

**Investment Manager:**

AMP Capital Investors Limited  
 ABN 59 001 777 591 | AFSL 232497

**Issuer and Responsible Entity:**

BetaShares Capital Ltd  
 ABN 78 139 566 868 | AFSL 341181

11 March 2020

Market Announcements Office  
 ASX Limited

(TO BE RELEASED FOR EACH OF THE ASX CODES LISTED BELOW)

**INTERIM FINANCIAL REPORT 2019**

We are pleased to provide the Interim Financial Report in respect of the following Funds for the half-year ending 31 December 2019.

ASX Code	Managed Fund
GLIN	AMP CAPITAL GLOBAL INFRASTRUCTURE SECURITIES FUND (UNHEDGED) (MANAGED FUND)
RENT	AMP CAPITAL GLOBAL PROPERTY SECURITIES FUND (UNHEDGED) (MANAGED FUND)
DMKT	AMP CAPITAL DYNAMIC MARKETS FUND (HEDGE FUND)

Further information about the Funds can be obtained at [www.ampcapital.com.au](http://www.ampcapital.com.au) or by contacting Client Services on 1800 658 404.

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 This information has been prepared by BetaShares Capital Ltd (ACN 139 566 868 AFS Licence 341181), the Responsible Entity and Issuer of each Fund. AMP Capital Investors Limited (AMP Capital) (ABN 59 001 777 591, and AFSL 232497) is the investment manager of each Fund and has been appointed by the Responsible Entity to provide investment management and associated services in respect of each Fund. It is general information only and does not take into account any person's objectives, financial situation or needs. The information does not constitute an offer of, or an invitation to purchase or subscribe for securities. You should read the relevant PDS and ASX announcements and seek professional legal, financial, taxation, and/or other professional advice before making an investment decision regarding any Exchange Traded AMP Capital Fund. For a copy of the PDS and more information about AMP Capital Exchange Traded Products go to [www.ampcapital.com.au](http://www.ampcapital.com.au) or call 1800 658 404. Units in Exchange Traded AMP Capital Funds trade on the ASX at market prices, not at NAV. An investment in any Exchange Traded AMP Capital Fund is subject to investment risk including possible delays in repayment and loss of income and principal invested. Neither BetaShares Capital Ltd nor BetaShares Holdings Pty Ltd nor AMP Capital Investors Limited guarantees the performance of any fund or the repayment of capital or any particular rate of return.



# AMP Capital Active Exchange Traded Managed Funds

Condensed Interim Financial Report  
For the Half-Year Ended 31 December 2019

AMP Capital Global Infrastructure Securities Fund  
(Unhedged) (Managed Fund)  
ASX Code: GLIN ARSN 609 146 483

AMP Capital Global Property Securities Fund  
(Unhedged) (Managed Fund)

ASX Code: RENT ARSN 609 155 606

AMP Capital Dynamic Markets Fund (Hedge Fund)  
ASX Code: DMKT ARSN 609 155 731



**AMP Capital active exchange traded managed funds**

**Condensed Interim Financial Report  
For the half-year ended 31 December 2019**

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#### Directors' report

The directors of BetaShares Capital Ltd, the Responsible Entity of the following managed investment funds (the "Funds"), present their report together with the condensed interim financial report of the Funds for the half-year ended 31 December 2019 and the auditor's report thereon.

Fund name	Referred to in this document as	Financial reporting period	ARSN
AMP Capital Global Infrastructure Securities Fund (Unhedged) (Managed Fund)	Global Infrastructure Securities Fund	1 July 2019 to 31 December 2019	609 146 483
AMP Capital Global Property Securities Fund (Unhedged) (Managed Fund)	Global Property Securities Fund	1 July 2019 to 31 December 2019	609 155 606
AMP Capital Dynamic Markets Fund (Hedge Fund)	Dynamic Markets Fund	1 July 2019 to 31 December 2019	609 155 731

#### Responsible Entity and Investment Manager

The Responsible Entity of the Funds is BetaShares Capital Ltd (ABN 78 139 566 868). The Responsible Entity's registered office and principal place of business is Level 11, 50 Margaret Street, Sydney, NSW 2000.

AMP Capital Investors Limited (AMP Capital) is the Investment Manager of the Funds.

#### Principal activities

The principal activity of each Fund is to invest in accordance with the investment objective and guidelines as set out in the Fund's current Product Disclosure Statement (PDS) and its Constitution.

The Funds did not have any employees during the half-year.

