractional interests) held in your Betashares Invest Account and receiving the cash proceeds (less any transaction costs).</p>	
Fractional investing	<p>All interests in ETP units are held on a fractionalised basis through your Betashares Invest Account (even where you may hold a whole number of ETP units). References in this PDS to ETP units are references to fractional interests. The whole unit will be held by the custodian of Betashares Invest, with the relevant fractional interest in the unit(s) allocated to you. To the extent those fractions do not make up a whole ETP unit, the balance of the fractional interest(s) are allocated to Betashares, or one or more other Betashares Invest investors.</p> <p>Fractional investing allows you to hold an interest in pieces, or fractions, of whole units in an ETP. This means you can invest in units that may cost hundreds of dollars per unit with as little as \$10.00 (being the minimum investment amount). This gives you the flexibility to invest without having to trade in whole increments.</p> <p>Fractional investing can also help you to diversify your holdings and manage risk more conveniently. Since you're not locked into purchasing whole units, you can diversify your portfolio with smaller amounts of money, rather than having to wait until you have enough money to buy a whole unit. Fractional investing also helps us to facilitate the processing of transactions (including rebalancing transactions).</p> <p>It is important to understand that fractional interests held within your Betashares Invest Account, to the extent those fractions do not make up a whole ETP unit, may not be recognised or able to be traded outside of Betashares Invest.</p> <p>You should also consider the potential taxation implications of buying, holding and selling interests in ETP units through Betashares Invest (including fractions that do not make up a whole ETP unit). Further information is provided in Section 6.1.</p>	

¹ Some ETPs available through Betashares Invest are not able to be included in a Custom Portfolio. The ETPs that are able to be included in a Custom Portfolio will be displayed when you proceed to set up an AutoPilot Portfolio in the Betashares Direct App.

Brokerage fees	Buying or selling interests in ETPs (including through reinvestment of distributions) is brokerage-free.	
Minimum balance, deposits and withdrawals	No minimum balance, no minimum initial or additional deposit, and no minimum withdrawal amount applies, except for a minimum initial deposit amount of \$500 and a minimum recurring or one-off (top-up) deposit amount of \$100 (in each case up to a maximum of \$100,000) for a direct debit into an AutoPilot Portfolio. There is no minimum amount for a sell order.	
Deposits	<p>Once your Betashares Invest Account has been opened, you can deposit funds into your Cash Account from your nominated Australian bank account and start investing.</p> <p>A BSB and account number is linked to each AutoPilot Portfolio. This means you can directly transfer funds from your nominated bank account to be invested in accordance with a Model Portfolio or Custom Portfolio (as applicable), i.e. without having to first transfer those funds to your Cash Account. You can also make a deposit to an AutoPilot Portfolio by direct debit, subject to a minimum initial deposit amount of \$500, a minimum recurring or one-off (top-up) deposit amount of \$100, and a maximum of \$100,000 per deposit.</p> <p>You can also transfer funds from your Cash Account to be deposited into an AutoPilot Portfolio (such transfers are not subject to any minimum amounts).</p> <p>Deposits (whether one-off or recurring) into an AutoPilot Portfolio will be applied in the following order: (1) for deposits other than the initial deposit into the AutoPilot Portfolio, to acquire units proportionately in any underweight investments, taking into account the applicable investment allocation; (2) to acquire units proportionately according to the applicable investment allocation. Refer to Section 2.4 for more information.</p>	2.4
Recurring deposits	You can set up a recurring deposit from your nominated bank account to: (1) an AutoPilot Portfolio, to be invested in accordance with the process set out in the "Deposits" section above; or (2) your Cash Account. A minimum recurring deposit amount of \$100 (up to a maximum of \$100,000) per deposit applies for a direct debit into an AutoPilot Portfolio (direct debit is not available in relation to deposits into your Cash Account).	2.4
Withdrawals	<p>You can request a withdrawal of cash from your Cash Account at any time if there are sufficient funds available.</p> <p>A withdrawal request will not be able to be submitted if there are insufficient funds available in your Cash Account to pay the requested withdrawal amount. You may need to sell investments held in your Betashares Invest Account to fund the requested withdrawal.</p> <p>Withdrawal amounts will generally be paid to your nominated bank account within two business days after the later of: (a) receipt of the request by Betashares (i.e. where no investments are required to be sold to fund the request); or (b) settlement of any outstanding sell orders required to fund the request. You can also request to withdraw part or all of your Betashares Invest Account that is being managed in accordance with a Model Portfolio or Custom Portfolio to be transferred in cash to your Cash Account. Upon receipt of a partial withdrawal request, Betashares will sell the relevant ETP units held in the relevant AutoPilot Portfolio in the following order: (1) ETP units in any overweight holdings on a proportionate basis; (2) proportionately according to the applicable investment allocation for the Model Portfolio or Custom Portfolio. You will then need to request to withdraw the relevant cash proceeds from your Cash Account to your nominated bank account.</p>	2.6, 3.2
Distributions and reinvestment	<p>Distributions received in relation to your investments held outside an AutoPilot Portfolio will (after deducting any applicable withholding tax) initially be paid to your Cash Account. All distributions will be automatically reinvested in accordance with your standing instructions into the relevant ETP from which the distribution was received. If you wish to cancel your standing instruction to reinvest distributions in such manner, you can elect to have distributions relating to each investment held outside an AutoPilot Portfolio paid into and retained in your Cash Account.</p> <p>When distributions are received in relation to investments held in an AutoPilot Portfolio, those distribution amounts (following receipt in cash by Betashares) will not be paid into your Cash Account, but instead will be applied in the following order: (1) to acquire units proportionately in any underweight investments, taking into account the applicable investment allocation for the relevant Model Portfolio or Custom Portfolio; (2) to acquire units proportionately according to the applicable investment allocation of the relevant Model Portfolio or Custom Portfolio.</p>	2.5, 3.1, 3.2

Fees and other costs	Fees and other costs as described in Section 4 of this PDS will apply.	4
Powerful investing tools	Create a personalised watch list for any ETP available through Betashares Invest and be informed of market movements with latest available pricing. All Betashares Invest investors have access via the Betashares Direct App to the latest available market prices for no additional cost.	
Individualised reporting	Each Betashares Invest Account comes with reporting functionality that can be accessed from the Betashares Direct App. Investors will receive an annual report and have access via the Betashares Direct App to quarterly reporting in relation to their Betashares Invest Account. Annual tax reports and a tax guide will also be made available via the Betashares Direct App, as well as other statements and communications (such as trade confirmations).	
Customer Support	If you have any enquiries in relation to Betashares Invest or your Betashares Invest Account, you can use the in-app chat feature. You can also call us on 1300 487 577 or contact us by email at support@betashares.com.au .	

2 YOUR BETASHARES INVEST ACCOUNT

2.1 OPENING YOUR ACCOUNT

You can open a Betashares Invest Account by completing and submitting an application via the Betashares Direct App. Betashares may, at its discretion, accept or reject an application or request additional information in certain circumstances before accepting an application.

Please refer to Section 7.10 for information about your cooling off rights if you change your mind about opening a Betashares Invest Account.

Who can open a Betashares Invest Account?	Betashares Invest is currently available to individual investors, but may be offered to other types of investors in the future. Applicants must be aged 18 years or older and have an Australian residential address and a valid email address. Applicants must also be an Australian resident for tax purposes.
How do I apply for a Betashares Invest Account?	<ol style="list-style-type: none">1. Download the Betashares Direct App to start the application from the Apple App Store or the Google Play Store (please contact Customer Support for information about availability of the Betashares Direct App).2. You will need to provide details such as your full name, date of birth, Australian residential address and email address. Your email address is used to authenticate your identity and support other important security features in relation to your Betashares Invest Account.3. You may also be requested to provide your Australian driver's licence details or Australian passport number, which will be used to verify your identity. You may also be requested to provide other forms of identification documents as part of this process.4. You will be requested to provide certain information (including tax residency) to ensure we comply with our obligations under the Foreign Account Tax Compliance Act (FATCA) and OECD Common Reporting Standard (CRS). See Section 7.7 for more information regarding these requirements.5. Whilst not mandatory to complete your application, you may also provide your tax details (Tax File Number (TFN)). If you do not provide your TFN (and where no available tax exemption applies), income from your investments (including any interest) may be subject to Australian withholding tax at the highest marginal tax rate (plus Medicare levy).6. Before you can submit your application, you will be asked to confirm you have read the PDS and to accept the Betashares Direct App terms of use. <p>Once your application is completed and accepted by Betashares, you will be able to deposit funds into your Betashares Invest Account and start investing. See Section 2.4 for more information on how you can deposit funds into your Betashares Invest Account. We will also send you a confirmation email, along with other information relevant to your Betashares Invest Account.</p>

2.2 ACCESSING YOUR ACCOUNT

You can access, view and manage your Betashares Invest Account through the Betashares Direct App.

2.3 CASH ACCOUNT

Your Cash Account (also known as your "Wallet") comprises an interest in a pooled cash account, being one or more bank accounts operated by the custodian of Betashares Invest. The cash held in your Cash Account will be used to buy investments through your Betashares Invest Account, as instructed by you from time to time. Cash deposits, interest income, proceeds from the sale of your investments and distributions from your investments will be paid to your Cash Account, however, your Cash Account will not be used for deposits or distributions relating to an AutoPilot Portfolio (which are held as part of the relevant AutoPilot Portfolio before being invested as described in Section 3.2). Cash withdrawals relating to your Betashares Invest Account will generally be paid from your Cash Account. There is no minimum cash balance applicable to your Cash Account.

You may receive interest on the cash balance held in your Cash Account. We are entitled to retain up to 100% of this interest as the Cash Administration Fee for operating and managing your Cash Account. The interest rate payable to you on the balance held in your Cash Account is disclosed in the Betashares Direct App.

You will also need to provide us with details of an account you hold with an Australian financial institution (your "nominated bank account"). Any cash payments out of your Betashares Invest Account (for example, cash withdrawals) will be paid to your nominated bank account.

By applying to open a Betashares Invest Account, you authorise Betashares to establish a Cash Account as described above, and to: (a) use the money in your Cash Account to buy investments as instructed by you from time to time; (b) deposit any sale proceeds into your Cash Account; (c)

pay any applicable fees or costs from your Cash Account; (d) receive interest (if any) and income distributions from your investments into your Cash Account; and (e) upon receipt of a withdrawal request from you, pay cash from your Cash Account to your nominated bank account.

2.4 DEPOSITS

<p>Deposits into your Cash Account</p> <p>You can make one-off or ongoing cash deposits into your Cash Account by direct credit (electronic funds transfer).</p>	
<p>Direct credit (electronic funds transfer)</p>	<ul style="list-style-type: none"> • Electronic funds transfers can be made from your nominated bank account using the BSB and account number for your Cash Account. • There is no minimum transfer amount and we do not charge transaction fees for deposits. • Settlement of an electronic funds transfer is subject to the processing times applicable to your nominated bank account but can generally be expected to occur within one to two business days.
<p>Deposits into an AutoPilot Portfolio</p> <p>You can make one-off or ongoing regular deposits directly into an AutoPilot Portfolio by direct credit (electronic funds transfer) or direct debit, without having to first transfer those funds to your Cash Account. You can also make deposits into an AutoPilot Portfolio by transferring available funds from your Cash Account (no minimum transfer amount applies).</p> <p>Where you make a deposit into an AutoPilot Portfolio, the amount of the deposit will be applied in the following order: (1) to acquire units proportionately in any underweight investments, taking into account the applicable investment allocation; (2) to acquire units proportionately according to the applicable investment allocation. Units will be acquired at the applicable market prices when the order is executed (generally within two business days after the deposit is received).</p>	
<p>Direct credit (electronic funds transfer)</p>	<ul style="list-style-type: none"> • Electronic funds transfers can be made from your nominated bank account using the BSB and account number for your AutoPilot Portfolio. • There is no minimum transfer amount and we do not charge transaction fees for deposits. • Settlement of an electronic funds transfer is subject to the processing times applicable to your nominated bank account but can generally be expected to occur within one to two business days.
<p>Direct debit</p>	<ul style="list-style-type: none"> • One-off or recurring deposits into an AutoPilot Portfolio can be made from your nominated bank account using direct debit. • Recurring deposits can be made on a weekly, fortnightly, monthly or quarterly basis. • Money transferred via direct debit can take up to 4 business days to settle. • Direct debit instructions can be initiated via the Betashares Direct App. • Deposits via direct debit are subject to a minimum initial deposit amount of \$500, a minimum recurring or one-off (top-up) deposit amount of \$100, and a maximum of \$100,000 per deposit. We do not charge transaction fees for deposits.
<p>Transfer funds from Cash Account</p>	<ul style="list-style-type: none"> • Deposits into an AutoPilot Portfolio can be made by transferring available funds from your Cash Account. • No minimum transfer amount applies.

