

16 March 2021

Market Announcements Office
ASX Limited

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

INTERIM FINANCIAL REPORT 2020

BetaShares Capital Ltd, the issuer of the following Funds, is pleased to provide the respective Interim Financial Report for the half-year ending 31 December 2020.

ASX code	Fund
HBRD	BetaShares Active Australian Hybrids Fund (managed fund)
HVST	BetaShares Australian Dividend Harvester Fund (managed fund)
SMLL	BetaShares Australian Small Companies Select Fund (managed fund)
EX20	BetaShares Australian Ex-20 Portfolio Diversifier ETF
QOZ	BetaShares FTSE RAFI Australia 200 ETF
AUST	BetaShares Managed Risk Australian Share Fund (managed fund)
QFN	BetaShares Australian Financials Sector ETF
QRE	BetaShares Australian Resources Sector ETF
A200	BetaShares Australia 200 ETF
FAIR	BetaShares Australian Sustainability Leaders ETF
ATEC	BetaShares S&P/ASX Australian Technology ETF

Further information about the Funds can be obtained at www.betashares.com.au or by contacting BetaShares Client Services on 1300 487 577.

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

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

Booklet 4

BetaShares Active Australian Hybrids Fund (managed fund) - ASX Code: HBRD (ARSN 613 694 009)

BetaShares Australia 200 ETF - ASX Code: A200 (ARSN 623 014 326)

BetaShares Australian Dividend Harvester Fund (managed fund) - ASX Code: HVST (ARSN 169 907 064)

BetaShares Australian Financials Sector ETF - ASX Code: QFN (ARSN 143 220 964)

BetaShares Australian Resources Sector ETF - ASX Code: QRE (ARSN 143 220 795)

BetaShares Australian Small Companies Select Fund (managed fund) - ASX Code: SMLL (ARSN 613 693 431)

BetaShares Australian Sustainability Leaders ETF - ASX Code: FAIR (ARSN 608 057 996)

BetaShares Ex-20 Portfolio Diversifier ETF - ASX Code: Ex20 (ARSN 613 691 688)

BetaShares FTSE RAFI Australia 200 ETF - ASX Code: QOZ (ARSN 155 637 219)

BetaShares Managed Risk Australian Share Fund (managed fund) - ASX Code: AUST (ARSN 602 666 384)

BetaShares S&P/ASX Australian Technology ETF - ASX Code: ATEC (ARSN 635 315 329)

Condensed Interim Financial Report

for the half-year ended 31 December 2020

**Booklet 4
Condensed Interim Financial Report
for the half-year ended 31 December 2020**

Contents	Page
Directors' report	2
Auditor's independence declaration	5
Condensed interim statements of comprehensive income	6
Condensed interim statements of financial position	9
Condensed interim statements of changes in equity	12
Condensed interim statements of cash flows	15
Notes to the condensed interim financial statements	18
Directors' declaration	37
Independent auditor's report to the unitholders	38

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 2020 and the auditor's report thereon.

Fund name	Referred to in this document as	Financial reporting period	ARSN
BetaShares Active Australian Hybrids Fund (managed fund)	Active Australian Hybrids Fund	1 July 2020 to 31 December 2020	613 694 009
BetaShares Australia 200 ETF	Australia 200 ETF	1 July 2020 to 31 December 2020	623 014 326
BetaShares Australian Dividend Harvester Fund (managed fund)	Australian Dividend Harvester Fund	1 July 2020 to 31 December 2020	169 907 064
BetaShares Australian Financials Sector ETF	Australian Financials Sector ETF	1 July 2020 to 31 December 2020	143 220 964
BetaShares Australian Resources Sector ETF	Australian Resources Sector ETF	1 July 2020 to 31 December 2020	143 220 795
BetaShares Australian Small Companies Select Fund (managed fund)	Australian Small Companies Select Fund	1 July 2020 to 31 December 2020	613 693 431
BetaShares Australian Sustainability Leaders ETF	Australian Sustainability Leaders ETF	1 July 2020 to 31 December 2020	608 057 996
BetaShares Ex-20 Portfolio Diversifier ETF	Ex-20 Portfolio Diversifier ETF	1 July 2020 to 31 December 2020	613 691 688
BetaShares FTSE RAFI Australia 200 ETF	FTSE RAFI Australia 200 ETF	1 July 2020 to 31 December 2020	155 637 219
BetaShares Managed Risk Australian Share Fund (managed fund)	Managed Risk Australian Share Fund	1 July 2020 to 31 December 2020	602 666 384
BetaShares S&P/ASX Australian Technology ETF	S&P/ASX Australian Technology ETF	1 July 2020 to 31 December 2020	635 315 329

(comparatives: 19 August 2019 to 31 December 2019)

Responsible Entity

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.

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 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 the half-year or since the end of the half-year and up to the date of this report:

Executive directors:

Mr David Nathanson (appointed 21 September 2009, resigned 5 March 2021)

Mr Alex Vynokur (appointed 21 September 2009)

Mr Jason Gellert (appointed 5 March 2021)

Directors' report (continued)

Directors (continued)

Non-Executive directors:

Mr Jung-ho Rhee (appointed 1 September 2018, resigned 5 March 2021)

Mr Young Hwan Kim (appointed 7 February 2020, resigned 5 March 2021)

Mr Edward Sippel (appointed 5 March 2021)

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 and 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.

Since the World Health Organisation declared COVID-19 as a global pandemic in March 2020, there has been a significant impact to both local and global economies and to society. As at the reporting date, the resulting impact on the global and domestic market remains uncertain. Management have taken into account the impacts of the pandemic when preparing these financial statements reflected in the valuation of the investments and the financial results for the half-year ended 31 December 2020.

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

The uncertainty around COVID-19 continues to present social and economic challenges and the resulting impact on the global and domestic market remains uncertain. Since the reporting date, there have been no significant changes to the valuation of the Fund's investments as a result of COVID-19.

Since the end of the reporting period, BetaShares Holdings Pty Ltd undertook a change of control transaction through an investment from TA Associates ('TA'), a leading global private equity firm. As part of the transaction, TA acquired the shares held by Mirae Asset Financial Group and other minority investors in BetaShares Holdings Pty Ltd.