There were no significant changes in the nature of the Funds' activities during the half-year.

#### Directors

The following persons held office as directors of BetaShares Capital Ltd during or since the end of the financial half-year and up to the date of this report:

David Nathanson (appointed 21 September 2009)  
 Alex Vynokur (appointed 21 September 2009)  
 Thomas Park (appointed 12 August 2015, resigned 6 February 2020)  
 Young Hwan Kim (appointed 7 February 2020)  
 JungHo Rhee (appointed 1 September 2018)

#### Review and results of operations

During the half-year, the Funds continued to invest in accordance with target asset allocations as set out in their governing documents in accordance with the provisions of the Funds' Constitutions.

The results of operations of the Funds are disclosed in the condensed interim statements of comprehensive income. The income distributions payable by each of the Funds are disclosed in the condensed interim statements of financial position. The income distributions paid and payable by each of the Funds are disclosed in Note 4 to the condensed interim financial statements.

**Directors' report (continued)**

**Significant changes in state of affairs**

In the opinion of the directors, there were no significant changes in the state of affairs of the Funds that occurred during the financial half-year.

**Matters subsequent to the end of the financial half-year**

No matter or circumstance has arisen since 31 December 2019 that has significantly affected, or may significantly affect:

- (i) the operations of the Funds in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the state of affairs of the Funds in future financial years.

**Likely developments and expected results of operations**

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operation of the Funds and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Funds.


**Rounding of amounts to the nearest thousand dollars**

The Funds are entities of the kind referred to in AS/C Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with that Instrument, amounts in the condensed interim financial report and the directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

**Auditor's independence declaration**

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

This report is made in accordance with a resolution of the directors.



David Nathanson  
Director



Alex Vynokur  
Director

Sydney  
5 March 2020



# Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of BetaShares Capital Limited, the Responsible Entity for the Schemes:

AMP Capital Global Infrastructure Securities Fund (Unhedged) (Managed Fund)

AMP Capital Global Property Securities Fund (Unhedged) (Managed Fund)

AMP Capital Dynamic Markets Fund (Hedge Fund)

I declare that, to the best of my knowledge and belief, in relation to the review of Schemes for the half-year ended 31 December 2019 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Nicholas Buchanan

Partner

Sydney

5 March 2020

AMP Capital active exchange traded managed funds  
Condensed interim statements of comprehensive income  
For the half-year ended 31 December 2019

Condensed interim statements of comprehensive income

	Global Infrastructure Securities Fund		Global Property Securities Fund		Dynamic Markets Fund	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Investment income</b>						
Dividend/distribution income	533	442	352	226	137	191
Interest income	2	1	2	1	15	66
Net gains/(losses) on financial instruments at fair value through profit or loss	2,596	(949)	1,263	(572)	1,078	(1,811)
Net foreign exchange gains/(losses)	(10)	(4)	(6)	-	(389)	(1,065)
Other operating income	2	-	-	-	-	3
<b>Total net investment income/(losses)</b>	<b>3,123</b>	<b>(510)</b>	<b>1,611</b>	<b>(345)</b>	<b>841</b>	<b>(2,616)</b>
<b>Expenses</b>						
Management fees	126	92	115	77	53	71
Performance fees	103	-	-	-	-	-
Expense recoveries	8	6	2	2	3	3
Transaction costs	15	14	15	6	57	52
Other operating expenses	80	67	78	50	29	38
<b>Total operating expenses</b>	<b>332</b>	<b>179</b>	<b>210</b>	<b>135</b>	<b>142</b>	<b>164</b>
<b>Profit/(loss) for the half-year</b>	<b>2,791</b>	<b>(689)</b>	<b>1,401</b>	<b>(480)</b>	<b>699</b>	<b>(2,780)</b>
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the half-year</b>	<b>2,791</b>	<b>(689)</b>	<b>1,401</b>	<b>(480)</b>	<b>699</b>	<b>(2,780)</b>

The above condensed interim statements of comprehensive income should be read in conjunction with the accompanying notes.