2.5 DISTRIBUTIONS

ETPs (held outside of an AutoPilot Portfolio)

Unless you elect otherwise, by instructing Betashares to buy ETP units to be held in your Betashares Invest Account, you give Betashares a standing instruction and authorise us to reinvest cash distributions received in your Betashares Invest Account in relation to your investments (after deducting any applicable withholding tax) by automatically acquiring additional units in the same investment at the applicable market price at the time the order is executed (generally within one to two business days after the cash distribution is received). You may cancel this standing instruction by electing (via the Betashares Direct App) to have the distribution paid into and retained in your Cash Account and to not be reinvested.

AutoPilot Portfolios

Distributions received by Betashares in relation to your investments in an AutoPilot Portfolio will (after deducting any applicable withholding tax) be automatically reinvested in the following order: (1) to acquire units proportionately in any underweight investments, taking into account the applicable investment allocation; (2) to acquire units proportionately according to the applicable investment allocation. Additional units will be acquired at the applicable market prices when the order is executed (generally within two business days following receipt of the cash distribution).

2.6 CASH WITHDRAWALS

You can request a withdrawal of cash from your Cash Account at any time when there are sufficient funds in your Cash Account. No minimum withdrawal requirements apply.

You will not be able to submit a withdrawal request if there are insufficient funds available in your Cash Account to pay the requested withdrawal amount. You may need to instruct us to sell investments held in your Betashares Invest Account before the withdrawal request can be submitted.

Withdrawal amounts will generally be paid to your nominated bank account within two business days after the later of: (a) receipt of the request by Betashares (i.e. where no investments are required to be sold to fund the request); or (b) settlement of any outstanding sell orders required to fund the request.

Suspensions or delays relating to withdrawal requests

We may suspend or delay withdrawals from your Cash Account, or the realisation of investments held in your Betashares Invest Account, in certain circumstances, e.g. where the requested withdrawal is below a minimum withdrawal requirement set by Betashares or the issuer of the accessible investment (if applicable), an investment is subject to a minimum holding requirement or the realisation of an investment might adversely affect other investors (e.g. due to any limits or restrictions imposed by an underlying issuer). No minimum holding or withdrawal requirement currently applies in relation to Betashares Invest, or any investments available through Betashares Invest.

The constitution for Betashares Invest also allows a period of 20 business days for Betashares to act on a withdrawal request in relation to an investment held in your investor's Betashares Invest Account or cash held in your Cash Account. Subject to the *Corporations Act 2001* (Cth) ("Corporations Act"), and provided we are satisfied it is fair and reasonable in the circumstances to do so, the period allowed for compliance with a withdrawal request may be extended by the number of days during which we consider that the relevant circumstances apply (in which case, we will promptly notify you and seek further instruction from you). Betashares will not be liable for any loss resulting from any failure or delay in giving effect to the withdrawal request.

2.7 COMMUNICATIONS AND REPORTING

Communications in relation to your Betashares Invest Account

Betashares Invest is a **digital-only product**. By applying to open a Betashares Invest Account, you agree to receive ongoing communications (including confirmations of transactions) from us electronically either by email or via the Betashares Direct App. We will not make printed or printable copies of communications available except where required by law. You will be taken to have received the communication when you are sent an email or notified via the Betashares Direct App that the relevant communication is available. We may change the digital form of a communication or the method of electronic delivery of a communication.

You can also view your account balance, investments held, transactions, income (including distributions and interest), notifications, details of deposits or withdrawals and other information on your Betashares Direct App.

You will receive a quarterly report within one month after the end of each calendar quarter, which sets out transaction details, quantity and value of investments held, and income and expenses in relation to your Betashares Invest Account.

You will receive an annual investor statement within 3 months after 30 June each year, which sets out details of your opening and closing account balance, transaction details, net earnings and investment performance. In addition, you will receive an annual tax report and have access to a comprehensive tax guide to help you understand the information in the tax report.

These reports (once available) can be accessed on your Betashares Direct App.

We may also send you important information about your Betashares Invest Account to the email address that you provide when you apply for a Betashares Invest Account. We recommend you notify us promptly of any changes to your email address or other contact details.

Communications in relation to your investments

The custodian of Betashares Invest, as the holder of the legal interest in the underlying investments, generally receives information from the issuer of those underlying investments regarding the ETPs and other investments held in your account. This information may also be provided to Betashares, as the responsible entity of Betashares Invest. This may include notices regarding changes to an ETP, such as the responsible entity, structure or investment strategy.

Generally, we will not provide such information or notices to you unless you request. You have a right to request copies of communications sent to holders of accessible investments, including those communications that a holder may elect to receive. You can request a particular communication or make a standing request in relation to a class of communications that are required to be given to holders of the underlying investments.

Financial adviser

You do not need to have a financial adviser to open or operate your Betashares Invest Account, or to provide instructions to Betashares in relation to accessible investments. You are solely responsible for managing and providing instructions in relation to your Betashares Invest Account (and any investments held in your Betashares Investment Account). However, you may wish to consider obtaining financial product advice from a professional adviser when assessing whether an investment in Betashares Invest is suitable for your own objectives, financial situation or needs.

2.8 CLOSING YOUR ACCOUNT

How you can close your account

You can request to close your Betashares Invest Account at any time by contacting us.

Before you can close your Betashares Invest Account, you will need to sell down the investments in your Betashares Invest Account (including any investments held in an AutoPilot Portfolio), after which the cash proceeds (less any transaction costs and other fees and costs) will be transferred to your Cash Account. You will then need to submit a withdrawal request to have the cash balance held in your Cash Account paid to your nominated bank account.

When we can close your account

We can close your account without notice in certain circumstances, for example, if you fail to provide any of the required information or documentation set out in the section 'Anti-Money Laundering, Counter-Terrorism Financing and Sanctions obligations' within the stipulated time period.

Generally, we will close your account if we consider it necessary or desirable to do so to manage appropriately any risks to which we are exposed (including the risk of damage to our reputation). We may also close your account if it has a zero balance and you have not transacted on your account for a period of 12 months or you cease to be an Australian resident for tax purposes, however, if we do this, we will give you at least 30 days' prior notice.

Under the constitution for Betashares Invest, we are able to close your Betashares Invest Account by providing notice to you, in which case your interest in the scheme will terminate and the investments in your Betashares Invest Account will be sold down, with the cash proceeds and any other balance held in your Cash Account paid to your nominated bank account.

After we close your account, any additional distributions received in relation to your investments will be paid into your Cash Account (and not reinvested). You will need to make a separate withdrawal request to have those funds paid to your nominated bank account.

3 INVESTMENT OPTIONS

3.1 INVESTMENT OPTIONS

Betashares Invest offers access to ETPs. The range of available investments will vary from time to time – generally, Betashares determines that an ETP will be available as an accessible investment through Betashares Invest if the ETP is traded on the ASX or other Australian securities exchanges. You should consult the relevant PDS or disclosure document of each ETP (where applicable) before making an investment decision.

The Investment Options Booklet describes the investment options available through Betashares Invest. It is subject to change from time to time. The latest version can be accessed via the Betashares Direct App.

The Model Portfolios available through Betashares Invest will be reviewed quarterly by Betashares. The Betashares Investment Committee has oversight of the Model Portfolios, including (without limitation) asset allocation changes and underlying investment selection.

Labour standards and environmental, social and ethical considerations

Betashares does not take into account labour standards or environmental, social or ethical considerations when selecting, retaining or realising investments (including with respect to the Model Portfolios currently available through Betashares Invest).

ETPs (held outside of an AutoPilot Portfolio)

You can give your instructions to Betashares to buy and sell units in the ETPs described in the Investment Options Booklet through your Betashares Invest Account.

ETPs may be removed from the available investment options from time to time, for example where they cease to be available for trading on the relevant exchange, where relevant data is not available for the ETP or where Betashares determines to do so.

Corporate actions and Voting Policy

Corporate actions can be either mandatory or voluntary. Mandatory corporate actions, such as fund restructures, apply automatically and unitholders do not have a choice whether to participate or opt out. Voluntary corporate actions generally give unitholders the choice whether to participate or opt out. Ordinarily you will not be able to participate in voluntary corporate actions or vote on resolutions regarding your investments.

In circumstances where Betashares has determined that it will, or will not, exercise its voting rights in relation to an investment held through your Betashares Invest Account, Betashares may decide to invite investors to participate in a corporate action or to vote on a resolution. In this case, Betashares will seek each investor's instructions and generally act in accordance with those instructions. For more information about our voting practices, please contact us on between 9.00am – 5.00pm (Sydney time) Monday to Friday, via in-app chat or by email at support@betashares.com.au for a copy of our Voting Policy, which is available free of charge on request.

Distributions

Distribution payments received from the ETP units you hold through your Betashares Invest Account (outside of an AutoPilot Portfolio) will be paid in cash into your Cash Account and, unless you elect otherwise, be used to automatically acquire additional units in the relevant ETP at the applicable market price at the time the order is executed (generally within one business day). You may elect (via the Betashares Direct App) to **not** have such distribution payments reinvested, in which case the relevant amounts will be retained in your Cash Account.

Broking arrangements

Betashares is not a market or trading participant of the ASX or any other financial market. We have arrangements in place with a broker we have selected to provide a broking service under the trading agreement between us and the broker in relation to your instructions to buy or sell ETPs.

Inventory

Betashares will, in its personal capacity, invest in Betashares Invest and may hold ETP units in its own "principal account". Among other things, Betashares may use the ETP units held in its own account to facilitate or give effect to instructions received from other Betashares Invest investors where fractional interests (to the extent they do not make up a whole ETP unit) are acquired or sold.

When you buy and sell ETPs, you can place an order as described below. However, the order may not necessarily execute on-market. Instead, the order may be, at our discretion, fulfilled by us transferring the relevant ETP units from our principal account (or from the account of another investor that has placed instructions to sell the relevant units) to your account (in the case of a buy order), or by us effecting a transfer of the relevant units from your account to our principal account (or to the account of another investor that has placed instructions to acquire the relevant units) (in the case of a sell order).

Trade orders

When giving instructions to buy or sell ETPs, you can place either a market order or a limit order. The table below sets out some of the key considerations of each type of order.

Market orders	<ul style="list-style-type: none">• When you place a market order, we will either: (a) buy or sell the units on-market at the prevailing market price at the time the order is executed through our broker on the relevant exchange; or (b) transfer the relevant units to you (in the case of a buy order) or from you (in the case of a sell order) at the prevailing bid or offer price (or better) at the time the instruction is given by you.• Market orders are executed based on the quantity or dollar amount you wish to buy or sell.• If a market order is placed outside of market hours, it will generally be executed after the market opens on the next trading day*. The cash amount required to execute the relevant market order will not be available to you for withdrawal or investment in a different investment option during the period the market order is in place (i.e. until the order is executed or is unable to be filled for any reason).• You will be notified if a market order is unable to be executed for any reason (e.g. due to insufficient volume or liquidity available on the market), in which case you will need to submit a new order.• Orders may be partially executed when an order cannot be filled completely due to market conditions, e.g. due to insufficient volume or liquidity available on the market. You will receive a notification in the Betashares Direct App, as well as an email notification, when a market order is filled (whether in part or whole).
Limit orders	<ul style="list-style-type: none">• A limit order is an order to buy or sell a specified number or dollar amount of units at a specified price (or better) within a set time period (end of trading day, 7 days, 30 days or 60 days).• A limit order will not be executed if the market price of the relevant unit does not reach your specified price within the set time period. You will need to manage any unfilled portions of your order, e.g. by placing a new trade order.• When you place a limit order and the market price reaches your specified price (or better) within the set time period, we will either: (a) buy the units on-market at the applicable offer price or sell at the applicable bid price at the time the order is executed through our broker on the relevant exchange; or (b) transfer the relevant units to you (in the case of a buy order) or from you (in the case of a sell order) at the applicable bid or offer price at the relevant time.• Limit orders are executed based on the quantity or dollar amount you wish to buy or sell.• You can amend or cancel a limit order at any time prior to the order being filled. A limit order will automatically be cancelled where the relevant ETP is subject to a corporate action (usually prior to commencement of trading on the day the relevant corporate action occurs).• The cash amount required to execute the relevant limit order will not be available to you for withdrawal or for investment in a different investment option during the period the limit order is in place (i.e. until the order is executed, or the order is cancelled for any reason or expires at the end of the specified time period).• Investors will receive a notification in the Betashares Direct App, as well as an email notification, when a limit order is filled (whether in part or whole).

* Market orders placed prior to 10.15am on a trading day or placed after market close on the prior trading day will be executed at or after 10.15am (after the opening auction).