Since the end of reporting period Australian Financials Sector ETF's net asset value has changed by more than 10% due to changes in the fair value of investments held. The movement is a result from implementation of the investment strategy as set out in the relevant Fund's product disclosure statement. More specifically the net asset value changed by an increase of 12.78%.

No other matter or circumstance has arisen since 31 December 2020 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.

Directors' report (continued)

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.

The operations of the Funds are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

The Funds are entities of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and in accordance with that instrument, amounts in the

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 5.

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



Alex Vynokur
Director

Sydney
10 March 2021



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:

BetaShares Active Australian Hybrids Fund (managed fund)	BetaShares Australian Sustainability Leaders ETF
BetaShares Australia 200 ETF	BetaShares Ex-20 Portfolio Diversifier ETF
BetaShares Australian Dividend Harvester Fund (managed fund)	BetaShares FTSE RAFI Australia 200 ETF
BetaShares Australian Financials Sector ETF	BetaShares Managed Risk Australian Share Fund (managed fund)
BetaShares Australian Resources Sector ETF	BetaShares S&P/ASX Australian Technology ETF
BetaShares Australian Small Companies Select Fund (managed fund)	

I declare that as at the date of this declaration, both the Firm and I are independent in accordance with professional rules and statutory requirements on auditor independence. To the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2020, the only matter which requires disclosure in relation to the auditor independence requirements, as set out in the Corporations Act 2001 or any applicable code of professional conduct, is the situation described below:

In October 2019, a KPMG Partner in the office of the KPMG Lead Audit Engagement Partner became aware of a financial interest held (via a superannuation product) by an immediate family member in BetaShares Australian Small Companies Select Fund (managed fund) for which BetaShares Capital Limited is the responsible entity. As a result, there was an inadvertent breach by KPMG of paragraph R510.4 of the APES 110 Code of Ethics for Professional Accountants. The KPMG Partner is not a member of the KPMG audit team. The immediate family member disposed of this interest on 9 November 2020.


KPMG



Nic Buchanan

Partner

Sydney

10 March 2021

Condensed interim statements of comprehensive income
For the half-year ended 31 December 2020

	Active Australian Hybrids Fund		Australia 200 ETF		Australian Dividend Harvester Fund		Australian Financials Sector ETF	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of comprehensive income								
Investment income								
Interest income	17	67	-	-	-	20	-	-
Dividend/distribution income	59	114	11,483	14,361	3,915	7,369	450	1,292
Net gains/(losses) on financial instruments at fair value through profit or loss	17,658	(1,743)	98,236	2,585	3,038	(12,254)	4,005	(1,434)
Income on convertible instruments	10,761	8,461	-	-	-	-	-	-
Other operating income	38	64	-	1	-	-	-	-
Total net investment income/(loss)	28,533	6,963	109,719	16,947	6,953	(4,865)	4,455	(142)
Expenses								
Management fees	1,893	1,190	306	243	414	540	50	87
Expense recoveries	425	267	-	-	134	170	-	-
Transaction costs	70	115	4	9	3	5	-	-
Other operating expenses	52	59	4	4	23	3	2	2
Total operating expenses	2,440	1,631	314	256	574	718	52	89
Profit/(loss) for the half-year	26,093	5,332	109,405	16,691	6,379	(5,583)	4,403	(231)
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the half-year	26,093	5,332	109,405	16,691	6,379	(5,583)	4,403	(231)

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

Condensed interim statements of comprehensive income
For the half-year ended 31 December 2020
(continued)

	Australian Resources Sector ETF		Australian Small Companies Select Fund		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of comprehensive income								
Investment income								
Interest income	-	-	1	4	-	-	-	-
Dividend/distribution income	1,564	680	517	550	7,171	6,441	1,688	2,392
Net gains/(losses) on financial instruments at fair value through profit or loss	8,517	1,737	8,788	313	38,683	6,357	16,231	6,742
Other operating income	-	-	-	-	-	-	-	2
Total net investment income/(loss)	10,081	2,417	9,306	867	45,854	12,798	17,919	9,136
Expenses								
Management fees	123	77	66	54	1,302	717	134	137
Expense recoveries	-	-	14	12	334	184	33	34
Transaction costs	1	-	1	1	38	2	3	5
Other operating expenses	3	3	9	8	7	7	10	13
Total operating expenses	127	80	90	75	1,681	910	180	189
Profit/(loss) for the half-year	9,954	2,337	9,216	792	44,173	11,888	17,739	8,947
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the half-year	9,954	2,337	9,216	792	44,173	11,888	17,739	8,947

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

Condensed interim statements of comprehensive income
For the half-year ended 31 December 2020
(continued)

	FTSE RAFI Australia 200 ETF		Managed Risk Australian Share Fund		S&P/ASX Australian Technology ETF ¹	
	31 December 2020 \$'000	31 December 2019 \$'000	31 December 2020 \$'000	31 December 2019 \$'000	31 December 2020 \$'000	31 December 2019 \$'000
Condensed interim statements of comprehensive income						
Investment income						
Interest income	-	-	-	3	-	-
Dividend/distribution income	4,363	6,265	637	955	381	-
Net gains/(losses) on financial instruments at fair value through profit or loss	32,828	(3,013)	2,639	(574)	32,243	-
Other operating income	-	-	-	-	-	-
Total net investment income/(loss)	37,191	3,252	3,276	384	32,624	-
Expenses						
Management fees	395	411	91	94	212	-
Expense recoveries	132	137	23	24	56	-
Transaction costs	1	2	1	2	3	-
Other operating expenses	6	11	18	4	2	-
Total operating expenses	534	561	133	124	273	-
Profit/(loss) for the half-year	36,657	2,691	3,143	260	32,351	-
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the half-year	36,657	2,691	3,143	260	32,351	-

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

¹ There was no comparative for BetaShares S&P/ASX Australian Technology ETF. The Fund commenced trading on 4 March 2020.