AMP Capital active exchange traded managed funds  
Condensed interim statements of financial position  
As at 31 December 2019

Condensed interim statements of financial position

	Global Infrastructure Securities Fund		Global Property Securities Fund		Dynamic Markets Fund	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Assets</b>						
Cash and cash equivalents	467	435	860	616	11,171	11,970
Financial assets at fair value through profit or loss	34,422	27,735	23,837	19,719	9,963	9,843
Due from brokers	-	4	-	20	1	1,833
Receivables	134	157	108	114	3	10
<b>Total assets</b>	<b>35,023</b>	<b>28,331</b>	<b>24,805</b>	<b>20,469</b>	<b>21,138</b>	<b>23,656</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	23	15
Due to brokers	1	85	16	-	23	-
Distributions payable	28	614	90	95	-	-
Other payables	117	62	20	16	10	10
<b>Total liabilities (excluding net assets attributable to unitholders)</b>	<b>146</b>	<b>761</b>	<b>126</b>	<b>111</b>	<b>56</b>	<b>25</b>
<b>Net assets attributable to unitholders - equity</b>	<b>34,877</b>	<b>27,570</b>	<b>24,679</b>	<b>20,358</b>	<b>21,082</b>	<b>23,631</b>

The above condensed interim statements of financial position should be read in conjunction with the accompanying notes.



AMP Capital active exchange traded managed funds  
Condensed interim statements of changes in equity  
For the half-year ended 31 December 2019

Condensed interim statements of changes in equity

	Global Infrastructure Securities Fund		Global Property Securities Fund		Dynamic Markets Fund	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Total equity at the beginning of the half-year</b>	27,570	-	20,358	-	23,631	-
Reclassification due to AMIT tax regime implementation	-	23,551	-	14,822	-	28,355
<b>Comprehensive income for the half-year</b>						
Profit/(loss) for the half-year	2,791	(689)	1,401	(480)	699	(2,780)
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income</b>	2,791	(689)	1,401	(480)	699	(2,780)
<b>Transactions with unitholders</b>						
Applications	6,030	1,767	4,059	1,885	274	3,957
Redemptions	(1,303)	(2,319)	(973)	(288)	(3,522)	(981)
Reinvestment of distributions	26	15	2	3	-	16
Distributions to unitholders	(237)	(286)	(168)	(122)	-	-
<b>Total transactions with unitholders</b>	4,516	(823)	2,920	1,478	(3,248)	2,992
<b>Total equity at the end of the half-year</b>	34,877	22,039	24,679	15,820	21,082	28,567

Effective from 1 July 2018, Funds that had prior financial reporting half-year had their units reclassified from financial liability to equity. As a result, equity transactions including distributions have been disclosed in the above statements for the half-year ended 31 December 2019 and 31 December 2018.

The above condensed interim statements of changes in equity should be read in conjunction with the accompanying note.

AMP Capital active exchange traded managed funds  
Condensed interim statements of cash flows  
For the half-year ended 31 December 2019

Condensed interim statements of cash flows

	Global Infrastructure Securities Fund		Global Property Securities Fund		Dynamic Markets Fund	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>						
Proceeds from maturity/sales of financial instruments at fair value through profit or loss	5,581	6,197	4,543	2,081	22,149	23,838
Payments for maturity/purchases of financial instruments at fair value through profit or loss	(9,596)	(5,204)	(7,355)	(3,726)	(19,719)	(26,133)
Dividends/distributions received	394	455	346	247	128	198
Interest income received	2	1	2	1	22	66
Other income received	2	-	-	-	-	3
Management fees paid	(121)	(108)	(111)	(87)	(53)	(82)
Performance fees paid	(53)	-	-	-	-	-
Expense recoveries paid	(8)	(8)	(2)	(2)	(3)	(3)
Transaction costs paid	(15)	(14)	(15)	(6)	(57)	(52)
Other operating expenses paid	(81)	(68)	(79)	(52)	(29)	(40)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(3,895)</b>	<b>1,251</b>	<b>(2,671)</b>	<b>(1,544)</b>	<b>2,438</b>	<b>(2,205)</b>
<b>Cash flows from financing activities</b>						
Proceeds from applications by unitholders	6,030	1,767	4,059	1,956	274	3,997
Payments for redemptions by unitholders	(1,303)	(2,504)	(973)	(289)	(3,522)	(981)
Distributions paid	(797)	(391)	(171)	(131)	-	(282)
<b>Net cash inflow/(outflow) from financing activities</b>	<b>3,930</b>	<b>(1,128)</b>	<b>2,915</b>	<b>1,536</b>	<b>(3,248)</b>	<b>2,734</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>35</b>	<b>123</b>	<b>244</b>	<b>(8)</b>	<b>(810)</b>	<b>529</b>
Cash and cash equivalents at the beginning of the half-year	435	290	616	292	11,970	14,137
Effects of foreign currency exchange rate changes on cash and cash equivalents	(3)	-	-	-	11	(17)
<b>Cash and cash equivalents at the end of the half-year</b>	<b>467</b>	<b>413</b>	<b>860</b>	<b>284</b>	<b>11,171</b>	<b>14,649</b>
<b>Non-cash financing activities</b>	<b>189</b>	<b>15</b>	<b>15</b>	<b>3</b>	<b>9</b>	<b>16</b>

The above condensed interim statements of cash flows should be read in conjunction with the accompanying notes.