All trades placed can be monitored on the Betashares Direct App. Orders will only be processed where you have sufficient funds available in your Cash Account.

Aggregation and netting

At any point in time, Betashares may receive orders at or around the same time in respect of an ETP from a number of different Betashares Invest Accounts. At our discretion, your sell order may be aggregated with other sell orders that we receive; and conversely your buy order may be aggregated with other buy orders. We may also, at our discretion, 'net' your buy or sell order against another investor's sell or buy order (respectively) where it relates to the same ETP units.

3.2 AUTOPILOT PORTFOLIOS

Model Portfolios (also known as 'Pre-built portfolios')

The Model Portfolios that will be available through your Betashares Invest Account are made up of a portfolio of ETPs constructed and managed by the Betashares Investment Committee (which comprises an experienced, multi-disciplinary team of professionals within Betashares). The Betashares Investment Committee selects the ETPs in the portfolio and determines the target weighting to each ETP based on the investment objective of each Model Portfolio and its strategic asset allocation. The Betashares Investment Committee may determine to add, remove or replace ETPs in a Model Portfolio or make changes to the SAA for a Model Portfolio from time to time as part of the ongoing management of the Model Portfolios.

When you establish an AutoPilot Portfolio to be invested in accordance with a Model Portfolio, the underlying ETP units are acquired and held in your Betashares Invest Account according to the target weighting (or allocation), which is rebalanced annually (after February). Rebalancing may also occur in subsequent quarters (after May, August and November) each year if market movements or other circumstances cause the allocation to an asset class (by reference to the allocation to defensive and growth assets, or allocation to Australian and global equities) to deviate from the SAA by more than 2% as at the end of the relevant subsequent quarter.

Further information regarding each Model Portfolio, including rebalancing, is set out in the Investment Options Booklet.

Custom Portfolios

Custom Portfolios will allow you to set your own portfolio weights from the selection of ETPs available through Betashares Invest to suit your own goals and financial circumstances. Custom Portfolios are generally only suitable for investors who have sufficient financial knowledge and skills to create a portfolio that meets their risk-tolerance and investment objectives. Betashares is not responsible for supervising the construction or management of any Custom Portfolio allocations.

Please note that some ETPs available through Betashares Invest are not able to be included in a Custom Portfolio. The ETPs that are able to be included in a Custom Portfolio will be displayed when you proceed to set up an AutoPilot Portfolio in the Betashares Direct App.

Setting up an AutoPilot Portfolio

You can instruct us to establish an AutoPilot Portfolio to be invested in accordance with a Model Portfolio or Custom Portfolio through the Betashares Direct App.

You will be able to set up to two AutoPilot Portfolios (one based on a Model Portfolio and one based on a Custom Portfolio), though there will be separate fees and costs applicable to each AutoPilot Portfolio you establish. Please refer to Section 4 for more information.

There are a number of ways you can contribute to your AutoPilot Portfolio:

Direct credit (electronic funds transfer)	Each AutoPilot Portfolio comes with its own BSB and account number. This means you can transfer funds directly from your nominated bank account to the AutoPilot Portfolio, to be invested in accordance with the investment allocation for the relevant Model Portfolio or Custom Portfolio.
Direct debit	You can make a one-off deposit into an AutoPilot Portfolio, or set up a recurring deposit on a weekly, fortnightly, monthly or quarterly basis, by direct debit. Deposits via a direct debit arrangement are subject to a minimum initial deposit amount of \$500, a minimum recurring or one-off (top-up) deposit amount of \$100, and a maximum of \$100,000 per deposit.
Transfer funds from Cash Account	You can make deposits into an AutoPilot Portfolio by transferring funds from your Cash Account. No minimum transfer amount applies.

Deposits into an AutoPilot Portfolio will be applied to acquire additional ETP units in the following order: (1) proportionately in any underweight holdings based on the applicable investment allocation for the Model Portfolio or Custom Portfolio; (2) proportionately in accordance with the applicable investment allocation. Units will be acquired at the applicable market prices when the order is executed (generally within two business days after the deposit is received).

Rebalancing

When you invest in a Model Portfolio, you hold the underlying ETP units through your Betashares Invest Account according to the target weighting (or allocation), which is rebalanced at least annually (after February) or on a quarterly basis (after February, May, August and November) depending on the movement of the portfolio away from the strategic asset allocation.

The ETP units you hold in an AutoPilot Portfolio that is managed in accordance with a Custom Portfolio are rebalanced back to your instructed investment allocation after the end of each quarter.

“Rebalancing” refers to the buying or selling of ETP units in order to return the weightings of the AutoPilot Portfolio to the specified investment allocation relating to that Model Portfolio or Custom Portfolio (as relevant). Please refer to the “Setting up an AutoPilot Portfolio”, “Distributions” and “Withdrawals” sections in this Section 3.2 for more information.

There is a risk that the actual investment holdings in your AutoPilot Portfolio will differ from the target asset allocation for the relevant Model Portfolio you have selected, which can result in the performance of your AutoPilot Portfolio diverging from that of the relevant Model Portfolio. This can be due to factors such as the application of minimum transaction size limits, the impact of fees and costs and differences in timing and prices achieved for trades. This risk is further increased if you have a small balance in your AutoPilot Portfolio.

Switching between Model Portfolios and changes to a Custom Portfolio

You can request to have your AutoPilot Portfolio investments invested in accordance with a different Model Portfolio or a new or amended Custom Portfolio at any time. Upon receipt of a request, we will implement the following:

Switch from one Model Portfolio to another Model Portfolio	The investments in your AutoPilot Portfolio are rebalanced to the relevant asset allocation of the Model Portfolio you have requested to switch to. The rebalancing will generally be effected within two business days after the request has been accepted by Betashares.
Amend a Custom Portfolio	The investments in your AutoPilot Portfolio are rebalanced to the specified ETP weightings you have requested for the new or amended Custom Portfolio. The rebalancing will generally be effected within two business days after the request has been accepted by Betashares.

There may be taxation implications involved with switching to another Model Portfolio or amending your existing Custom Portfolio. We recommend you speak with your financial and tax adviser before requesting a switch or amending your Custom Portfolio.

Distributions

Distributions received from the investments held in your AutoPilot Portfolio will be automatically reinvested (after being received in cash) in the following order: (1) to acquire units proportionately in any underweight investments, taking into account the applicable investment allocation; (2) to acquire units proportionately according to the applicable investment allocation. Additional units will be acquired at the applicable market prices when the order is executed (generally within two business days following receipt of the cash distribution).

Any distributions that are reinvested in your AutoPilot Portfolio may still be regarded as income paid to you for tax purposes. Please refer to Section 6 for more information and speak to your tax adviser.

Selling down assets and transfer of net proceeds to the Cash Account

You can provide an instruction to sell part of or all your investment in an AutoPilot Portfolio by submitting a “transfer request” through the Betashares Direct App, in which case Betashares will sell the relevant ETP units held in the AutoPilot Portfolio and transfer the proceeds (net of any transaction fees and costs) to your Cash Account.

For a partial transfer from an AutoPilot Portfolio to the Cash Account (through which you instruct Betashares to sell down some of the assets held in an AutoPilot Portfolio), Betashares will sell the relevant ETP units in the following order: (1) any overweight holdings on a proportionate basis; (2) proportionately according to the applicable investment allocation for the Model Portfolio or Custom Portfolio. You are unable to request Betashares to sell any specific ETP holdings within your AutoPilot Portfolio.

Transfers of the net proceeds from the sale of ETP units will generally be available in your Cash Account within two business days after execution of the sell orders relating to the request.

After you instruct us to sell down all the investments in an AutoPilot Portfolio (by requesting a full transfer of your investments in the AutoPilot Portfolio to your Cash Account), you can instruct us to close the relevant AutoPilot Portfolio, following which any additional distributions or other payments relating to the investments in your AutoPilot Portfolio received after the transfer is effected will be paid into your Cash Account. If you do not instruct us to close the AutoPilot Portfolio, any additional deposits, distributions or other payments received after the transfer is effected will continue to be automatically reinvested in the manner described in the prior section (“Distributions”).

4 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)** Moneysmart website (www.moneysmart.gov.au) has a managed funds fee calculator to help you check out different fee options.

* Fees and costs applicable to Betashares Invest are not negotiable.

4.1 FEES AND OTHER COSTS

The total fees and charges payable by you will include the fees and costs relating to Betashares Invest, as set out below, as well as the cost of any underlying investments held in your Betashares Invest Account. It is important that you understand the fees relating to the underlying investments you hold in your Betashares Invest Account, which will be in addition to the fees and costs charged for Betashares Invest, together with transaction and account costs incurred on your behalf. The fees and costs of ETPs will generally be set out in product disclosure statement or other applicable disclosure document for the ETP.

This section 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 your Betashares Invest Account.

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.

FEES AND COSTS SUMMARY

Betashares Invest

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID						
Ongoing annual fees and costs								
Management fees and costs:	Cash Administration Fee							
The fees and costs for managing your investment	Unless otherwise determined by Betashares, the full amount of the interest income received by Betashares from the underlying pooled cash account(s) in respect of the cash balance held in your Betashares Invest Account (including your Cash Account) is charged as the Cash Administration Fee. Betashares may in its discretion determine to waive part or all of the Cash Administration Fee, in which case the amount of the waiver will be paid as interest to your Cash Account ¹ .	The Cash Administration Fee is the amount that Betashares charges for the management and administration of the cash held in your Betashares Invest Account (including your Cash Account, as well as any cash held in your AutoPilot Portfolio pending investment (e.g. following a deposit or payment of a distribution)). It is calculated daily based on your cash balance and deducted from the interest received on the underlying pooled cash account(s) before interest amounts (if any) are credited to your Cash Account. It is not directly deducted from your Betashares Invest Account.						
<i>The fees and costs charged by Betashares in relation to Betashares Invest set out in this section relate only to gaining access to the investments available through Betashares Invest. This section does not include the fees and costs that relate to investing in any underlying investments.</i>								
	Portfolio Fee – AutoPilot Portfolios (Model Portfolios)							
	<table border="1"> <thead> <tr> <th>Portfolio balance</th> <th>Fee amount</th> </tr> </thead> <tbody> <tr> <td>\$0-\$10,000</td> <td>\$3.00 per month</td> </tr> <tr> <td>Over \$10,000</td> <td>0.20% p.a. of the portfolio balance</td> </tr> </tbody> </table>	Portfolio balance	Fee amount	\$0-\$10,000	\$3.00 per month	Over \$10,000	0.20% p.a. of the portfolio balance	The Portfolio Fee is calculated and accrued daily, and is paid monthly in arrears from the cash held in your AutoPilot pending investment (e.g. following a deposit or payment of a distribution). If such cash amount is less than the Portfolio Fee amount (or such cash amount is zero), you instruct us to sell
Portfolio balance	Fee amount							
\$0-\$10,000	\$3.00 per month							
Over \$10,000	0.20% p.a. of the portfolio balance							

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID					
<p>Portfolio Fee – AutoPilot Portfolios (Custom Portfolios)</p> <table border="1"> <thead> <tr> <th>Portfolio balance</th> <th>Fee amount</th> </tr> </thead> <tbody> <tr> <td>\$0-\$10,000</td> <td>\$4.00 per month</td> </tr> <tr> <td>Over \$10,000²</td> <td>0.25% p.a. of the portfolio balance</td> </tr> </tbody> </table>	Portfolio balance	Fee amount	\$0-\$10,000	\$4.00 per month	Over \$10,000 ²	0.25% p.a. of the portfolio balance	<p>your holdings in the relevant ETP units held in the AutoPilot Portfolio in the following order to the extent of such shortfall: (1) ETP units in any overweight holdings on a proportionate basis; (2) proportionately according to the applicable investment allocation for the Model Portfolio or Custom Portfolio (as applicable).</p>
Portfolio balance	Fee amount						
\$0-\$10,000	\$4.00 per month						
Over \$10,000 ²	0.25% p.a. of the portfolio balance						
<p>Indirect costs</p> <p>Refer to the Investment Options Booklet for the indirect costs applicable to each Model Portfolio, which range from approximately 0.193% p.a. to 0.199% p.a. of the portfolio balance. For information on indirect costs relating to ETPs in your Betashares Invest Account (including as part of an AutoPilot Portfolio based on a Custom Portfolio), refer to the disclosure document for ETPs you have selected.</p>	<p>The fees and costs applicable to each underlying ETP included in each AutoPilot Portfolio are reflected in the value of the underlying ETP units and are not deducted from your Betashares Invest Account. The indirect costs for each Model Portfolio are the management fees and costs applicable to the underlying ETPs included in the relevant Model Portfolio and are reflected in the value of the underlying ETP units and are not deducted from your Betashares Invest Account. They are not directly charged to you.</p>						
<p>Performance fees:</p> <p>Amounts deducted from your investment in relation to the performance of the product</p>	Nil	Not applicable.					
<p>Transaction costs:</p> <p>The costs incurred by the scheme when buying or selling assets</p>	Nil	Not applicable.					
Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)							
<p>Establishment fee:</p> <p>The fee to open your investment</p>	Nil	Not applicable.					
<p>Contribution fee:</p> <p>The fee on each amount contributed to your investment</p>	Nil	Not applicable.					
<p>Buy-sell spread:</p> <p>An amount deducted from your investment representing costs incurred in transactions by the scheme</p>	Nil	Not applicable.					
<p>Withdrawal fee</p> <p>The fee on each amount you take out of your investment</p>	Nil	Not applicable.					
<p>Exit fee:</p> <p>The fee to close your investment</p>	Nil	Not applicable.					
<p>Switching fee:</p>	Nil	Not applicable.					