Condensed interim statements of financial position		Active Australian Hybrids Fund		Australia 200 ETF		Australian Dividend Harvester Fund		Australian Financials Sector ETF	
		31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets									
	Cash and cash equivalents	22,513	25,731	2,116	1,167	5,189	10,116	312	-
	Financial assets at fair value through profit or loss	942,911	701,814	1,106,216	795,799	125,801	119,637	39,359	35,486
	Due from brokers - receivable for securities sold	162	-	2,937	-	-	-	176	-
	Other receivables	1,712	3,598	1,619	19,949	870	1,140	1,016	55
	Total assets	967,298	731,143	1,112,888	816,915	131,860	130,893	40,863	35,541
Liabilities									
	Financial liabilities at fair value through profit or loss	-	-	-	-	-	1,836	-	-
	Due to brokers - payable for securities purchased	1,556	8,453	136	17,917	-	-	1,013	-
	Distributions payable	2,110	1,782	6,265	4,623	781	422	468	21
	Other payables	596	383	243	141	109	110	13	11
	Total liabilities (excluding net assets attributable to unitholders)	4,262	10,618	6,644	22,681	890	2,368	1,494	32
	Net assets attributable to unitholders - equity	963,036	720,525	1,106,244	794,234	130,970	128,525	39,369	35,509

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

Condensed interim statements of financial position		Australian Resources Sector ETF		Australian Small Companies Select Fund		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
		31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets									
	Cash and cash equivalents	61	30	1,186	1,411	567	1,411	266	317
	Financial assets at fair value through profit or loss	77,098	63,853	49,109	33,356	805,252	531,250	164,210	117,544
	Due from brokers - receivable for securities sold	1,394	-	-	-	2,570	-	942	-
	Other receivables	6	12	367	245	2,575	5,035	400	384
	Total assets	78,559	63,895	50,662	35,012	810,964	537,696	165,818	118,245
Liabilities									
	Financial liabilities at fair value through profit or loss	-	-	-	-	-	-	-	-
	Due to brokers - payable for securities purchased	47	-	83	45	158	3,746	47	38
	Distributions payable	1,389	847	452	419	5,047	8,798	1,494	1,657
	Other payables	25	17	17	13	365	244	41	30
	Total liabilities (excluding net assets attributable to unitholders)	1,461	864	552	477	5,570	12,788	1,582	1,725
	Net assets attributable to unitholders - equity	77,098	63,031	50,110	34,535	805,394	524,908	164,236	116,520

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

	Notes	FTSE RAFI Australia 200 ETF		Managed Risk Australian Share Fund		S&P/ASX Australian Technology ETF	
		31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of financial position							
Assets							
Cash and cash equivalents		1,481	316	2,024	3,568	62	27
Financial assets at fair value through profit or loss	5	311,898	248,769	37,633	42,266	172,387	43,916
Due from brokers - receivable for securities sold		2,366	-	-	-	-	-
Other receivables		24,769	7,562	60	122	16	1,295
Total assets		340,514	256,647	39,717	45,956	172,465	45,238
Liabilities							
Financial liabilities at fair value through profit or loss	5	-	-	-	657	-	-
Due to brokers - payable for securities purchased		24,438	6,980	6	4	-	1,290
Distributions payable	4	4,001	2,555	549	508	-	690
Other payables		111	94	18	21	76	16
Total liabilities (excluding net assets attributable to unitholders)		28,550	9,629	573	1,190	76	1,996
Net assets attributable to unitholders - equity	3	311,964	247,018	39,144	44,766	172,389	43,242

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

Condensed interim statements of changes in equity
For the half-year ended 31 December 2020

	Notes	Active Australian Hybrids Fund		Australia 200 ETF		Australian Dividend Harvester Fund		Australian Financials Sector ETF	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of changes in equity									
Total equity at the beginning of the half-year	3	720,525	362,695	794,234	510,948	128,525	159,843	35,509	72,848
Comprehensive income for the half-year									
Profit/(loss) for the half-year		26,093	5,332	109,405	16,691	6,379	(5,583)	4,403	(231)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the half-year		26,093	5,332	109,405	16,691	6,379	(5,583)	4,403	(231)
Transactions with unitholders									
Applications	3	227,714	299,067	316,478	477,407	2,613	13,892	14,781	10,477
Redemptions	3	(217)	-	(102,839)	(273,577)	(2,653)	-	(14,857)	(49,813)
Units issued upon reinvestment of distributions	3	329	233	823	893	360	833	1	240
Distributions to unitholders	3,4	(11,408)	(8,388)	(11,857)	(16,118)	(4,254)	(6,555)	(468)	(1,548)
Total transactions with unitholders		216,418	290,912	202,605	188,605	(3,934)	8,170	(543)	(40,644)
Total equity at the end of the half-year	3	963,036	658,939	1,106,244	716,244	130,970	162,430	39,369	31,973

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

Condensed interim statements of changes in equity
For the half-year ended 31 December 2020
(continued)

	Notes	Australian Resources Sector ETF		Australian Small Companies Select Fund		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of changes in equity									
Total equity at the beginning of the half-year	3	63,031	32,617	34,535	30,268	524,908	300,787	116,520	120,269
Comprehensive income for the half-year									
Profit/(loss) for the half-year		9,954	2,337	9,216	792	44,173	11,888	17,739	8,947
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the half-year		9,954	2,337	9,216	792	44,173	11,888	17,739	8,947
Transactions with unitholders									
Applications	3	40,691	34,778	7,551	4,452	242,718	110,733	31,368	24,323
Redemptions	3	(35,508)	-	(755)	(491)	(5,373)	-	-	-
Units issued upon reinvestment of distributions	3	319	54	15	12	4,015	81	103	144
Distributions to unitholders	3,4	(1,389)	(625)	(452)	(467)	(5,047)	(5,393)	(1,494)	(2,204)
Total transactions with unitholders		4,113	34,207	6,359	3,506	236,313	105,421	29,977	22,263
Total equity at the end of the half-year	3	77,098	69,161	50,110	34,566	805,394	418,096	164,236	151,479

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

Condensed interim statements of changes in equity
For the half-year ended 31 December 2020
(continued)

	Notes	FTSE RAFI		Managed Risk		S&P/ASX Australian	
		Australia 200 ETF		Australian Share Fund		Technology ETF ¹	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Condensed interim statements of changes in equity							
Total equity at the beginning of the half-year	3	247,018	260,842	44,766	46,225	43,242	-
Comprehensive income for the half-year							
Profit/(loss) for the half-year		36,657	2,691	3,143	260	32,351	-
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the half-year		36,657	2,691	3,143	260	32,351	-
Transactions with unitholders							
Applications	3	42,843	46,475	3,084	1,696	96,750	-
Redemptions	3	(10,710)	(16,466)	(11,309)	-	-	-
Units issued upon reinvestment of distributions	3	157	575	9	96	46	-
Distributions to unitholders	3,4	(4,001)	(6,858)	(549)	(955)	-	-
Total transactions with unitholders		28,289	23,726	(8,765)	837	96,796	-
Total equity at the end of the half-year	3	311,964	287,259	39,144	47,322	172,389	-

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

¹ There was no comparative for BetaShares S&P/ASX Australian Technology ETF. The Fund commenced trading on 4 March 2020.

