

ANZ ETFS WEEKLY ETF MARKET MONITOR

ANZ ETFS Management (AUS) Limited

HIGHLIGHTS OF THE WEEK

for the week ending Friday, 21 October 2016

- The S&P/ASX 200 ended the week slightly lower with resource and financial sector gains offsetting some big declines in healthcare stocks. The S&P 500 added 0.4%, but continued to trade within a tight 2100-2200 range leading into the Presidential election. European and Japanese markets both gained on the expectation of continued central bank stimulus. Gold mining ETFs were the top performers for the week, with MNRS and GDV both adding in excess of 7%.
- Iron ore gained a further 2.5% following positive economic growth data out of China. WTI crude added 1% and gold halted its recent decline, gaining 1.1% in US dollar terms.
- The Australian dollar ended the week at US 76c having traded as high as US 77.34c mid-week.
- The Australian ETF market saw total inflows of A\$64m into and outflows of A\$10m from domestically domiciled ETFs for the week. The biggest inflows for the week were into defensive cash and bond ETFs.

GLOBAL MARKET DATA MONITOR

Index Name	Price/ Yield	Price Return/ Change in Yield (%) ¹				Chart of the Week
	Current	1W	1M	YTD	12M	
S&P/ASX 200 Index	5,430	-0.07%	1.70%	2.54%	3.47%	
All Ordinaries Index	5,514	-0.08%	1.56%	3.17%	4.30%	
Australian dollar/US dollar	0.7608	-0.13%	-0.21%	4.42%	5.52%	
Australian dollar/euro	0.6990	0.65%	2.58%	4.16%	9.92%	
Australian dollar/Japanese yen	78.96	-0.46%	3.25%	-9.86%	-8.69%	
Aus 10 Year Govt Bond Yield	2.29%	0.02%	0.16%	-0.59%	-0.37%	
S&P 500 Index	2,141	0.38%	-1.02%	4.76%	6.05%	
EURO STOXX 50 Index	3,078	1.73%	3.20%	-5.81%	-5.95%	
Nikkei 225 Index	17,185	1.95%	2.24%	-9.71%	-7.38%	
Hang Seng Index	23,374	0.61%	-1.25%	6.66%	1.68%	
Euro/US dollar	1.09	-0.80%	-2.73%	0.20%	-4.01%	
US dollar/Japanese yen	103.80	-0.36%	3.47%	-13.66%	-13.45%	
US 10 Year Treasury Yield	1.73%	-0.06%	0.08%	-0.53%	-0.29%	
Gold (US\$/troy ounce)	1,266	1.14%	-4.53%	19.44%	8.48%	
Silver (US\$/troy ounce)	17.51	0.23%	-9.88%	26.70%	11.17%	
WTI Crude (US\$/bbl)	50.85	0.99%	12.15%	37.28%	12.50%	
Iron Ore (US\$/metric tonne)	58.72	2.51%	5.10%	34.77%	11.23%	