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
The fee for changing investment options		

1. The interest payable on your Cash Account will be disclosed in the Betashares Direct App. Refer to Section 2.3 for more information.
2. The Portfolio Fee is waived for an AutoPilot Portfolio based on a Custom Portfolio comprised of only one ETP issued by Betashares.

Certain additional costs may apply. See the “Additional Explanation of Fees and Costs” section below for more information.

All fees and costs in the table above include Goods and Services Tax (“GST”) net of any reduced input tax credits and any applicable stamp duty and are shown without any other adjustment in relation to any tax deduction available to Betashares or the extent to which any tax deduction may be passed on to investors. The benefit of any tax deduction is not passed on in the form of reduced fees or costs.

4.2 EXAMPLE OF ANNUAL FEES AND COSTS FOR A BALANCED OPTION OR OTHER INVESTMENT OPTION

This table gives an example of how the fees and costs of accessing the Betashares Balanced Model Portfolio through Betashares Invest can affect your investment over a one-year period. You should use this table to compare this product with other managed investment products.

EXAMPLE – BETASHARES BALANCED MODEL PORTFOLIO (THROUGH BETASHARES INVEST)	AMOUNT	BALANCE OF \$50,000 WITH A CASH CONTRIBUTION OF \$5,000 DURING THE YEAR ¹
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
PLUS Management fees and costs ²	Portfolio Fee – 0.20% p.a. of the portfolio balance	And , for every \$50,000 you have in the investment option you will be charged or have deducted from your investment \$100 each year.
PLUS Performance fees	Nil	And , you will be charged or have deducted from your investment \$0 in performance fees each year.
PLUS Transaction costs	Nil	And , you will be charged or have deducted from your investment \$0 in transaction costs.
EQUALS Cost of Betashares Invest		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs of \$100. What it costs you will depend on the investment option you choose and the fees you negotiate.

1. Assumes the \$50,000 is invested for the entire year and the \$5,000 investment occurs on the last day of the year, and therefore the fees and costs in this example are calculated using the \$50,000 balance only. This example does not take into account the effect of any market movements that may impact the portfolio balance.
2. Assumes the entire \$50,000 is invested at the start of the year in an AutoPilot Portfolio managed in accordance with the Betashares Balanced Model Portfolio, with no balance held in the Cash Account. Accordingly, the Cash Administration Fee is not taken into account for the purposes of this example. Refer to Section 4.6 for more information regarding the Cash Administration Fee. A different Portfolio Fee rate will apply to an AutoPilot Portfolio with a balance equal to or less than \$10,000.

This example is illustrative only and fees and costs may vary for your actual investment. The above example only shows the fees and costs that relate to accessing investments through Betashares Invest and not the fees and costs of the underlying investments. Additional fees and costs may be charged by the issuers of those products that you decide to invest in. Please refer to the example in the following section that illustrates the combined effect of the fees and costs.

4.3 EXAMPLE OF TOTAL COSTS

This table illustrates the combined effect of fees and costs of Betashares Invest and the fees and costs for an investment in the Betashares Balanced Model Portfolio through Betashares Invest over a one-year period, based on the same assumptions as the 'Example of annual fees and costs for a balanced investment option or other investment option' set out in the previous section.

EXAMPLE – BETASHARES BALANCED MODEL PORTFOLIO (THROUGH BETASHARES INVEST)	AMOUNT	BALANCE OF \$50,000 WITH A CASH CONTRIBUTION OF \$5,000 DURING THE YEAR ¹
Cost of Betashares Invest		\$100 ²
PLUS Fees and costs for an investment in the Betashares Balanced Model Portfolio	Management costs (indirect costs) – 0.199% p.a. ³	And , for every \$50,000 you have in the investment option you will be charged or have deducted from your investment \$99.50 each year.
EQUALS Total cost of investing in the Betashares Balanced Model Portfolio through Betashares Invest		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 ⁴ during that year, you would be charged fees and costs of \$199.50. What it costs you will depend on the investment option you choose and the fees you negotiate.

1. Assumes the \$50,000 is invested for the entire year and the \$5,000 investment occurs on the last day of the year, and therefore the fees and costs in this example are calculated using the \$50,000 balance only. This example does not take into account the effect of any market movements that may impact the portfolio balance.
2. Refer to "Example of annual fees and costs for a balanced investment option or other investment option" for information regarding the amount and applicable assumptions.
3. This amount includes management costs (indirect costs) of 0.199% p.a., being the fees and costs applicable to the underlying investments for the Betashares Balanced Model Portfolio, based on the asset allocation as at the date of this PDS. These management costs (indirect costs) are subject to change. For more information regarding the fees and costs applicable to the Betashares Balanced Model Portfolio or other Model Portfolios, please refer to the Investment Options Booklet.

This example is illustrative only and fees and costs may vary for your actual investment. For more information regarding the fees and costs of underlying investments (where applicable), please refer to the Investment Options Booklet, available via the Betashares Direct App.

4.4 COST OF PRODUCT INFORMATION

Cost of product for 1 year

The cost of product gives a summary calculation about how ongoing annual fees and costs can affect your investment over a 1-year period for all investment options. It is calculated in the manner shown in the Example of annual fees and costs and Example of total costs.

The cost of product assumes a balance of \$50,000 at the beginning of the year with a contribution of \$5,000 during the year. (Additional fees such as an establishment fee or an exit fee may apply: refer to the Fees and costs summary for the relevant option.)

You should use this figure to help compare this product with other products offered by managed investment schemes.

Investment Option	Total cost of product
Betashares Balanced Model Portfolio	\$199.50
Betashares Growth Model Portfolio	\$199.00
Betashares High Growth Model Portfolio	\$196.50
ETPs	For cost of product information relating to each ETP available through Betashares Invest, please refer to the applicable product disclosure statement or other disclosure document for the ETP.

4.5 HOW DO THE FEES AND COSTS FOR BETASHARES INVEST AND THE UNDERLYING INVESTMENTS WORK?

The example below demonstrates how the total fees and costs incurred can vary depending on the investments you select when investing through Betashares Invest. The examples are based on the fees and costs applicable during the first year. These examples are illustrative only. The actual fees and costs you pay will vary depending on factors such as the investments chosen, the nature and number of transactions on your Betashares Invest Account.

Example – You open a Betashares Invest Account, deposit \$50,000 into your Cash Account and invest in the following investment options:

- \$25,000 into an AutoPilot Portfolio, to be invested in accordance with the Betashares Balanced Model Portfolio
- \$25,000 into an ETP.

Your total fees and costs during the first year are calculated as follows:

CALCULATION		AMOUNT
Management fees and costs ¹	Portfolio Fee	
	0.20% x \$25,000	\$50
	Indirect costs (Management fees and costs relating to underlying investments ²)	
	ETP:	
	0.48% x \$25,000	\$120
	AutoPilot Portfolio:	
	0.199% x \$25,000	\$49.75
Total fees and costs³		\$219.75 (or 0.44% p.a. of your Betashares Invest Account)

1. Assumes the entire \$50,000 is invested at the start of the year in the relevant investments, with no balance held in the Cash Account. Accordingly, the Cash Administration Fee is not taken into account for the purposes of this example. Refer to Section 4.6 for more information regarding the Cash Administration Fee. A different Portfolio Fee rate will apply to an AutoPilot Portfolio with a balance equal to or less than \$10,000.
2. Other costs, such as transaction costs, may apply. Refer to the relevant product disclosure document or other document for more information.
3. This example does not take into account the effect of any market movements that may impact the portfolio balance (and the applicable fees and costs).

This example does not represent the actual fees and costs that you will pay and is not intended as an illustration of the combined effect of fees and costs on an investment through Betashares Invest. Please refer to the Example of total costs for a worked example showing the combined effects of fees and costs of Betashares Invest and the fees and costs of an investment in the Betashares Balanced Model Portfolio over a 1-year period.

4.6 ADDITIONAL EXPLANATION OF FEES AND COSTS

Cash Administration Fee

The Cash Administration Fee is the amount that Betashares charges for the management and administration of the cash held in your Betashares Invest Account (including your Cash Account, as well as any cash held in your AutoPilot Portfolio pending investment (e.g. following a deposit or payment of a distribution)). It is calculated daily based on your cash balance and deducted from the interest received on the underlying pooled cash account(s) before interest amounts (if any) are credited to your Cash Account. It is not directly deducted from your Betashares Invest Account.

We are entitled to retain up to 100% of the interest we receive on the underlying pooled cash account(s) as the Cash Administration Fee. We may in our discretion determine to waive part or all of the Cash Administration Fee, in which case the amount of the waiver will be paid as interest to your Cash Account. The interest rate payable on your Cash Account is subject to change from time to time and will be disclosed in the Betashares Direct App.

Portfolio Fee

The Portfolio Fee covers the costs of managing and administering your AutoPilot Portfolio in accordance with the specified investment allocation for the relevant Model Portfolio or Custom Portfolio.

The Portfolio Fee is calculated daily on the balance of the AutoPilot Portfolio and is paid monthly in arrears from the cash held in your AutoPilot pending investment (e.g. following a deposit or payment of a distribution). If such cash amount is less than the Portfolio Fee amount (or such cash amount is zero), you instruct us to sell your

holdings in the relevant ETP units held in the AutoPilot Portfolio in the following order to the extent of such shortfall: (1) ETP units in any overweight holdings on a proportionate basis; (2) proportionately according to the applicable investment allocation for the Model Portfolio or Custom Portfolio (as applicable).

If you request a full withdrawal from an AutoPilot Portfolio during a calendar month, the amount of the accrued Portfolio Fee (if any) for the period from the start of the calendar month to the date on which the withdrawal amount is paid to your Cash Account will be deducted from the cash proceeds to be paid to your Cash Account.

Indirect costs

Indirect costs are any amounts that we know or where required, reasonably estimate, will reduce the returns on your investment, other than the management fee, recoverable expenses, and transaction costs described elsewhere in this section, or that are paid from the assets of any interposed vehicle (such as an underlying fund) in which you may invest.

The indirect costs applicable to the underlying ETPs for each Model Portfolio are set out in the Investment Options Booklet. Refer to the relevant disclosure document for the ETP for indirect costs that apply to each individual ETP, which are accrued and paid in the ETP and reflected in the value of your unitholding in that ETP.

Changes to fees and costs

Fees and costs can change, subject to maximums in the constitution for Betashares Invest.

The scheme constitution provides for the following maximum fees (all amounts are exclusive of GST):

- a maximum application fee of 5% of amounts contributed;
- a maximum management fee equal to \$500 per month in respect of each Betashares Invest Account (including assets forming part of the Cash Account), plus 5% p.a. of the gross value of the assets held in each investor's Betashares Invest Account;
- a maximum cash management fee of up to 100% of the income (including interest) or other income accruing in relation to any cash held in your Cash Account or other liquid cash investments held in respect of the Cash Account or Betashares Invest;
- a maximum performance fee of 5% p.a. of the gross value of the assets held in each investor's Betashares Invest Account;
- a maximum transaction fee of \$500 or 100% of the consideration payable or receivable (whichever is greater) in respect of a transaction; and
- a maximum withdrawal fee of 5% of the consideration for a withdrawal.

As at the date of this PDS, Betashares has determined to charge less than the above maximum fees, or waive some of the fees. Please refer to Section 4.1 for the applicable fees and costs.

Betashares has the right under the scheme constitution to recover from the assets of each Betashares Invest Account all expenses properly incurred in the performance of its duties.

We may change the fees and costs described in this PDS at any time. Any increase in the fees and costs for the scheme will be notified to you at least 30 days before it occurs.

Differential fees, rebates and related payments

We may, from time to time, rebate or reduce some of the management or other fees and costs on a case by case basis. The amount of fee reduction is at our discretion. We will achieve these reductions and meet any rebates in relation to management fees or costs by payments from our own resources. For more information, please contact us.