Condensed interim statements of cash flows
For the half-year ended 31 December 2020

Condensed interim statements of cash flows	Active Australian Hybrids Fund		Australia 200 ETF		Australian Dividend Harvester Fund		Australian Financials Sector ETF	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities								
Proceeds from sale of financial instruments at fair value through profit or loss	148,590	74,103	130,016	295,908	224,891	295,393	15,489	50,448
Payments for purchase of financial instruments at fair value through profit or loss	(379,088)	(360,028)	(362,915)	(516,162)	(229,853)	(307,988)	(14,520)	(12,233)
Interest income received	20	60	-	-	-	24	-	-
Dividends/distributions received	59	114	11,962	15,878	4,184	8,366	503	1,591
Income on convertible instruments	10,785	8,510	-	-	-	-	-	-
Other operating income received	84	64	-	33	-	-	-	-
Management fees paid	(1,842)	(1,046)	(208)	(228)	(414)	(528)	(49)	(97)
Expense recoveries paid	(413)	(235)	-	-	(135)	(166)	-	-
Transaction costs paid	(70)	(115)	(4)	(9)	(3)	(5)	-	-
Other operating expenses paid	(64)	(27)	(4)	-	(22)	(3)	(1)	(2)
Net cash inflow/(outflow) from operating activities	(221,939)	(278,600)	(221,153)	(204,580)	(1,352)	(4,907)	1,422	39,707
Cash flows from financing activities								
Proceeds from applications by unitholders	229,595	300,615	334,333	494,287	2,613	13,892	13,767	10,477
Payments for redemptions by unitholders	(123)	-	(102,839)	(273,577)	(2,653)	-	(14,857)	(49,813)
Distributions paid	(10,751)	(7,433)	(9,392)	(13,082)	(3,535)	(9,015)	(20)	(137)
Net cash inflow/(outflow) from financing activities	218,721	293,182	222,102	207,628	(3,575)	4,877	(1,110)	(39,473)
Net increase/(decrease) in cash and cash equivalents	(3,218)	14,582	949	3,048	(4,927)	(30)	312	234
Cash and cash equivalents at the beginning of the half-year	25,731	8,249	1,167	1,633	10,116	6,567	-	297
Cash and cash equivalents at the end of the half-year	22,513	22,831	2,116	4,681	5,189	6,537	312	531
Non-cash financing activities								
Units issued upon reinvestment of distributions	329	233	823	893	360	833	1	240

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

Condensed interim statements of cash flows
For the half-year ended 31 December 2020
(continued)

Condensed interim statements of cash flows	Australian Resources Sector ETF		Australian Small Companies Select Fund		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities								
Proceeds from sale of financial instruments at fair value through profit or loss	38,638	1,701	482	1,069	100,980	33,888	13,027	10,175
Payments for purchase of financial instruments at fair value through profit or loss	(44,713)	(35,867)	(7,409)	(5,209)	(342,457)	(146,473)	(44,395)	(32,654)
Interest income received	-	-	1	4	-	-	-	-
Dividends/distributions received	1,572	680	545	540	6,193	5,963	1,673	2,374
Other operating income received	(117)	(65)	(63)	(52)	(1,231)	(667)	(127)	(130)
Management fees paid	-	-	(14)	(11)	(315)	(171)	(32)	(33)
Expense recoveries paid	(1)	-	(1)	(1)	(38)	(2)	(3)	(5)
Transaction costs paid	(3)	(3)	(8)	(8)	(2)	(7)	(8)	(12)
Other operating expenses paid	(4,624)	(33,554)	(6,467)	(3,668)	(236,870)	(107,469)	(29,865)	(20,283)
Net cash inflow/(outflow) from operating activities								
Cash flows from financing activities								
Proceeds from applications by unitholders	40,691	34,778	7,402	4,449	246,182	114,349	31,368	24,323
Payments for redemptions by unitholders	(35,508)	-	(755)	(491)	(5,373)	-	-	-
Distributions paid	(528)	(1,219)	(405)	(342)	(4,783)	(6,508)	(1,554)	(4,259)
Net cash inflow/(outflow) from financing activities	4,655	33,559	6,242	3,616	236,026	107,841	29,814	20,064
Net increase/(decrease) in cash and cash equivalents	31	5	(225)	(52)	(844)	372	(51)	(219)
Cash and cash equivalents at the beginning of the half-year	30	42	1,411	1,218	1,411	23	317	397
Cash and cash equivalents at the end of the half-year	61	47	1,186	1,166	567	395	266	178
Non-cash financing activities								
Units issued upon reinvestment of distributions	319	54	15	12	4,015	81	103	144