EXCHANGE TRADED FUNDS PERFORMANCE MONITOR

Top 5 ETFs by 1 Week Total Return (%) ²		Bottom 5 ETFs by 1 Week Total Return (%) ²	
BetaShares Global Gold Miners ETF (Hedged) (MNRS)	7.48%	ETFS Physical Palladium (ETPMPD)	-3.26%
VanEck Vectors Gold Miners ETF (GDV)	7.28%	UBS IQ Morningstar Australia Quality ETF (ETF)	-2.38%
BetaShares Global Banks ETF (Hedged) (BNKS)	3.21%	SPDR S&P/ASX 200 Listed Property Fund (SLF)	-1.91%
Vanguard FTSE Emerging Markets Shares (VGE)	2.35%	Vanguard Australian Property Securities Index ETF (VAP)	-1.84%
UBS IQ MSCI Japan Ethical ETF (UBJ)	2.23%	VanEck Vectors Australian Property ETF (MVA)	-1.63%
Top 5 ETFs by 1 Month Total Return (%) ²		Bottom 5 ETFs by 1 Month Total Return (%) ²	
BetaShares Crude Oil Index ETF - Ccy Hedged (OOO)	11.05%	VanEck Vectors Gold Miners ETF (GDV)	-11.96%
BetaShares S&P/ASX 200 Resources Fund (QRE)	7.50%	ETFS Physical Platinum (ETPMPPT)	-11.48%
SPDR S&P/ASX 200 Resources Fund (OZR)	7.47%	ETFS Physical Palladium (ETPMPD)	-10.39%
BetaShares Global Energy Companies ETF (Hedged) (FUEL)	6.18%	ETFS Physical Silver (ETPMAG)	-10.24%
VanEck Vectors Australian Resources ETF (MVR)	4.70%	BetaShares Global Gold Miners ETF (Hedged) (MNRS)	-10.06%
Top 5 ETFs by Year-To-Date Total Return (%) ²		Bottom 5 ETFs by Year-To-Date Total Return (%) ²	
VanEck Vectors Gold Miners ETF (GDV)	71.50%	BetaShares British Pound ETF (POU)	-20.91%
SPDR S&P/ASX 200 Resources Fund (OZR)	32.10%	BetaShares US Equities Strong Bear HF - Hedged (BBUS)	-17.65%
BetaShares S&P/ASX 200 Resources Sector ETF (QRE)	32.04%	VanEck Vectors ChinaAMC A-Share ETF (CETF)	-16.64%
VanEck Vectors Australian Resources ETF (MVR)	28.28%	BetaShares Australian Equities Strong Bear (BBOZ)	-14.79%
ETFS Physical Silver (ETPMAG)	20.81%	iShares Global Healthcare ETF (IXJ)	-8.63%
Top 5 ETFs by 12 Month Total Return (%) ²		Bottom 5 ETFs by 12 Month Total Return (%) ²	
VanEck Vectors Gold Miners ETF (GDV)	48.46%	BetaShares British Pound ETF (POU)	-25.25%
SPDR S&P/ASX Small Ordinaries Fund (SSO)	19.83%	BetaShares US Equities Strong Bear HF - Hedged (BBUS)	-22.31%
iShares S&P/ASX Small Ordinaries ETF (ISO)	19.10%	BetaShares Crude Oil Index ETF - Ccy Hedged (OOO)	-20.92%
VanEck Vectors Small Cap Dividend Payers ETF (MVS)	17.51%	BetaShares Australian Equities Strong Bear (BBOZ)	-20.01%
Vanguard MSCI Australian Small Companies Index (VSO)	17.24%	ETFS Physical Palladium (ETPMPD)	-14.01%

EXCHANGE TRADED FUNDS FLOW MONITOR

Top 5 ETFs by 1 Week In-Flows (A\$m) ⁴		Top 5 ETFs by 1 Week Out-Flows (A\$m) ⁴	
BetaShares Australian High Interest Cash ETF (AAA)	30.2	iShares UBS Composite Bond ETF (IAF)	-9.6
iShares UBS Government Inflation ETF (ILB)	15.0	K2 Australian Small Cap Fund (KSM)	-0.4
BetaShares Australian Dividend Harvester Fund (HVST)	8.3	K2 Global Equities Fund (KII)	-0.1
SPDR Dow Jones Global Real Estate Fund (DJRE)	2.0		n/a
BetaShares Managed Risk Global Share Fund (WRLD)	2.0		n/a

ANZ ETFS PRODUCT MONITOR

ETF Name (ASX Code)	NAV		Total Return (%) ²				Inception Date	MER ⁵ (%)	
	Current	1W	1M	6M	YTD	12M			Since Incep.
ANZ ETFS S&P/ASX 100 ETF (ZOZI)	9.98	-0.06%	1.91%	4.78%	5.47%	7.01%	4.39%	09-Jun-15	0.24
ANZ ETFS S&P/ASX 300 High Yield Plus ETF (ZYAU)	10.54	0.41%	3.37%	7.92%	10.35%	13.88%	10.36%	09-Jun-15	0.35
ANZ ETFS S&P 500 High Yield Low Volatility ETF (ZYUS)	11.95	0.64%	-2.55%	6.72%	11.43%	12.09%	24.53%	09-Jun-15	0.35
ANZ ETFS Physical US Dollar ETF (ZUSD)	10.04	0.34%	-0.39%	2.08%	-4.55%	-5.42%	1.29%	09-Jun-15	0.30
ANZ ETFS Physical Renminbi ETF (ZCNH)	9.20	-0.23%	-1.77%	-2.25%	-7.45%	-11.08%	-7.17%	09-Jun-15	0.30
ANZ ETFS Physical Gold ETF (ZGOL)	16.54	0.96%	-4.60%	2.54%	13.54%	1.76%	8.56%	09-Jun-15	0.40
ANZ ETFS EURO STOXX 50 ETF (ESTX)	51.16	0.88%	0.47%	n/a	n/a	n/a	2.33%	19-Jul-16	0.35

Source: Bloomberg. Data as at 21 October 2016.