Fees and costs in relation to investment options

Fees and costs for the ETPs available through Betashares Invest are set out in the relevant disclosure document for the ETP, and may include management fees, expense recoveries, indirect costs and transaction costs charged or incurred by the manager or issuer of the ETP, which are reflected in the unit price of the ETP.

Related party investments

Some of the ETPs available through Betashares Invest are issued by Betashares Capital Limited, the responsible entity of Betashares Invest. These ETPs may also be included in a Model Portfolio constructed by Betashares and made available through Betashares Invest. Betashares may receive fees in relation to such investments, including management fees and performance fees. All fees and costs are disclosed in the relevant disclosure document for the ETP, available at www.betashares.com.au.

ETPs issued by Betashares Capital Limited that are offered through Betashares Invest are made available on terms no less favourable than those available to other investors in those ETPs who invest in those ETPs outside of Betashares Invest, e.g. through another trading platform.

Taxation

Information in relation to taxation is set out in Section 6 of this PDS.

5 RISKS

Investing through Betashares Invest is subject to a number of risks. There are risks associated with any investment. The most common risks associated with investing through Betashares Invest are described below, but there could be other risks that affect your investment. The discussion below is general in nature.

Betashares does not provide assurances or guarantees on future profitability, returns, distributions or return of capital. You could lose money over short or long periods by investing through Betashares Invest.

You should seek your own professional advice on the appropriateness of investing through Betashares Invest for your circumstances.

5.1 RISKS RELATING TO BETASHARES INVEST

Some of the key risks associated with investing through Betashares Invest are set out below.

Administration risk

Systems or technological issues or failures (including issues relating to the functioning of the Betashares Direct App) may impact our ability to receive or process transactions through Betashares Invest, which may delay or prevent the purchase and sale of investments through your Betashares Invest Account. Such issues or failures can also impact our service providers or trading counterparties.

Scheme operation risk

There is a risk that Betashares Invest could terminate, that the fees and costs could change, or that Betashares may not be able to continue to act as the responsible entity, for example if it ceases to hold an Australian financial services licence (in which case it could be replaced as responsible entity or the scheme could be wound up).

There is a risk that administration, information technology and supporting systems and processes may not work as they should. The effective operation of Betashares Invest relies on our technology and on the technology of other services providers. Betashares Invest may be adversely affected by circumstances beyond our reasonable control, such as a failure, interruption or fault of technology or infrastructure, or natural disasters. Although Betashares and its service providers have processes in place to support effective and efficient operations, a breakdown in administrative procedures and risk control measures by us or our service providers may also adversely affect the operation of Betashares Invest. This may result in transactions or instructions being delayed or not being processed or implemented correctly.

Fractional interests risk

All interests in ETP units held within your Betashares Invest Account are held on a fractional basis (even where you hold a whole number of units). To the extent those fractions do not make up a whole ETP unit, they may not be recognised or able to be traded outside of Betashares Invest. You should also consider the potential taxation implications of buying, holding and selling interests in ETP units through Betashares Invest (including fractions that do not make up a whole ETP unit). Further information is provided in Section 6.1.

General regulatory risk

This is the 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 operation of Betashares Invest or the tax treatment of Betashares Invest or investors.

Betashares Invest may be affected by changes to legislation or government policy in Australia or in overseas countries. These changes are monitored by Betashares and action is taken, where appropriate, to ensure the continued operation and availability of Betashares Invest. Betashares may not always be able to take such action.

Tax risk

Taxation law is complex and subject to changes by the Australian authorities, possibly with retrospective effect. As the circumstances of each investor are different, Betashares recommends investors obtain professional independent tax advice relating to the tax implications of investing through Betashares Invest. Taxation matters are dealt with in Section 6 of this PDS.

Cybersecurity risk

With the significant use of technology to carry on its operations (including in respect of the Betashares Direct App), Betashares, the underlying ETPs and their service providers can be susceptible to information security and related risks including cybersecurity attacks or incidents.

Cyber incidents can result from deliberate attacks or unintentional events, and include gaining unauthorised access to digital systems, networks or devices for purposes of misappropriating assets or sensitive information, corrupting data, or causing operational disruption. Cyber-attacks may also be carried out in a manner that does not require gaining unauthorised access, such as causing denial-of-service attacks on websites (i.e. efforts to make network services unavailable to intended users).

Cybersecurity breaches may cause disruptions to Betashares Invest's or an ETP's operations, potentially resulting in financial loss.

Counterparty/service provider risk

Counterparties used in connection with the activities and operations of Betashares Invest 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 such as the broker, as well as the custodian of Betashares Invest. Default on the part of a counterparty could result in financial loss to Betashares Invest or investors.

5.2 RISKS RELATING TO INVESTMENTS AVAILABLE THROUGH BETASHARES INVEST

There are certain risks associated with the investments you acquire and hold through your Betashares Invest Account. For more information regarding the risks relating to each ETP available through Betashares Invest, please refer to the relevant Product Disclosure Statement.

Market risk

Market risk is the risk that the value of an investment (such as an ETP unit) will fluctuate as a result of changes in market prices. Changes in unit prices may adversely affect the value of your investment portfolio. Market factors such as global events (such as natural disasters, wars and other conflicts, and outbreaks of infectious diseases), general economic conditions, investor sentiment, industry specific factors and the financial performance of specific issuers can be expected to influence the value of investments. Markets can be and have been volatile, and have the potential to fall by large amounts over short periods of time. This volatility may cause the value of your investments to decrease.

Liquidity risk

There is the risk that one or more of the investments held through your Betashares Invest Account may suffer from restricted or limited liquidity due to various factors, such as lack of market depth or market disruptions. This may prevent you from selling your investments, and impact our ability to rebalance an AutoPilot Portfolio, in a timely manner or at a fair price. Refer to Section 2.6 for further information relating to restrictions on withdrawal requests and sale of investments.

Concentration risk

A significant percentage of an ETP's portfolio may be comprised of securities concentrated in a single industry sector or only a small group of industry sectors. Similarly, a significant percentage, or all, of an ETP's underlying portfolio may be comprised of securities from a single country or only a small group of countries. At times, such sectors or countries may underperform other sectors or countries, causing a greater impact on the value of an ETP's units than would be the case if it were more broadly diversified over numerous industry sectors and countries.

International investment risk

International investments may be affected by political and economic uncertainties, lower regulatory supervision, different accounting and auditing standards, movements in foreign currency and interest rates, and more volatile, less liquid markets, compared with Australian investments.

A security or ETP may have some exposure to emerging markets. Emerging markets are generally considered riskier than developed markets and may experience increased asset price volatility, and face higher currency, default, liquidity and legal risk.

Manager risk

This is the risk that the investment strategy for an ETP or Model Portfolio is not successful, or not successfully implemented, resulting in the ETP or Model Portfolio failing to meet its objectives. No assurance can be given that the trading systems and strategies utilised by any ETP issuer or the Betashares Investment Committee will prove successful under all or any market conditions. There is a risk that Betashares' evaluations and assumptions regarding asset classes, which are utilised as inputs in making asset allocation decisions, may be incorrect in view of actual market conditions.

AutoPilot Portfolio implementation risk

There is a risk that the actual investment holdings in your AutoPilot Portfolio will differ from the target asset allocation for the relevant Model Portfolio you have selected, which can result in the performance of your AutoPilot Portfolio diverging from that of the relevant Model Portfolio. This can be due to factors such as the application of minimum transaction size limits, the impact of fees and costs and differences in timing and prices achieved for trades. This risk is further increased if you have a small balance in your AutoPilot Portfolio.

Regulatory risk

A government or regulator may introduce regulatory or tax changes, or a court may make a decision regarding the interpretation of the law, which affects the value or tax treatment of an ETP's units. Underlying investments may also be affected by changes to legislation or government policy in Australia or in overseas countries.

Company-specific risk

Factors specific to a particular company may cause its returns to differ from that of the broader market. Such factors may include changes in a company's operations, such as changes in management, or the loss of a significant customer, or changes in the market environment the company operates in, or actions by regulators or competitors.

An ETP may be sensitive to company-specific risk for those securities which form a material component of the ETP's underlying portfolio.

Interest rate risk

The value of any fixed income securities held by an ETP will fluctuate as a result of changes in interest rates, particularly changes in longer term yields. Typically, fixed income security values fall when interest rates rise, whilst conversely fixed income security values rise when interest rates fall. The degree of change in value depends on the term of the security. Generally, longer term securities are more impacted by interest rate risk than shorter term securities.

Derivatives risk

Derivatives may be used by an ETP in certain circumstances. The primary risks associated with the use of derivatives are:

- the values of the derivative failing to move in line with the underlying asset;
- the potential lack of liquidity of the derivative;
- the potential to incur substantial losses in excess of the initial amount invested;
- the possibility that the derivative position is difficult or costly to manage or reverse;
- an ETP may not be able to meet payment obligations as they arise, including any requirements to make margin or collateral payments to the derivatives counterparty;
- the counterparties involved in trading derivatives may not meet their contractual obligations;
- the collateral obligations in respect of margin requirements on derivative contracts can cause liquidity issues if insufficient collateral is available; and
- the electronic platforms on which certain derivatives are traded are subject to risks related to system access, varying response times, security and system failure.

Any of the above factors could cause an ETP to incur losses, suffer increased costs, fail to realise gains or fail to achieve its investment objective.

Index risk

An ETP that employs a "passive" management approach typically aims to provide investors with a return that tracks the return of the ETP's index before fees and expenses. The securities included in the ETP's index are selected from the eligible universe of possible securities. There is no assurance that the index will outperform any

other comparable index or direct investment in a particular security held by the index.

The sponsor of the relevant index may change the index methodology or stop publishing the index, or the ETP issuer's licence to use the index may terminate, in which case the ETP's index may change. The value of the ETP's units may be adversely affected by such adjustments.

Foreign exchange risk

For an ETP that is not currency hedged, there is a risk that the Australian dollar value of investments or assets denominated in foreign currencies will increase or decrease as a result of exchange rate fluctuations. If the currency in which an investment is denominated depreciates relative to the Australian dollar, then the value of that investment (in Australian dollar terms, and assuming no other changes) will decrease (and vice versa).

Currency hedging risk

An ETP that is currency hedged (e.g. with the foreign currency exposure of underlying investments hedged back to the Australian dollar) generally has the objective of substantially offsetting the ETP's exposure to movements in the value of foreign currency. While this approach seeks to minimise the impact of currency fluctuations on fund returns, it does not necessarily eliminate a fund's exposure to all foreign currency movements.

An ETP that adopts currency hedging can be expected to underperform an equivalent unhedged investment when the underlying currencies of its constituents are rising relative to the Australian dollar and may not outperform an equivalent unhedged investment over any time period.

Complex features or strategy risk

Some ETPs involve complex features or employ complex investment strategies. For example, some funds may have a strategy of seeking returns that are negatively correlated to market returns, which is the opposite of most managed funds. Some ETPs may also seek to generate magnified returns, which means both investment gains and losses can be expected to be magnified, and consequently significant variations in the value of the fund's investments can be expected.

Such ETPs involve risks that are not present in most traditional managed funds. Potential investors in such ETPs should consider their particular investment objectives and circumstances, including their tolerance for investing in a very high risk or complex fund, in consultation with a professional financial adviser, before making an investment decision. Please also refer to the relevant ETP's product disclosure statement for more information regarding the risks and other features of the ETP before making an investment decision.

6 TAXATION

The taxation information in this PDS is provided for general information only. It is a broad overview of some of the Australian taxation consequences associated with investing in ETP units through Betashares Invest for a potential individual investor that is a resident of Australia for tax purposes. Different consequences may arise where you are a non-resident of Australia for tax purposes (including having tax withheld from the distributions from your investment and on redemption of your investment).

The information provided in this section does not take into account the specific circumstances of each person who may invest through Betashares Invest. 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, we strongly recommend you obtain professional independent taxation advice relating to the taxation implications of investing through Betashares Invest.

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

6.1 ABSOLUTE ENTITLEMENT

The structure of Betashares Invest seeks to ensure that, for capital gains tax ("CGT") purposes, the investor is absolutely entitled to the investments held in their Betashares Invest Account (such investments being ETP units, including fractional interests in such investments). The fractional interest generally represents a contractual right conferring a proportionate beneficial interest to receive income and capital from the underlying ETP units to the investor. The proportionate beneficial interest is determined by the investor and instructed via trade orders.