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**1 General information**

These condensed interim financial statements cover the following managed investment funds ("the Funds"). The Funds are registered managed investment schemes under the *Corporations Act 2001*. The Responsible Entity cannot issue or redeem any units from the 80th anniversary of the day before the day the Funds commenced if that issue or redemption would cause a contravention of the rule against perpetuities or any other rule of law or equity. The Funds may be terminated in accordance with the provisions of their Constitutions. The Funds are domiciled in Australia.

Abbreviated Fund name	Registration date	Commencement date	Financial reporting period
Global Infrastructure Securities Fund	11 November 2015	25 May 2016	1 July 2019 to 31 December 2019
Global Property Securities Fund	11 November 2015	25 May 2016	1 July 2019 to 31 December 2019
Dynamic Markets Fund	11 November 2015	15 July 2016	1 July 2019 to 31 December 2019

The Responsible Entity of the Funds is BetaShares Capital Ltd (the "Responsible Entity"). The Responsible Entity's registered office is Level 11, 50 Margaret Street, Sydney NSW 2000.

The condensed interim financial statements were authorised for issue by the directors on 5 March 2020. The directors of the Responsible Entity have the power to amend and reissue the condensed interim financial statements.

The condensed interim financial statements are presented in Australian dollars, which are the Funds' functional currency.

**2 Summary of significant accounting policies**

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been consistently applied to all periods presented.

**(a) Basis of preparation**

These general purpose condensed interim financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") and the *Corporations Act 2001* in Australia.

These condensed interim financial statements do not include all the information of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2019 and any continuous disclosure requirements of the *Corporations Act 2001*.

The Funds operated solely in one segment which is the business of investment management within Australia.

The condensed interim financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The condensed interim statements of financial position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unitholders.

**2 Summary of significant accounting policies (continued)**

**(a) Basis of preparation (continued)**

*Use of estimates and judgements*

Management makes estimates and assumptions that affect the reported amounts in the condensed interim financial statements. Estimates and assumptions are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and regularly reviewed by experienced personnel of the Responsible Entity independent of the area that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

**(b) Changes in accounting policies**

The accounting policies in these condensed interim financial statements are the same as those applied in the Funds' financial statements for the year ended 30 June 2019.

There are no standards that are not yet effective and that are expected to have a material impact on the Fund in the current or future reporting periods and on foreseeable future transactions.

**(c) Rounding in amounts**

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, relating to the "rounding off" of amounts in the condensed interim financial statements. Amounts in the condensed interim financial statements have been rounded off to the nearest thousand dollars, unless otherwise stated.

**3 Net assets attributable to unitholders**

As stipulated within the Funds' Constitutions, each unit represents a right to an individual share in the relevant Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit of a Fund has the same rights attaching to it as all other units of the Fund (subject to applicable ASIC relief).

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments are classified as equity where certain strict criteria are met. The Funds shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions.

3 Net assets attributable to unitholders (continued)

Movements in number of units and net assets attributable to unitholders during the half-year were as follows:

	Global Infrastructure Securities Fund			Global Property Securities Fund		
	31 December 2019	31 December 2018	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	'000	'000	'000	'000	'000	'000
<b>Net assets attributable to unitholders</b>						
Opening balance	8,642	8,662	27,570	23,551	7,198	5,924
Applications	1,809	803	6,030	1,767	1,356	770
Redemptions	(394)	(990)	(1,303)	(2,319)	(324)	(144)
Units issued upon reinvestment of distributions	8	5	26	15	1	1
Distributions to unitholders	-	-	(237)	(286)	-	-
Profit/(loss) for the half-year	-	-	2,791	(689)	-	-
<b>Closing balance</b>	<b>10,065</b>	<b>8,480</b>	<b>34,877</b>	<b>22,039</b>	<b>8,231</b>	<b>6,551</b>

	Dynamic Markets Fund		
	31 December 2019	31 December 2018	31 December 2019
	'000	'000	'000
<b>Net assets attributable to unitholders</b>			
Opening balance	9,520	10,971	23,631
Applications	110	1,739	274
Redemptions	(1,421)	(591)	(3,522)
Units issued upon reinvestment of distributions	-	6	-
Distributions to unitholders	-	-	-
Profit/(loss) for the half-year	-	-	699
<b>Closing balance</b>	<b>8,209</b>	<b>12,125</b>	<b>21,082</b>

Capital risk management

The Funds consider their net assets attributable to unitholders as equity. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of eligible unitholders.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Funds' governing rules, the Responsible Entity may suspend the issue or withdrawal of units in certain circumstances.