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

	FTSE RAFI Australia 200 ETF		Managed Risk Australian Share Fund		S&P/ASX Australian Technology ETF ¹	
	31 December 2020 \$'000	31 December 2019 \$'000	31 December 2020 \$'000	31 December 2019 \$'000	31 December 2020 \$'000	31 December 2019 \$'000
Condensed interim statements of cash flows						
Cash flows from operating activities						
Proceeds from sale of financial instruments at fair value through profit or loss	13,418	25,513	10,371	572	9,810	-
Payments for purchase of financial instruments at fair value through profit or loss	(28,627)	(52,065)	(3,752)	(2,426)	(107,327)	-
Interest income received	4,632	7,442	699	1,094	381	-
Dividends/distributions received	-	-	4	-	-	-
Other operating income received	(385)	(394)	(97)	(90)	(178)	-
Management fees paid	(129)	(131)	(25)	(23)	(46)	-
Expense recoveries paid	(1)	(2)	(1)	(2)	(3)	-
Transaction costs paid	(6)	(10)	(19)	(4)	-	-
Other operating expenses paid	(11,098)	(19,647)	7,180	(875)	(97,363)	-
Net cash inflow/(outflow) from operating activities						
Cash flows from financing activities						
Proceeds from applications by unitholders	25,371	46,556	3,084	1,696	98,042	-
Payments for redemptions by unitholders	(10,710)	(16,466)	(11,309)	-	-	-
Distributions paid	(2,398)	(9,075)	(499)	(644)	(644)	-
Net cash inflow/(outflow) from financing activities						
	12,263	21,015	(8,724)	1,052	97,398	-
Net increase/(decrease) in cash and cash equivalents						
	1,165	1,368	(1,544)	177	35	-
Cash and cash equivalents at the beginning of the half-year	316	1,114	3,568	1,824	27	-
Cash and cash equivalents at the end of the half-year						
	1,481	2,482	2,024	2,001	62	-
Non-cash financing activities						
Units issued upon reinvestment of distributions	157	575	9	96	46	-

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

¹ There was no comparative for BetaShares S&P/ASX Australian Technology ETF. The Fund commenced trading on 4 March 2020.

Contents of the notes to the condensed interim financial statements

	Page
1 General information	19
2 Summary of significant accounting policies	19
3 Net assets attributable to unitholders	21
4 Distributions to unitholders	24
5 Financial assets and liabilities at fair value through profit or loss	26
6 Fair value measurements	27
7 Related party transactions	33
8 Events occurring after the reporting period	36
9 Contingent assets and liabilities and commitments	36

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	Registered date	Commenced date	Financial reporting period
Active Australian Hybrids Fund	26 July 2016	13 November 2017	1 July 2020 to 31 December 2020
Australia 200 ETF	28 November 2017	7 May 2018	1 July 2020 to 31 December 2020
Australian Dividend Harvester Fund	16 June 2014	29 October 2014	1 July 2020 to 31 December 2020
Australian Financials Sector ETF	3 May 2010	10 December 2010	1 July 2020 to 31 December 2020
Australian Resources Sector ETF	3 May 2010	10 December 2010	1 July 2020 to 31 December 2020
Australian Small Companies Select Fund	26 July 2016	7 April 2017	1 July 2020 to 31 December 2020
Australian Sustainability Leaders ETF	11 September 2015	27 November 2017	1 July 2020 to 31 December 2020
Ex-20 Portfolio Diversifier ETF	26 July 2016	5 October 2016	1 July 2020 to 31 December 2020
FTSE RAFI Australia 200 ETF	22 February 2012	10 July 2013	1 July 2020 to 31 December 2020
Managed Risk Australian Share Fund	10 November 2014	10 November 2015	1 July 2020 to 31 December 2020
S&P/ASX Australian Technology ETF	19 August 2019	4 March 2020	1 July 2020 to 31 December 2020 (comparatives: 19 August 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 of the Responsible Entity on 10 March 2021. 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 unless otherwise stated.

(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 notes 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 2020 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.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

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 liabilities at fair value through profit or loss and net assets attributable to unitholders.

Use of estimates and judgement

Management make estimates and assumptions that affect the reported amounts in the condensed interim financial statements. These 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.

Management have taken into account the impacts of the COVID-19 pandemic on the estimates and assumptions used in the valuation and presentation of the Funds' investments and its operating environment when preparing this financial report.

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) Australian accounting standards and interpretations

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 2020.

There are no other standards that are not yet effective and that are expected to have a material impact on the Funds in the current or future half-year and on foreseeable future transactions.

(c) Rounding of amounts

The Funds are 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 financial statements. Amounts in the financial statements have been rounded off to the nearest thousand dollars, unless otherwise stated.

3 Net assets attributable to unitholders

Under AASB 132 *Financial Instrument: Presentation*, puttable financial instruments meet the definition of a financial liability to be 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.

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

	Active Australian Hybrids Fund			Australia 200 ETF		
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000
			\$'000		\$'000	\$'000
Net assets attributable to unitholders						
Opening balance	71,999	35,549	720,525	362,695	8,053	794,234
Applications	22,517	29,219	227,714	299,067	3,000	316,478
Redemptions	(22)	-	(217)	-	(1,020)	(102,839)
Units issued upon reinvestment of distributions	33	23	329	233	9	823
Distributions to unitholders	-	-	(11,408)	(8,388)	-	(11,857)
Profit/(loss) for the half-year	-	-	26,093	5,332	-	109,405
Closing balance	94,527	64,791	963,036	658,939	10,042	1,106,244

	Australian Dividend Harvester Fund			Australian Financials Sector ETF		
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000
			\$'000		\$'000	\$'000
Net assets attributable to unitholders						
Opening balance	9,778	10,090	128,525	159,843	4,095	35,509
Applications	200	900	2,613	13,892	1,600	14,781
Redemptions	(200)	-	(2,653)	-	(1,700)	(14,857)
Units issued upon reinvestment of distributions	28	53	360	833	1	1
Distributions to unitholders	-	-	(4,254)	(6,555)	-	(468)
Profit/(loss) for the half-year	-	-	6,379	(5,583)	-	4,403
Closing balance	9,806	11,043	130,970	162,430	3,996	39,369

3 Net assets attributable to unitholders (continued)

	Australian Resources Sector ETF			Australian Small Companies Select Fund		
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Units '000	Units '000	\$'000	Units '000	\$'000	\$'000
Net assets attributable to unitholders						
Opening balance	10,583	4,922	63,031	11,137	8,995	30,268
Applications	6,300	5,600	40,691	2,035	1,285	4,452
Redemptions	(5,800)	-	(35,508)	(224)	(143)	(491)
Units issued upon reinvestment of distributions	53	8	319	5	4	12
Distributions to unitholders	-	-	(1,389)	-	-	(467)
Profit/(loss) for the half-year	-	-	9,954	-	-	792
Closing balance	11,136	10,530	77,098	12,953	10,141	34,566