In this regard, each Betashares Invest Account is a separate trust held for the benefit of the investor who is absolutely entitled to the investments of such trust. Investors have a beneficial interest in the investments held in their Betashares Invest Account and the custodian holds the legal interest in the investments. However, you should note that for fractional interests, the position that investors are absolutely entitled to the relevant fractional interests in investments is largely unsettled and untested by the courts. Nevertheless, the underlying ETP units, from which fractional interests are derived, would, in any case, be held by a custodial trust and investors would still have an absolute, vested and indefeasible interest in the capital and the income of that custodial trust (and as such, the taxation outcome should not be different to the circumstance where there is absolute entitlement to the fractional interest).

If you are absolutely entitled to the investments, you are treated as though you hold the investment yourself, and you as the investor, rather than the responsible entity (or custodian), are treated as directly holding and dealing with the investments in your Betashares Invest Account (and therefore you will bear the relevant tax consequences of dealing with the investment and will need to report any assessable distributions, gains or losses from your investment in your income tax return).

If you hold your investments otherwise than under the CGT provisions i.e. the investments are held on revenue account (e.g. if

you are in the business of trading or dealing in securities like ETP units), income and gains in relation to your investments may be assessed as ordinary income rather than under the CGT provisions (subject to the outcome of the broader reform of the taxation of trusts). We recommend you obtain professional independent taxation advice in these circumstances.

6.2 ETP UNITS

Income from ETP units

Any distribution of income derived from an investment in ETP units through an investor's Betashares Invest Account forms part of the investor's assessable income. The investor will be assessed in the tax year to which the distribution relates, even though payment (or reinvestment) may not occur until some later time.

Depending on the ETP units chosen, an investor may derive and be assessed on dividend income, interest income, foreign income, capital gains or other income.

We recommend you refer to the PDS for the relevant ETP unit to determine the types of income that may be derived from the investment in the ETP unit.

Dividend income

Any dividend income (including unfranked and franked dividends) which you are entitled to receive from your investment in ETP units through your Betashares Invest Account forms part of your assessable income for that year.

In respect of franked dividends, the grossed up dividend (including the franking credits) is included in your assessable income. Any such franking credits may be offset against any Australian income tax payable in the relevant year. Some investors may have an entitlement to a tax refund in respect of the franking credits to the extent they exceed the Australian income tax payable in the relevant year.

If your franking credit entitlement exceeds \$5,000, the ability to offset franking credits against income tax payable is subject to certain restrictions (such as the 45 day holding period rule). We recommend you obtain independent professional taxation advice regarding the availability of tax offsets relating to any available franking credits.

Interest income

Any interest income which you are entitled to receive from your investment in ETP units through your Betashares Invest Account forms part of your assessable income for that year.

Foreign income

If you are entitled to foreign income from your investment in ETP units through your Betashares Invest Account, you are entitled to claim a foreign income tax offset (or foreign tax credit) for foreign tax paid or that is deemed to have been paid in the country from which the foreign income is derived. The grossed up foreign income, including the foreign tax credits, is generally included in your assessable income.

The amount of foreign income tax offset which you can claim is limited by your foreign income tax offset limit where the foreign income tax offset amount exceeds \$1,000.

We recommend you obtain independent professional taxation advice regarding the availability of offsets relating to foreign tax credits.

Capital gains

Taxable capital gains derived by an ETP to which you become entitled through your Betashares Invest Account will form part of your assessable income. If an ETP distributes “tax deferred amounts” in an income year, these amounts are generally non-assessable for tax purposes. An ETP may also distribute more or less cash than income attributed investors, and this results in adjustments to your tax cost base. Receipt of these amounts or occurrence of such variance of cash distribution may have CGT consequences.

If you become entitled to a discounted capital gain, you will be required to gross-up the capital gain for the discount at the time required to include that gain in your assessable income. The investor may also be eligible for the 50% CGT discount (where the investor is an individual or trust) or a 33⅓% CGT discount (where the investor is a complying superannuation fund including certain SMSFs) in respect of the gain that forms part of the investor’s assessable income where the relevant investments are held for at least 12 months.

Investors should obtain professional independent taxation advice regarding the availability of the CGT discount in their individual circumstances.

Other income

Certain types of income from an ETP would be classified as Other Income, such as fee rebates or gains on disposal of bonds within an ETP. Any Other Income amounts attributed to you will form part of your assessable income in that year.

6.3 DISPOSAL OF INVESTMENTS

If you dispose of your investments (including any relevant fractional interests in your investments) held through your Betashares Invest Account by selling or terminating fractional interests or transferring your investment to another person (e.g. selling on-market), you may be liable for tax on any gains realised on that disposal.

If you are assessed under the CGT provisions on disposal of your investments, you may make a capital gain or loss on the disposal of those ETP units, in the year in which the disposal occurs. Some investors may be eligible for the CGT discount (see Section above) upon a disposal of their investment if that investment has been held for at least 12 months (excluding the acquisition and disposal dates) and the relevant requirements are satisfied. We recommend that you obtain professional independent taxation advice regarding the availability of the CGT discount.

Any capital loss arising on a disposal of an investment may be offset against capital gains made in that year or in subsequent years (provided certain rules such as loss carry forward rules are satisfied). The capital losses and capital gains calculation should be conducted across all your investments, including those investments outside your Betashares Invest Account.

If you are an investor that is assessed otherwise than under the CGT provisions on a disposal of your investment (e.g. if you are in the business of trading or dealing in securities like ETP units and therefore hold the investment on revenue account), any profits made on the disposal of the investment would be assessable as ordinary income. You may be able to deduct any revenue losses made on the disposal (provided certain rules such as loss carry forward rules are satisfied and subject to the outcome of the broader reform of the taxation of trusts – see discussion in Section 6.1 above).

6.4 TAX FILE NUMBER (“TFN”) OR AUSTRALIAN BUSINESS NUMBER (“ABN”)

Investors may be requested to provide their TFN or ABN (as applicable) in relation to their investment through Betashares Invest.

Whilst there is no obligation to provide a TFN or ABN, investors who do not provide their TFN (if you are an individual investor) or ABN (if you are a company or complying superannuation fund investor) may have tax deducted from the income derived from their investment (including any interest) at the highest marginal tax rate (plus the Medicare Levy), unless an exemption applies and is claimed.

6.5 GOODS AND SERVICES TAX (“GST”)

GST is charged on, or incorporated into, various expenses paid, including the fees charged for managing and administering an investment in a Betashares Invest Account.

6.6 STAMP DUTY

Stamp duty should not be payable in any Australian State or Territory on the acquisition of ETP units (including fractional interests in such investments) through Betashares Invest, except in certain circumstances where listed securities are acquired and the relevant interest is in entities with underlying real property interests.

For listed securities and where the relevant interest is in entities with underlying real property interests, stamp duty generally only arises where an entity (including their associates) acquires a 90% or greater interest in that security. Where stamp duty applies on an acquisition, these amounts will generally be included in the transaction costs for your investment in Betashares Invest.

6.7 WITHHOLDING TAX

In the event that Betashares is required to withhold or deduct tax by the relevant tax authority, Betashares will determine the amount of tax and deduct it from your Betashares Invest Account. The amount will be remitted to the relevant tax authorities and also reported in your tax statements.

7 ADDITIONAL INFORMATION

7.1 RESPONSIBLE ENTITY

Betashares is the responsible entity of Betashares Invest and is responsible for operating and administering the scheme. Betashares holds an Australian Financial Services Licence (AFSL 341181) that authorises it to act as the responsible entity of Betashares Invest. The rights and obligations of Betashares are set out in the Betashares Invest constitution, the Corporations Act, *ASIC Corporations (Investor Directed Portfolio Services Provided Through a Registered Managed Investment Scheme) Instrument 2023/668* and general trust law.

Betashares has the power to appoint an agent, or otherwise engage a person, to do anything that it is authorised to do in connection with the scheme and, for the purpose of determining whether Betashares has properly performed its duties as responsible entity, Betashares 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.

Constitution

Betashares Invest is a registered managed investment scheme governed by a scheme constitution. Under the constitution, Betashares has all the powers it is possible to confer on a trustee as though it were the absolute owner of the scheme assets and acting in its personal capacity. The constitution sets out the rights of investors and the obligations of Betashares as responsible entity of the scheme. This PDS outlines some of the more important provisions of the constitution.

A copy of the constitution may be inspected by investors at Betashares' office during business hours. Betashares can also provide you with a copy of the constitution upon request.

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

The compliance plan

Betashares has prepared and lodged a compliance plan for the scheme with ASIC. The compliance plan sets out the key criteria that Betashares will follow to ensure that it is complying with the Corporations Act and the scheme constitution. Each year, the compliance plan and Betashares' compliance with the compliance plan will be independently audited, as required by the Corporations Act, and the auditor's report will be lodged with ASIC.

The compliance committee

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

- monitoring Betashares' compliance with the compliance plan and reporting its findings to the Betashares board of directors;
- reporting breaches of the Corporations Act or the Constitution to the Betashares board of directors;
- reporting to ASIC if the committee is of the view that Betashares 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 Betashares.

Reimbursement of expenses

In addition to any other indemnity which Betashares may have under the scheme constitution or at law, Betashares is indemnified and entitled to be reimbursed out of, or paid from, scheme assets for all liabilities, losses and expenses incurred by it in relation to the proper performance of its duties as responsible entity of the scheme.

Retirement of Betashares as responsible entity

Betashares may retire as responsible entity of the scheme by calling a meeting of investors to enable investors to vote on a resolution to choose a company to be the new responsible entity. Betashares may be removed from office by an extraordinary resolution (i.e. a resolution passed by at least 50% of the total votes that may be cast by investors entitled to vote on the resolution) passed at a meeting of investors, in accordance with the Corporations Act.

Termination of the scheme

Betashares may wind up the scheme at any time, which automatically terminates each investor's interest in Betashares Invest. Upon termination, Betashares will act on any instructions received from you prior to the time of termination and deliver or transfer the underlying investments held in your Betashares Invest Account, or otherwise realise underlying investments and pay you the net proceeds as directed by you.

Limitation of liability of investors

The constitution for Betashares Invest provides that your liability as an investor is limited to the value of your Betashares Invest Account, subject to the indemnities each investor gives Betashares (as responsible entity of the scheme) to the extent Betashares incurs any liability for tax or user pays expenses as a result of an investor's action or inaction, any act or omission by the investor or any matter arising in connection with the interests held by the investor.

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

Separate classes

The constitution for Betashares Invest provides that each investor's interest in Betashares Invest, including their Betashares Invest

Account, constitutes a separate class from each other investor's interest in Betashares Invest.

Betashares may make certain features or options available only to one or more particular investors (as determined by Betashares), for example for testing purposes or pursuant to a tailored offering for the relevant investor or investors.

Investor meetings

Betashares may convene a meeting of investors at any time (e.g. to approve certain amendments to the scheme constitution or to wind up the scheme). The Corporations Act provides that investors also have limited rights to call meetings and have the right to vote at any investor meetings. Except where the scheme constitution or the Corporations Act requires otherwise, a resolution of investors must be passed by investors who hold Units exceeding 50% in value of interests held by investors who vote on the resolution. A resolution passed at an investor meeting held in accordance with the scheme constitution binds all investors in the scheme.

Indemnities and limitation of liability of Betashares

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

Betashares is not liable in contract, tort or otherwise to investors for any loss suffered in any way relating to the scheme except to the extent that the Corporations Act imposes such liability.

Fractional interests

Interests in ETP units are divided into fractions to allow us to facilitate the processing of transactions (including rebalance transactions). Each ETP unit we hold for you in your Betashares Invest Account will be divided into fractions, even where your Betashares Invest Account contains a whole number of ETPs. References to ETP units in this PDS are references to these fractional interests. In the constitution investors agree that where fractional interests in a whole ETP unit are held for more than one investor, those investors hold the fractional interests as tenants in common.

7.2 CUSTODIAN

A custodian has been appointed by Betashares to hold the assets of Betashares Invest. The custodian may, from time to time, appoint sub-custodians. The custodian has a limited role and has no obligation to monitor whether Betashares is complying with its obligations as responsible entity of the scheme.

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

Citigroup Pty Limited ABN 88 004 325 080, AFSL 238098
Level 23
2 Park Street
Sydney NSW 2000

7.3 DIFFERENCES BETWEEN INVESTING THROUGH BETASHARES INVEST AND INVESTING DIRECTLY

There are a number of key differences between investing through Betashares Invest, which is an IDPS-like scheme, and investing directly in the underlying investments.