4 Distributions to unitholders

There were no distributions declared for Dynamic Markets Fund during the half-year ended 31 December 2019 and 31 December 2018.

The distributions paid/payable for the half-year were as follows:

	Global Infrastructure Securities Fund			Global Property Securities Fund		
	31 December 2019	31 December 2018	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	CPU	CPU	\$'000	CPU
Distributions						
Distribution paid - September	209	162	1.96	1.00	61	0.97
Distribution payable - December	28	124	1.46	1.09	61	0.93
<b>Total distributions</b>	<b>237</b>	<b>286</b>			<b>122</b>	

5 Financial instruments at fair value through profit or loss

	Global Infrastructure Securities Fund			Global Property Securities Fund			Dynamic Markets Fund		
	31 December 2019	30 June 2019	31 December 2019	30 June 2019	31 December 2019	30 June 2019	31 December 2019	30 June 2019	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Financial assets at fair value through profit or loss									
Listed securities	34,422	27,735	23,837	19,719	9,455	9,720	123		
Futures	-	-	-	-	145	-	-		
Options	-	-	-	-	53	-	-		
Foreign currency forward contracts	-	-	-	-	310	-	-		
<b>Total financial assets at fair value through profit or loss</b>	<b>34,422</b>	<b>27,735</b>	<b>23,837</b>	<b>19,719</b>	<b>9,963</b>	<b>9,843</b>			
Financial liabilities at fair value through profit or loss									
Foreign currency forward contracts	-	-	-	-	23	-	-		
<b>Total financial liabilities at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23</b>	<b>15</b>			

## 6 Fair value measurements

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

### Fair value estimation

The carrying amounts of the Funds' assets and liabilities at the end of each reporting period approximate their fair values.

Financial assets and liabilities at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the condensed interim statements of comprehensive income.

#### (i) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with the accounting policies set out in Note 2. For the majority of their investments, the Funds rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets held by the Funds is the last traded price. Where the last traded price does not fall within the bid-ask spread, an assessment is performed by management to determine the appropriate valuation price to use that is most representative of fair value.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Funds for similar financial instruments.



6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements

The tables below set out the Funds' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy at 31 December 2019 and 30 June 2019.

	Global Infrastructure Securities Fund						
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000
<b>Financial assets</b>							
Financial assets at fair value through profit or loss							
Listed securities	34,422	-	-	34,422	27,735	-	-
<b>Total assets</b>	<b>34,422</b>	<b>-</b>	<b>-</b>	<b>34,422</b>	<b>27,735</b>	<b>-</b>	<b>27,735</b>

	Global Property Securities Fund						
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000
<b>Financial assets</b>							
Financial assets at fair value through profit or loss							
Listed securities	23,837	-	-	23,837	19,719	-	-
<b>Total assets</b>	<b>23,837</b>	<b>-</b>	<b>-</b>	<b>23,837</b>	<b>19,719</b>	<b>-</b>	<b>19,719</b>

	Dynamic Markets Fund						
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	31 December 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000	30 June 2019 \$'000
<b>Financial assets</b>							
Financial assets at fair value through profit or loss							
Listed securities	9,455	-	-	9,455	9,720	-	-
Futures	145	-	-	145	123	-	-
Options	53	-	-	53	-	-	-
Foreign currency forward contracts	-	310	-	310	-	-	-
<b>Total assets</b>	<b>9,653</b>	<b>310</b>	<b>-</b>	<b>9,963</b>	<b>9,843</b>	<b>-</b>	<b>9,843</b>

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements (continued)

	Dynamic Markets Fund											
	Level 1		Level 2		Level 3		Total	Level 2		Level 3		Total
	31 December 2019	31 December 2019	31 December 2019	31 December 2019	31 December 2019	31 December 2019		30 June 2019	30 June 2019	30 June 2019	30 June 2019	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial liabilities												
Financial liabilities at fair value through profit or loss												
Foreign currency forward contracts	-	23	-	-	-	23	-	15	-	-	15	15
<b>Total liabilities</b>	-	23	-	-	-	23	-	15	-	-	15	15

(iv) Transfers between levels

There were no transfers between levels during the half-year ended 31 December 2019.