	Australian Sustainability Leaders ETF			Ex-20 Portfolio Diversifier ETF		
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Units '000	Units '000	\$'000	Units '000	\$'000	\$'000
Net assets attributable to unitholders						
Opening balance	30,812	17,002	524,908	7,122	6,709	120,269
Applications	13,800	6,100	242,718	1,700	1,300	24,323
Redemptions	(300)	-	(5,373)	-	-	-
Units issued upon reinvestment of distributions	236	5	4,015	6	8	144
Distributions to unitholders	-	-	(5,047)	-	-	(1,494)
Profit/(loss) for the half-year	-	-	44,173	-	-	17,739
Closing balance	44,548	23,107	805,394	8,828	8,017	151,479

4 Distributions to unitholders

The distributions for the half-year were as follows:

	Active Australian Hybrids Fund			Australia 200 ETF ²		
	31 December 2020	31 December 2019	31 December 2020	31 December 2020	31 December 2019	31 December 2019
	\$'000	\$'000	\$'000	CPU	\$'000	CPU
Distributions paid - July	1,726	1,168	-	2.79	-	-
Distributions paid - August	1,848	1,261	-	2.65	-	-
Distributions paid - September	1,844	1,344	5,592	2.61	8,782	136.83
Distributions paid - October	1,865	1,382	-	2.45	-	-
Distributions paid - November	2,015	1,455	-	2.46	-	-
Distributions payable - December	2,110	1,778	6,265	2.74	7,336	114.14
Total distributions	11,408	8,388	11,857	15.70	16,118	250.97

	Australian Dividend Harvester Fund			Australian Financials Sector ETF ³		
	31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2019	31 December 2019
	\$'000	\$'000	\$'000	CPU	\$'000	CPU
Distributions paid - July	688	1,153	-	11.18	-	-
Distributions paid - August	689	1,049	-	10.07	-	-
Distributions paid - September	696	1,070	-	10.07	-	-
Distributions paid - October	696	1,080	-	10.07	-	-
Distributions paid - November	704	1,091	-	10.07	-	-
Distributions payable - December	781	1,112	468	10.07	1,548	51.80
Total distributions	4,254	6,555	468	61.53	1,548	51.80

² BetaShares Australia 200 ETF is a quarterly distributing fund.

³ BetaShares Australian Financials Sector ETF is a half-yearly distributing fund.

4 Distributions to unitholders (continued)

		Australian Resources Sector ETF		Australian Small Companies Select Fund	
31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000
		CPU	CPU	CPU	CPU
		12.47	5.94	3.49	4.60
		625	452	467	4.60
		12.47	5.94	3.49	4.60
		625	452	467	4.60
		1,389	452	467	4.60
		1,389	452	467	4.60

Distributions payable - December
Total distributions

		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000
		CPU	CPU	CPU	CPU
		11.33	23.34	16.92	27.49
		5,393	1,494	2,204	27.49
		11.33	23.34	16.92	27.49
		5,393	1,494	2,204	27.49
		5,047	1,494	2,204	27.49
		5,047	1,494	2,204	27.49

Distributions payable - December
Total distributions

		FTSE RAFI Australia 200 ETF		Managed Risk Australian Share Fund	
31 December 2020	31 December 2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000	\$'000	\$'000
		CPU	CPU	CPU	CPU
		16.91	32.33	22.56	33.79
		6,858	549	955	33.79
		16.91	32.33	22.56	33.79
		6,858	549	955	33.79
		4,001	549	955	33.79
		4,001	549	955	33.79

Distributions payable - December
Total distributions

		S&P/ASX Australian Technology ETF	
31 December 2020	31 December 2019	31 December 2020	31 December 2019
		\$'000	\$'000
		CPU	CPU
		-	-
		-	-
		-	-
		-	-

Distributions payable - December
Total distributions

5 Financial assets and liabilities at fair value through profit or loss

	Active Australian Hybrids Fund		Australia 200 ETF		Australian Dividend Harvester Fund		Australian Financials Sector ETF	
	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
Financial assets at fair value through profit or loss								
Futures contracts	-	-	-	58	114	-	-	-
Listed securities	13,575	20,491	1,106,216	795,674	125,667	119,637	39,359	35,486
Unlisted securities	929,336	681,323	-	67	-	-	-	-
Listed & unlisted hybrid and debt securities	942,911	701,814	1,106,216	795,799	125,801	119,637	39,359	35,486
Total financial assets at fair value through profit or loss								
Financial liabilities at fair value through profit or loss								
Futures contracts	-	-	-	-	-	1,836	-	-
Total financial liabilities at fair value through profit or loss						1,836	-	-

Financial assets at fair value through profit or loss

	Australian Resources Sector ETF		Australian Small Companies Select Fund		Australian Sustainability Leaders ETF		Ex-20 Portfolio Diversifier ETF	
	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
Financial assets at fair value through profit or loss								
Futures contracts	-	-	-	-	-	9	-	5
Listed securities	77,098	63,853	49,109	33,306	805,252	530,995	164,210	117,514
Unlisted securities	-	-	-	50	-	246	-	25
Total financial assets at fair value through profit or loss	77,098	63,853	49,109	33,356	805,252	531,250	164,210	117,544

Financial assets at fair value through profit or loss

	FTSE RAFI Australia 200 ETF		Managed Risk Australian Share Fund		S&P/ASX Australian Technology ETF	
	31 December 2020	30 June 2020	31 December 2020	30 June 2020	31 December 2020	30 June 2020
Financial assets at fair value through profit or loss						
Futures contracts	-	16	32	-	-	-
Listed securities	311,898	248,706	37,601	42,262	172,387	43,916
Unlisted securities	-	47	-	4	-	-
Total financial assets at fair value through profit or loss	311,898	248,769	37,633	42,266	172,387	43,916

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss						
Futures contracts	-	-	-	657	-	-
Total financial liabilities at fair value through profit or loss	-	-	-	657	-	-

6 Fair value measurements

AASB 13 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 financial 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 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 and liabilities 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 recent 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.

6 Fair value measurements (continued)

Fair value estimation (continued)

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

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.

Index futures are measured by the quoted market prices, or binding dealer price quotations on the exchange where they are listed or held.