Investing through Betashares Invest	Investing directly
<i>Cooling-off rights</i>	
Though there are certain cooling off rights in relation to your Betashares Invest Account (see Section 7.10 for more information), there are no direct cooling off rights in relation to financial products that you invest in through Betashares Invest. No cooling off rights apply in relation to the investment options currently available through Betashares Invest.	As a retail client, you may be entitled to a 14-day cooling off period when you invest directly in certain financial products, in which case you would be entitled to a return of your application money, subject to adjustments to reflect market movements and deductions for transaction costs (including any taxes). No cooling off rights apply in relation to the investment options currently available through Betashares Invest.
<i>Voting rights, corporate actions and communications</i>	
<p>You do not have any direct voting rights, the right to participate in corporate actions or the right to call or attend investor meetings in relation to any investments held through your Betashares Invest Account. You will also not be able to participate directly in any dividend or distribution reinvestment plans available in relation to the underlying investments.</p> <p>All communications, including annual reports and financial statements, from underlying issuers are received by the custodian, as the holder of the legal interest in the underlying investments. You can request copies of these communications by contacting us via in-app chat, email at support@betashares.com.au or phone on 1300 487 577.</p> <p>The custodian of Betashares Invest will generally not exercise its voting rights in relation to investments held through your Betashares Invest Account. Betashares may instruct the custodian to exercise voting rights, or to not exercise them, in circumstances where it considers it necessary to do so in order to fulfil its obligations under applicable law. Betashares has a voting policy which sets out whether and in what circumstances it will instruct the scheme custodian to exercise any voting or other rights in relation to the</p>	As the legal and beneficial owner of the investments, you receive all communications directly from the product issuer, with the ability to exercise voting rights, the right to call and attend meetings and the right to participate in corporate actions.

underlying investments. A copy can be obtained free of charge by contacting us via in-app chat, email at support@betashares.com.au or phone on 1300 487 577.	
<i>Withdrawal rights</i>	
Withdrawal rights usually available under the Corporations Act, e.g. when a disclosure document is found to be defective, may not be available to you if you invest through Betashares Invest. Also, any withdrawal rights that may be available may be affected if you invest through Betashares Invest and a redemption is offered on a scaled-back basis, e.g. where the investment is illiquid. As your investments may be pooled with other investors, the amount distributed to you may be a pro-rata distribution shared with other investors, which may mean you receive a lesser amount.	Withdrawal rights under the Corporations Act will generally be available, e.g. when a disclosure document is found to be defective. You are notified directly by the product issuer of any withdrawal option.
<i>Transfer rights</i>	
As your ETP units held through Betashares Invest are fractional interests and we do not currently allow ETP units to be transferred out of Betashares Invest in specie, you need to instruct us to sell your ETP units and you will be paid the cash proceeds (less any transaction costs).	You may be able to transfer your ETP units to another custodian or broker without the need to realise your ETP units for cash.

7.4 COMPLAINTS

If you have a complaint regarding Betashares Invest, please contact our Customer Support team via in-app chat or by phone on 1300 487 577 from 9:00am to 5:00pm Sydney time, Monday to Friday, or refer the matter in writing to:

complaints@betashares.com.au; or

Customer Support
Betashares Capital Ltd
Level 6, 50 Margaret Street
Sydney NSW 2000

A copy of the complaints handling policy can be obtained at no charge by contacting Betashares.

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

We will try to resolve complaints as soon as possible, but in any event, will inform you in writing of our determination regarding the complaint within 30 days of receiving the initial complaint.

In the event you are not satisfied with the outcome of a complaint, you have the right to request we review our decision or refer the matter to an external complaint resolution scheme. Betashares is a member of the Australian Financial Complaints Authority ("AFCA"). AFCA provides fair and independent financial services complaint resolution that is free to consumers. You can contact AFCA on:

Website: www.afca.org.au
Email: info@afca.org.au
Phone: 1800 931 678 (free call)
In writing to: Australian Financial Complaints Authority
GPO Box 3, Melbourne VIC 3001

Certain eligibility requirements apply for AFCA to hear a complaint, as set out in AFCA's complaint resolution scheme rules. AFCA is only available to retail clients.

For any enquiry or complaint relating to an accessible investment (such as an exchange traded product) available through Betashares Invest, please contact us via the contact details above, and we will help to direct your complaint or facilitate a resolution with the issuer of the relevant investment option. Alternatively, you can directly contact the issuer of the relevant investment option, as set out in the applicable disclosure document for the investment option.

7.5 PROTECTING YOUR PRIVACY

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

We are committed to respecting the privacy of your personal information. Our Privacy Policy states how we manage personal information.

Betashares may collect personal information in the course of operating and administering Betashares Invest. Some information must be collected for the purposes of compliance with the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006*.

We may provide personal information to your adviser if written consent is provided to Betashares. We may disclose your 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.

We may provide your personal information to our service providers for certain related purposes (as described under the *Privacy Act 1988*), such as account administration and the production and mailing of statements. We may also use your personal information and disclose it to our service providers to improve customer service (including companies conducting market research) and to keep you informed of our or our partners' products and services.

We will assume consent to personal information being used for the purposes of providing information on services offered by Betashares and being disclosed to market research companies for the purposes of analysing Betashares' investor base unless otherwise advised.

You may request access to your personal information at any time and ask us to correct this information if it is incomplete, incorrect or out of date.

To obtain a copy of our Privacy Policy at no charge, please contact us via in-app chat, email at support@betashares.com.au or phone on 1300 487 577.

7.6 ANTI-MONEY LAUNDERING

We are 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 applying for a Betashares Invest Account, you agree that:

- you are not applying for the Betashares Invest Account under an assumed name;
- any money used to invest is not derived from or related to any criminal activities;
- any proceeds of investment will not be used in relation to any criminal activities;
- if requested by us, you will provide to us any additional information that is reasonably required for the purposes of AML/CTF Laws (including, without limitation, information about you, any beneficial interest in your holdings or the source of funds used to invest);
- we may obtain information about you or any beneficial owners 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, we may be required to take action, including:
 - delaying or refusing the processing of any application or withdrawal; or
 - disclosing information that we hold about you or any beneficial owner to our service providers or relevant regulators of AML/CTF Laws (whether in or outside of Australia).

7.7 FOREIGN ACCOUNT TAX COMPLIANCE ACT ("FATCA") & OECD COMMON REPORTING STANDARD ("CRS")

FATCA was enacted by the US 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 scheme in Australia, we are required to collect and report information to the Australian Taxation Office relating to certain US accounts, which may be exchanged with the US 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, we may request that you provide certain information about yourself (for individual investors) or your controlling persons (where you are an entity) so that we can comply with our FATCA or CRS compliance obligations.

7.8 OTHER SERVICES

Betashares may, including in its personal capacity, or companies related to Betashares may, invest or hold an interest in or through Betashares Invest, or provide services in relation to the scheme. Any such services will be provided on terms that would be reasonable if the parties were dealing at arm's length.

7.9 DOCUMENTS LODGED WITH ASIC

As a "disclosing entity" under the Corporations Act, the scheme is subject to certain regular reporting and disclosure obligations. We will comply with our continuous disclosure obligations under the law by publishing material information on our website or making such information available via the Betashares Direct App.

As an investor in Betashares Invest, you may obtain from us upon request the most recent annual and half-yearly financial report lodged with ASIC in respect of the scheme, as well as any continuous disclosure notices lodged in respect of the scheme after the lodgement of the abovementioned reports. We will send a printed or electronic copy of any of the above documents free of charge within 5 business days of your request.

Copies of documents lodged with ASIC in relation to the scheme may be obtained from, or inspected at, an ASIC office.

7.10 COOLING OFF

If you change your mind about investing in Betashares Invest, you can request that we close your Betashares Invest Account and redeem your interest in the scheme. Before you can close your Betashares Invest Account, you will need to instruct us to sell down the investments in your Betashares Invest Account (including any investments held in an AutoPilot Portfolio), after which the cash proceeds (less any transaction costs and other fees and costs) will be transferred to your Cash Account. You will then need to submit a withdrawal request to have the cash balance held in your Cash Account paid to your nominated bank account, following which you can request that we close your account.

These instructions must be submitted to us through the Betashares Invest App or in writing by email within 14 days from the earlier of: (a) 5 business days after we establish your Betashares Invest Account; or (b) the date on which you receive an email confirming your Betashares Invest Account has been established ("cooling-off period").

If we receive your instructions within the cooling-off period, we will take reasonable steps to act on your instructions to sell the investments held in your Betashares Invest Account (if any) and return the cash proceeds to you in accordance with the procedure described above. The amount returned to you may be less than the amount you originally invested, taking into account market movements and deductions for transaction costs (including any taxes) that may apply.

7.11 INFORMATION AVAILABLE FROM BETASHARES

Betashares is subject to regular reporting and disclosure obligations, in its capacity as responsible entity of Betashares Invest. The following information can be obtained through the Betashares Direct App, email at support@betashares.com.au or by phone on 1300 487 577:

- the latest PDS;
- annual and any half-year reports and financial statements for the scheme; and
- the Target Market Determination prepared by Betashares pursuant to the "design and distribution" obligations set out in Part 7.8A of the Corporations Act, which sets out the class of consumers that comprise the target market for Betashares Invest.

7.12 DISCLAIMERS

Citigroup Pty Limited ("Citigroup") has been appointed as the custodian for Betashares Invest. Citigroup's role as custodian is limited to holding the assets for each investor's Betashares Invest Account. Citigroup has no supervisory role in relation to the operation of the scheme and has no liability or responsibility to investors for any act done or omission made in accordance with the custody agreement.

Citigroup was not involved in preparing, nor takes any responsibility for, this PDS and Citigroup make no guarantee of the success of any investment held in each investor's Betashares Invest Account nor the repayment of capital or any particular rate of capital or income return in relation to investments held in each investor's Betashares Invest Account.

Betashares Invest

Product Disclosure Statement - Part B (Investment Options Booklet)

Online Investment Platform



IMPORTANT INFORMATION

About this document

Betashares Capital Ltd ABN 78 139 566 868 AFSL 341181 ("Betashares", "we", "our" and "us") is the issuer of the Product Disclosure Statement ("PDS") for the Betashares Invest Fund (including this Investment Options Booklet) and is responsible for its contents. Betashares Invest Fund (ARSN 667 811 627) ("Betashares Invest") is an IDPS-like registered managed investment scheme for which Betashares is the responsible entity.

The Betashares Invest Fund PDS is comprised of two documents:

- Part A (General Information)
- Part B (Investment Options Booklet) (this document).

This Investment Options Booklet forms part of the PDS and you should read this Investment Options Booklet together with PDS Part A (General Information) before making a decision to invest through Betashares Invest.

A copy of the latest PDS for Betashares Invest is available via the Betashares Direct mobile application ("Betashares Direct App"), or by contacting Betashares on 1300 487 577. A paper copy will be provided free of charge on request.

Updates

Information in this PDS (including this Investment Options Booklet) that is not materially adverse to investors is subject to change from time to time and may be updated by Betashares by making such information available in the Betashares Direct App (under "Legal documentation" in the Account section). A paper copy of the updated information can be obtained by contacting us on 1300 487 577.

Risks and services provided by related entities

An investment in or through Betashares Invest is subject to risk (refer to Section 5 of PDS Part A (General Information)), which may include possible delays in repayment, and loss of income or capital invested.

None of Betashares or any of its related entities, directors or officers gives any guarantee or assurance as to the performance of, or the repayment of capital or income reinvested in, Betashares Invest or any investments available through Betashares Invest. Betashares and its related entities may invest through or provide other services in relation to Betashares Invest.

Not personal advice

This Investment Options Booklet is prepared for general information only and is not financial product advice. It is not intended to be a recommendation by Betashares, any of its associates or any other person to invest. In preparing this Investment Options Booklet, Betashares 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 investing through Betashares Invest is appropriate to their needs, objectives and circumstances, and should obtain and consider the product disclosure statement or other disclosure document relating to any investments accessible through Betashares Invest.

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

Dollar amounts

All references to dollar amounts in this Investment Options Booklet are to Australian dollars unless otherwise stated.

Responsible entity

Betashares Capital Ltd
Level 6
50 Margaret Street
Sydney NSW 2000
Telephone: 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia)

Custodian

Citigroup Pty Limited
Level 23
2 Park Street
Sydney NSW 2000

Investment options

Betashares Invest is an online investment platform that allows investors to buy, hold and sell exchange-traded funds and other exchange-traded products (“ETPs”) traded on the Australian Securities Exchange (ASX) and other Australian exchanges through an account that can be accessed via a mobile application.

The range of available investments will vary from time to time. For example, an ETP may cease to be available through Betashares Invest if it ceases to be available for trading on the relevant exchange. You should consult the relevant product disclosure statement or other disclosure document of each ETP before making an investment decision.

The Investment Options Booklet sets out the list of investment options and Model Portfolios available through Betashares Invest. It is subject to change from time to time. The latest version can be accessed at via the Betashares Direct App, by calling us on 1300 487 577 or by email at support@betashares.com.au.