ANZ ETFS WEEKLY ETF MARKET MONITOR

ANZ ETFS Management (AUS) Limited

¹ For Price series, return is calculated as $\text{Price}(\text{period end})/\text{Price}(\text{period start})-1$. For Yield series, return is calculated as $\text{Yield}(\text{period end}) - \text{Yield}(\text{period start})$.

² Total Return (%) is calculated on a NAV-to-NAV basis with distributions re-invested on the ex-date. For cross-listed funds, published NAVs from the main listing are converted to AUD at prevailing spot rates. For ETFs that do not publish daily NAV's or have not published NAV's on Bloomberg as at the publication time, last traded price is used as a proxy for any unavailable NAVs.

³ Indicates an ETF that does not publish a daily NAV or does not have a published NAV on Bloomberg as at the publication time. Last traded price is used as a proxy for NAV.

⁴ Excludes cross-listed ETFs that report flow data monthly to the ASX.

⁵ MER is the quoted management expense ratio of the fund.

GET MORE INFORMATION

To sign up for future ANZ ETFS Weekly ETF Market Monitors, email info@anzetfs.com

To find out more about ANZ ETFS products, visit www.anzetfs.com

CONTACT ANZ ETFS

Sales and Trading
Phone: +61 2 8937 7245
Email: info@anzetfs.com

Ganesh Balendran
Business Development Manager
Phone: +61 3 8655 7992
Mobile: +61 4 2378 3284
Email: ganesh.balendran@anzetfs.com

Gemma Weeks
Distribution Associate
Phone: +61 2 8037 1179
Mobile: +61 4 6636 2055
Email: gemma.weeks@anzetfs.com

Kanish Chugh
Business Development Manager
Phone: +61 2 8937 9485
Mobile: +61 4 6653 4188
Email: kanish.chugh@anzetfs.com

DISCLAIMER

This email is sent to you by ANZ ETFS Management (AUS) Limited (ACN 150 433 828, Australian Financial Services Licence Number 466778) ("ANZ ETFS").

This email may not be reproduced, distributed or published by any recipient for any purpose, including but not limited to, retail clients as defined by the Corporations Act (Cth) 2001. Under no circumstances is this document to be used or considered as an offer to sell, or a solicitation of an offer to buy, any securities, investments or other financial instruments and any investments should only be made on the basis of the relevant product disclosure statement which should be considered by any potential investor including any risks identified therein. Although we use reasonable efforts to obtain reliable, comprehensive information, we make no representation and give no warranty that it is accurate or complete.

Investments in any product issued by ANZ ETFS are not deposits with, or liabilities of, Australia and New Zealand Banking Group Limited ("ANZ") or any member of the ANZ Group and are subject to investment risk, including possible delays in repayment and loss of income and principal invested. Neither ANZ, ANZ ETFS, ETF Securities Limited nor any other member of the ANZ Group or ETF Securities Group guarantees the performance of any products issued by ANZ ETFS or the repayment of capital or any particular rate of return therefrom. The value or return of an investment will fluctuate and investor may lose some or all of their investment. Past performance is not an indication of future performance.

The information in this document has been prepared without taking into account your or your clients' objectives, financial situation, or needs. You and your clients should, before acting on the information in this document, consider the appropriateness of the information, having regard to your and your client's objectives, financial situation and needs and seek independent financial, legal, tax and other relevant advice. Please read the Product Disclosure Statement issued for the products stated in this document in its entirety, which can be found at www.anzetfs.com.

The value or return of an investment will fluctuate and investor may lose some or all of their investment. Past performance is not an indication of future performance. Prospective application of the methodology used to construct the Index may not result in performance commensurate with the back-test returns shown. The back-test period does not necessarily correspond to the entire available history of the Index. Please refer to the methodology paper for the Index, available at www.spdji.com for more details about the index, including the manner in which it is rebalanced, the timing of such rebalancing, criteria for additions and deletions, as well as all index calculations.

Standard & Poor's S&P Indices are trademarks of Standard & Poor's Financial Services LLC. "S&P" and "ASX", e.g. as used in the term S&P/ASX 100, is a trademark of the Australian Securities Exchange ("ASX") and Standard & Poor's Financial Services LLC ("S&P") respectively, and has been licensed for use by ANZ ETFS. ANZ ETFS products are not sponsored, endorsed, sold or promoted by S&P or ASX, and neither S&P nor ASX make any representation regarding the advisability of investing in ANZ ETFS products.