(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:

	Active Australian Hybrids Fund							
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets at fair value through profit or loss:								
Listed securities	13,575	-	-	13,575	20,491	-	-	20,491
Listed & unlisted hybrid and debt securities	929,336	-	-	929,336	666,561	14,762	-	681,323
Total	942,911	-	-	942,911	687,052	14,762	-	701,814

	Australia 200 ETF							
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets at fair value through profit or loss:								
Futures contracts	-	-	-	-	58	-	-	58
Listed securities	1,106,216	-	-	1,106,216	795,674	-	-	795,674
Unlisted securities	-	-	-	-	67	-	-	67
Total	1,106,216	-	-	1,106,216	795,799	-	-	795,799

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements (continued)

	Australian Dividend Harvester Fund						
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
	31 December 2020 \$'000	31 December 2020 \$'000	31 December 2020 \$'000	31 December 2020 \$'000	30 June 2020 \$'000	30 June 2020 \$'000	30 June 2020 \$'000
Financial assets							
Financial assets at fair value through profit or loss:							
Futures contracts	114	-	-	114	-	-	-
Listed securities	125,687	-	-	125,687	119,637	-	-
Total	125,801	-	-	125,801	119,637	-	119,637
Financial liabilities							
Financial liabilities at fair value through profit or loss:							
Futures contracts	-	-	-	-	1,836	-	-
Total	-	-	-	-	1,836	-	1,836

Australian Financials Sector ETF

	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020 \$'000	30 June 2020 \$'000						
	Financial assets							
Financial assets at fair value through profit or loss:								
Listed securities	39,359	-	-	39,359	35,486	-	-	35,486
Total	39,359	-	-	39,359	35,486	-	-	35,486

Australian Resources Sector ETF

	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020 \$'000	30 June 2020 \$'000						
	Financial assets							
Financial assets at fair value through profit or loss:								
Listed securities	77,098	-	-	77,098	63,853	-	-	63,853
Total	77,098	-	-	77,098	63,853	-	-	63,853

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements (continued)

Australian Small Companies Select Fund								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss:								
Listed securities	49,109	-	-	49,109	33,306	-	-	33,306
Unlisted securities	-	-	-	-	50	-	-	50
Total	49,109	-	-	49,109	33,356	-	-	33,356

Financial assets

Financial assets at fair value through profit or loss:

Listed securities
Unlisted securities

Total

Australian Sustainability Leaders ETF								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss:								
Futures contracts	-	-	-	-	9	-	-	9
Listed securities	805,103	-	149	805,252	530,995	-	-	530,995
Unlisted securities	-	-	-	-	246	-	-	246
Total	805,103	-	149	805,252	531,250	-	-	531,250

Financial assets

Financial assets at fair value through profit or loss:

Futures contracts
Listed securities
Unlisted securities

Total

Ex-20 Portfolio Diversifier ETF								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss:								
Futures contracts	-	-	-	-	5	-	-	5
Listed securities	164,210	-	-	164,210	117,514	-	-	117,514
Unlisted securities	-	-	-	-	25	-	-	25
Total	164,210	-	-	164,210	117,544	-	-	117,544

Financial assets

Financial assets at fair value through profit or loss:

Futures contracts
Listed securities
Unlisted securities

Total

6 Fair value measurements (continued)

Fair value estimation (continued)

(iii) Recognised fair value measurements (continued)

FTSE RAFI Australia 200 ETF								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets at fair value through profit or loss:								
Futures contracts	-	-	-	-	16	-	-	16
Listed securities	311,879	-	19	311,898	248,687	-	19	248,706
Unlisted securities	-	-	-	-	47	-	-	47
Total	311,879	-	19	311,898	248,750	-	19	248,769

Managed Risk Australian Share Fund								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets at fair value through profit or loss:								
Futures contracts	32	-	-	32	-	-	-	-
Listed securities	37,601	-	-	37,601	42,262	-	-	42,262
Unlisted securities	-	-	-	-	4	-	-	4
Total	37,633	-	-	37,633	42,266	-	-	42,266

S&P/ASX Australian Technology ETF								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial liabilities								
Financial liabilities at fair value through profit or loss:								
Futures contracts	-	-	-	-	657	-	-	657
Total	-	-	-	-	657	-	-	657

S&P/ASX Australian Technology ETF								
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	30 June 2020	30 June 2020	30 June 2020	30 June 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets								
Financial assets at fair value through profit or loss:								
Listed securities	172,387	-	-	172,387	43,882	34	-	43,916
Total	172,387	-	-	172,387	43,882	34	-	43,916

6 Fair value measurements (continued)

Fair value estimation (continued)

(iv) *Transfers between levels*

The Funds listed below had transfers between levels during the half-year ended 31 December 2020 and year ended 30 June 2020.

	Level 1 31 December 2020 \$'000	Level 2 31 December 2020 \$'000	Level 3 31 December 2020 \$'000	Level 1 30 June 2020 \$'000	Level 2 30 June 2020 \$'000	Level 3 30 June 2020 \$'000
FTSE RAFI Australia 200 ETF						
Transfers between levels 1 and 3: Listed securities	-	-	-	(81)	-	81

Australian Sustainability Leaders ETF

Transfers between levels 1 and 3:
Listed securities

	Level 1 31 December 2020 \$'000	Level 2 31 December 2020 \$'000	Level 3 31 December 2020 \$'000	Level 1 30 June 2020 \$'000	Level 2 30 June 2020 \$'000	Level 3 30 June 2020 \$'000
Transfers between levels 1 and 3: Listed securities	(149)	-	149	-	-	-

(v) *Movement in level 3 instruments*

The following table presents the Funds that had movement in level 3 instruments for the half-year ended 31 December 2020 and 30 June 2020 by class of financial instrument:

	Listed securities		Listed securities	
	Australian Sustainability Leaders ETF		FTSE RAFI Australia 200 ETF	
	31 December 2020 \$'000	30 June 2020 \$'000	31 December 2020 \$'000	30 June 2020 \$'000
Opening balance	-	-	19	19
Purchases	29	-	-	4
Sales	-	-	-	(169)
Transfers into/(out) from level 3	152	-	-	81
Gains/(losses) recognised in profit or loss	(32)	-	-	84
Closing balance	149	-	19	19
Total gains/(losses) for the half-year included in the condensed interim statements of comprehensive income for financial assets and liabilities held at the end of the half-year	(32)	-	-	84