The full list of available investment options and Model Portfolios are also accessible via the Betashares Direct App.

Exchange traded products (“ETPs”)

You are able to buy, hold and sell ETPs traded on the ASX and other Australian exchanges via Betashares Invest. ETPs may be removed from the available investment options from time to time, for example where they cease to be available for trading on the relevant exchange or where Betashares determines to do so.

Model Portfolios

The Model Portfolios that will be available through Betashares Invest are notional portfolios of ETPs constructed and managed by the Betashares Investment Committee (which comprises an experienced, multi-disciplinary team of professionals within Betashares). The Betashares Investment Committee selects the ETPs in the portfolio and determines the target weighting to each ETP based on the investment objective of each Model Portfolio and its strategic asset allocation (“SAA”). The Betashares Investment Committee may determine to add, remove or replace ETPs in a Model Portfolio or make changes to the SAA for a Model Portfolio from time to time as part of the ongoing management of the Model Portfolios.

When you establish an AutoPilot Portfolio to be invested in accordance with a Model Portfolio, the underlying ETP units are acquired and held in your Betashares Invest Account according to the target weighting (or allocation), which is rebalanced annually (after February). Rebalancing may also occur in subsequent quarters (after May, August and November) each year if market movements or other circumstances cause the allocation to an asset class (by reference to the allocation to defensive and growth assets, or allocation to Australian and global equities) to deviate from the SAA by more than 2% as at the end of the relevant subsequent quarter.

Please refer to Section 3.2 of PDS Part A (General Information) for information regarding setting up an AutoPilot Portfolio to be invested in accordance with a Model Portfolio, as well as rebalancing, distributions and withdrawals in relation to an AutoPilot Portfolio.

Each Model Portfolio’s SAA is constructed so that the risk of a negative return over a given 20-year period is consistent with the Australian Prudential Regulation Authority’s (“APRA”) Standard Risk Measure (“SRM”) for the Model Portfolio’s risk profile, as follows:

Risk Band	Risk Label	Estimated number of negative returns years every 20 years
1	Very low	Less than 0.5
2	Low	0.5 < 1
3	Low to medium	1 < 2
4	Medium	2 < 3
5	Medium to high	3 < 4
6	High	4 < 6
7	Very high	6 or greater

The SRM is based on industry guidance to allow investors to compare investment options that are expected to deliver a similar number of negative annual returns over any 20 year period. The SRM is not a complete assessment of all forms of investment risk. For instance, it does not detail what the size of a negative return could be or the potential for a positive return to be less than an investor may require to meet their objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return. Investors should still ensure they are comfortable with the risks and potential losses associated with their chosen investment option.

Details of the Model Portfolios currently available through Betashares Invest are set out below.

Balanced Portfolio

Investment objective

This portfolio aims to provide a diversified portfolio consistent with a balanced risk-return profile.

Description

This portfolio has a balanced target portfolio weighting to Australian shares, global shares, fixed income and cash, and may suit an investor who has a medium risk profile willing to accept some volatility in their portfolio.

Who is this option suitable for?

This portfolio may suit investors:

- seeking access to a cost-effective, diversified portfolio, managed within a risk-controlled framework;
- who have a medium tolerance for risk, and who are therefore willing to accept some volatility in their portfolio in order to achieve their long-term objective; and
- seeking to potentially access funds in the medium term.

Suggested minimum timeframe

The minimum suggested investment timeframe for this portfolio is 5 years.

Risk level

The portfolio's level of overall return volatility may be suitable for investors considered to have a "medium" risk profile in accordance with APRA's Standard Risk Measure ("SRM"). Based on the SRM, the estimated number of annual negative return years for the portfolio is 2 to less than 3, on average, every 20 years.

Target asset allocation

Asset class	Target asset allocation	Underlying ETPs (current as at the date of this Investment Options Booklet)
Cash and cash equivalents	5.0%	Betashares Australian High Interest Cash ETF (ASX: AAA), a fund which aims to provide monthly income distributions that exceed the 30-day Bank Bill Swap Rate (BBSW) by investing in deposit accounts held with selected banks in Australia.
Domestic Fixed Income	30.0%	Betashares Australian Bank Senior Floating Rate Bond ETF (ASX: QPON), a fund which is benchmarked to the Solactive Australian Bank Senior Floating Rate Bond Index. Betashares Australian Composite Bond ETF (ASX: OZBD), a fund which is benchmarked to the Bloomberg Australian Enhanced Yield Composite Bond Index.
Global Fixed Income	15.0%	Betashares U.S. Treasury Bond 7-10 Year Currency Hedged ETF (ASX: US10), a fund which is benchmarked to the Bloomberg U.S. Treasury: 7-10 Year Total Return Index Hedged AUD.
Total Defensive Assets	50.0%	
Australian Shares	20.0%	Betashares Australia 200 ETF (ASX: A200), a fund which is benchmarked to the Solactive Australia 200 Index. Betashares FTSE RAFI Australia 200 ETF (ASX: QOZ), a fund which is benchmarked to the FTSE RAFI Australia 200 Index. Betashares Australian Quality ETF (ASX: AQLT), a fund which is benchmarked to the Solactive Australia Quality Select Index.
Global Shares	30.0%	Betashares Global Shares ETF (ASX: BGBL), a fund which is benchmarked to the Solactive GBS Developed Markets ex Australia Large & Mid-cap Index. Betashares Global Quality Leaders ETF (ASX: QLTY), a fund which is benchmarked to the iSTOXX MUTB Global Ex-Australia Quality Leaders 150 Index. Betashares S&P 500 Equal Weight ETF (ASX: QUS), a fund which is benchmarked to the S&P 500 Equal Weight Index. Vanguard All-World ex-U.S. Shares Index ETF (ASX: VEU), a fund which is benchmarked to the FTSE All World ex US Index.
Total Growth Assets	50.0%	
Total	100%	

Indirect costs*: 0.199% p.a.

* The indirect costs are the management fees and costs applicable to the underlying ETPs included in each Model Portfolio and are reflected in the value of the underlying ETP units and are not deducted from your Betashares Invest Account. They are not directly charged to you. Additional costs, such as transaction costs, may apply. In addition, this does not include any fees and costs charged to you by Betashares in relation to your AutoPilot Portfolio, such as the Portfolio Fees. Please note the indirect costs are subject to change, depending on actual allocations to each underlying ETP (e.g. taking into account market movements) and the ETPs included in the Model Portfolio.

Growth Portfolio

Investment objective

This portfolio aims to provide a diversified portfolio consistent with a growth risk-return profile.

Description

This portfolio has a high portfolio weighting to Australian and global shares and may suit an investor with a medium to high risk profile who is willing to accept high volatility.

Who is this option suitable for?

This portfolio may suit investors:

- seeking access to a cost-effective, diversified portfolio consistent with a growth risk-return profile;
- who have a medium to high tolerance for risk and who are therefore willing to accept a high degree of volatility in their portfolio in order to achieve their long-term objective; and
- seeking to invest funds for the longer term.

Suggested minimum timeframe

The minimum suggested investment timeframe for this portfolio is 7 years.

Risk level

The portfolio's level of overall return volatility may be suitable for investors considered to have a "medium to high" risk profile in accordance with APRA's Standard Risk Measure ("SRM"). Based on the SRM, the estimated number of annual negative return years for the portfolio is 3 to less than 4, on average, every 20 years.

Target asset allocation

Asset class	Target asset allocation	Underlying ETPs (current as at the date of this Investment Options Booklet)
Domestic Fixed Income	20.0%	Betashares Australian Bank Senior Floating Rate Bond ETF (ASX: QPON), a fund which is benchmarked to the Solactive Australian Bank Senior Floating Rate Bond Index. Betashares Australian Composite Bond ETF (ASX: OZBD), a fund which is benchmarked to the Bloomberg Australian Enhanced Yield Composite Bond Index.
Global Fixed Income	10.0%	Betashares U.S. Treasury Bond 7-10 Year Currency Hedged ETF (ASX: US10), a fund which is benchmarked to the Bloomberg U.S. Treasury: 7-10 Year Total Return Index Hedged AUD.
Total Defensive Assets	30.0%	
Australian Shares	28.0%	Betashares Australia 200 ETF (ASX: A200), a fund which is benchmarked to the Solactive Australia 200 Index. Betashares FTSE RAFI Australia 200 ETF (ASX: QOZ), a fund which is benchmarked to the FTSE RAFI Australia 200 Index. Betashares Australian Quality ETF (ASX: AQLT), a fund which is benchmarked to the Solactive Australia Quality Select Index.
Global Shares	42.0%	Betashares Global Shares ETF (ASX: BGBL), a fund which is benchmarked to the Solactive GBS Developed Markets ex Australia Large & Mid-cap Index. Betashares Global Quality Leaders ETF (ASX: QLTY), a fund which is benchmarked to the iSTOXX MUTB Global Ex-Australia Quality Leaders 150 Index. Betashares S&P 500 Equal Weight ETF (ASX: QUS), a fund which is benchmarked to the S&P 500 Equal Weight Index. Vanguard All-World ex-U.S. Shares Index ETF (ASX: VEU), a fund which is benchmarked to the FTSE All World ex US Index.
Total Growth Assets	70.0%	
Total	100%	

Indirect costs*: 0.198% p.a.

* The indirect costs are the management fees and costs applicable to the underlying ETPs included in each Model Portfolio and are reflected in the value of the underlying ETP units and are not deducted from your Betashares Invest Account. They are not directly charged to you. Additional costs, such as transaction costs,

may apply. In addition, this does not include any fees and costs charged to you by Betashares in relation to your AutoPilot Portfolio, such as the Portfolio Fees. Please note the indirect costs are subject to change, depending on actual allocations to each underlying ETP (e.g. taking into account market movements) and the ETPs included in the Model Portfolio.

High Growth Portfolio

Investment objective

This portfolio aims to provide a diversified portfolio consistent with a high growth risk-return profile.

Description

This portfolio has a high portfolio weighting to Australian and global shares and may suit an investor with a high risk profile who is willing to accept high volatility.

Who is this option suitable for?

This portfolio may suit investors:

- seeking access to a cost-effective, diversified portfolio consistent with a high growth risk-return profile;
- who have a high tolerance for risk and who are therefore willing to accept a high degree of volatility in their portfolio in order to achieve their long-term objective; and
- seeking to invest funds for the longer term.

Suggested minimum timeframe

The minimum suggested investment timeframe for this portfolio is 7 years.

Risk level

The portfolio's level of overall return volatility may be suitable for investors considered to have a "high" risk profile in accordance with APRA's Standard Risk Measure ("SRM"). Based on the SRM, the estimated number of annual negative return years for the portfolio is 4 to less than 6, on average, every 20 years.

Target asset allocation

Asset class	Target asset allocation	Underlying ETPs (current as at the date of this Investment Options Booklet)
Domestic Fixed Income	10.0%	Betashares Australian Composite Bond ETF (ASX: OZBD), a fund which is benchmarked to the Bloomberg Australian Enhanced Yield Composite Bond Index.
Total Defensive Assets	10.0%	
Australian Shares	36.0%	Betashares Australia 200 ETF (ASX: A200), a fund which is benchmarked to the Solactive Australia 200 Index. Betashares FTSE RAFI Australia 200 ETF (ASX: QOZ), a fund which is benchmarked to the FTSE RAFI Australia 200 Index. Betashares Australian Quality ETF (ASX: AQLT), a fund which is benchmarked to the Solactive Australia Quality Select Index.
Global Shares	54.0%	Betashares Global Shares ETF (ASX: BGBL), a fund which is benchmarked to the Solactive GBS Developed Markets ex Australia Large & Mid-cap Index. Betashares Global Quality Leaders ETF (ASX: QLTY), a fund which is benchmarked to the iSTOXX MUTB Global Ex-Australia Quality Leaders 150 Index. Betashares S&P 500 Equal Weight ETF (ASX: QUS), a fund which is benchmarked to the S&P 500 Equal Weight Index. Vanguard All-World ex-U.S. Shares Index ETF (ASX: VEU), a fund which is benchmarked to the FTSE All World ex US Index.
Total Growth Assets	90.0%	
Total	100%	

Indirect costs*: 0.193% p.a.

* The indirect costs are the management fees and costs applicable to the underlying ETPs included in each Model Portfolio and are reflected in the value of the underlying ETP units and are not deducted from your Betashares Invest Account. They are not directly charged to you. Additional costs, such as transaction costs, may apply. In addition, this does not include any fees and costs charged to you by Betashares in relation to your AutoPilot Portfolio, such as the Portfolio Fees.

Please note the indirect costs are subject to change, depending on actual allocations to each underlying ETP (e.g. taking into account market movements) and the ETPs included in the Model Portfolio.