(v) Movement in level 3 instruments

There were no investments classified as level 3 within the Funds as at 31 December 2019.

(vi) Fair value of financial instruments not carried at fair value

The carrying value of trade receivables and trade payables are assumed to approximate their fair values. Net assets attributable to unitholders' carrying value differs from its fair value (deemed to be redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current half-year.

7 Related party transactions

Related party funds' unitholdings

As at 31 December 2019 AMP Life Limited holds 4,000,000 units (31 December 2018: 4,000,000) in Dynamic Markets Fund, nil units (31 December 2018: 4,000,000) in Global Property Securities Fund and nil units (31 December 2018: 4,000,000) in Global Infrastructure Securities Fund.

As at 31 December 2019 AMP Capital Multi-Asset Fund holds 4,000,000 units (31 December 2018: 4,000,000 units) in Global Infrastructure Securities Fund and 4,000,000 units (31 December 2018: 4,000,000 units) in Global Property Securities Fund.

**7 Related party transactions (continued)**

There have been no significant changes to the related party transactions disclosed in the previous annual financial report.

All transactions with related parties are conducted on normal terms and conditions. From time to time the Responsible Entity or its director-related entities may invest or withdraw from the Funds. These investments or withdrawals are on the same terms and conditions as those entered into by other Fund investors and are trivial and domestic in nature.

**8 Events occurring after the reporting period**

No significant events have occurred since the reporting period which would impact on the financial position of the Funds disclosed in the condensed interim statements of financial position as at 31 December 2019 or on the results and cash flows of the Funds for the half-year ended on that date.

**9 Contingent assets and liabilities and commitments**

There are no outstanding contingent assets and liabilities or commitments as at 31 December 2019 and 30 June 2019.

**Directors' declaration**

BetaShares Capital Ltd present the Directors' Declaration in respect of the following funds:

- AMP Capital Global Infrastructure Securities Fund (Unhedged) (Managed Fund)
- AMP Capital Global Property Securities Fund (Unhedged) (Managed Fund)
- AMP Capital Dynamic Markets Fund (Hedge Fund)

In the opinion of the directors of BetaShares Capital Ltd, the Responsible Entity of the Funds:

- (a) the financial statements and notes set out on pages 5 to 17 are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*; and
  - (ii) giving a true and fair view of the Funds' financial position as at 31 December 2019 and of their performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of BetaShares Capital Ltd.



David Nathanson  
Director



Alex Vynokur  
Director

Sydney  
5 March 2020



# Independent Auditor's Review Report

To the respective unitholders of the following Schemes (the "Schemes"):

- AMP Capital Global Infrastructure Securities Fund (Unhedged) (Managed Fund)
- AMP Capital Global Property Securities Fund (Unhedged) (Managed Fund)
- AMP Capital Dynamic Markets Fund (Hedge Fund)

## Conclusion

We have reviewed the accompanying **Condensed Interim Financial Reports** of the Schemes.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Condensed Interim Financial Reports of the Schemes are not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Schemes' financial position as at 31 December 2019 and of their performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Condensed Interim Financial Reports** comprise:

- Condensed interim statements of financial position as at 31 December 2019.
- Condensed interim statements of comprehensive income, Condensed interim statements of changes in equity and Condensed interim statements of cash flows for the half-year ended on that date
- Notes 1 to 9 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

## Responsibilities of the Directors for the Condensed Interim Financial Reports

The Directors of BetaShares Capital Limited (the Responsible Entity) are responsible for:

- the preparation of the Condensed Interim Financial Reports that give a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Condensed Interim Financial Reports that are free from material misstatement, whether due to fraud or error.

## Auditor's responsibility for the review of the Condensed Interim Financial Reports

Our responsibility is to express a conclusion on the Condensed Interim Financial Reports based on our review. We conducted our review in accordance with *Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we



have become aware of any matter that makes us believe that the Condensed Interim Financial Reports are not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Schemes financial position as at 31 December 2019 and their performance for the half-year ended on that date; and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of the Schemes, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a Condensed Interim Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

KPMG

Nicholas Buchanan

Partner

Sydney

5 March 2020