6 Fair value measurements (continued)

Fair value estimation (continued)

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

The carrying values of financial instruments not carried at fair values 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 unitholdings

The table below provides details in relation to the investments held by certain Funds in related parties for the relevant financial period:

Active Australian Hybrids Fund

31 December 2020

Unitholder	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
BetaShares Capital Ltd	100,000	100,000	1,019,000	0.11	-	-	13,372
Total	100,000	100,000	1,019,000	0.11	-	-	13,372
31 December 2019	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
Unitholder							
BetaShares Capital Ltd	100,000	100,000	1,022,000	0.15	-	-	15,701
Total	100,000	100,000	1,022,000	0.15	-	-	15,701

7 Related party transactions (continued)

Related party unitholdings (continued)

Active Australian Hybrids Fund

31 December 2020

Unitholder in the below fund:

BetaShares Australian High Interest Cash ETF
Total

	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
	409,000	271,073	13,575,335	0.62	121,829	259,756	59,301
Total	409,000	271,073	13,575,335	0.62	121,829	259,756	59,301

31 December 2019

Unitholder in the below fund:

BetaShares Australian High Interest Cash ETF
Total

	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
	270,406	196,494	9,848,279	0.55	226,088	300,000	113,781
Total	270,406	196,494	9,848,279	0.55	226,088	300,000	113,781

Australia 200 ETF

31 December 2020

Unitholder

AMP Capital Dynamic Markets Fund (Hedge Fund)
BetaShares Australian Dividend Harvester Fund
BetaShares Ethical Diversified Balanced ETF
(formerly known as BetaShares Diversified Balanced ETF)
BetaShares Ethical Diversified Growth ETF
(formerly known as BetaShares Diversified Growth ETF)
BetaShares Diversified All Growth ETF
(formerly known as BetaShares Diversified High Growth ETF)
Total

	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
	-	-	-	-	6,256	6,256	-
	1,143,854	1,078,506	118,811,079	10.74	930,342	995,690	1,279,381
	5,833	-	-	-	2,728	8,561	5,570
	7,890	-	-	-	3,894	11,784	8,014
	19,312	46,339	5,104,827	0.46	31,861	4,834	42,048
Total	1,176,889	1,124,845	123,915,906	11.20	975,081	1,027,125	1,335,013

7 Related party transactions (continued)

Related party unitholdings (continued)

Australia 200 ETF (continued)

31 December 2019	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
Unitholder							
BetaShares Australian Dividend Harvester Fund	1,233,646	1,289,817	145,207,598	20.07	1,116,167	1,059,996	2,759,279
BetaShares Ethical Diversified Balanced ETF (formerly known as BetaShares Diversified Balanced ETF)	-	2,494	277,917	0.04	2,494	-	2,847
BetaShares Ethical Diversified Growth ETF (formerly known as BetaShares Diversified Growth ETF)	-	7,090	790,068	0.11	7,090	-	8,092
BetaShares Diversified All Growth ETF (formerly known as BetaShares Diversified High Growth ETF)	-	8,778	978,169	0.14	8,778	-	10,019
Total	1,233,646	1,308,179	147,253,752	20.36	1,134,529	1,059,996	2,780,237

Australian Resources Sector ETF

31 December 2020

Unitholder	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
AMP Capital Dynamic Markets Fund (Hedge Fund)	56,663	-	-	-	34,126	90,789	4,535
Total	56,663	-	-	-	34,126	90,789	4,535
31 December 2019							
Unitholder							
AMP Capital Dynamic Markets Fund (Hedge Fund)	-	178,647	1,183,904	1.70	-	-	10,612
Total	-	178,647	1,183,904	1.70	-	-	10,612

7 Related party transactions (continued)

Related party unitholdings (continued)

Australian Sustainability Leaders ETF

31 December 2020

Unitholder	Number of units held opening (Units)	Number of units held closing (Units)	Fair value of investment (\$)	Interest held (%)	Number of units acquired (Units)	Number of units disposed (Units)	Distributions paid/payable by the Fund (\$)
BetaShares Ethical Diversified Balanced ETF (formerly known as BetaShares Diversified Balanced ETF)	-	40,898	739,411	0.09	40,898	-	4,634
BetaShares Ethical Diversified Growth ETF (formerly known as BetaShares Diversified Growth ETF)	-	57,300	1,035,949	0.13	57,300	-	6,493
BetaShares Ethical Diversified High Growth ETF (formerly known as BetaShares Diversified Conservative Income ETF)	-	71,477	1,292,261	0.16	72,017	540	8,099
Total	-	169,675	3,067,621	0.38	170,215	540	19,226

8 Events occurring after the reporting period

The uncertainty around COVID-19 continues to present social and economic challenges and the resulting impact on the global and domestic market remains uncertain. Since the reporting date, there have been no significant changes to the valuation of the Fund's investments as a result of COVID-19. Since the end of the reporting period, BetaShares Holdings Pty Ltd undertook a change of control transaction through an investment from TA Associates ("TA"), a leading global private equity firm. As part of the transaction, TA acquired the shares held by Mirae Asset Financial Group and other minority investors in BetaShares Holdings Pty Ltd. Since the end of reporting period Australian Financials Sector ETF's net asset value has changed by more than 10% due to changes in the fair value of investments held. The movement is a result from implementation of the investment strategy as set out in the relevant Fund's product disclosure statement. More specifically the net asset value changed by an increase of 12.78%. No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Funds disclosed in the statements of financial position as at 31 December 2020 or on the results and cash flows of the Funds for the period ended on that date.

9 Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 31 December 2020 and 30 June 2020.

Directors' declaration

BetaShares Capital Ltd presents the Directors' declaration in respect of the following funds:

BetaShares Active Australian Hybrids Fund (managed fund)
BetaShares Australia 200 ETF
BetaShares Australian Dividend Harvester Fund (managed fund)
BetaShares Australian Financials Sector ETF
BetaShares Australian Resources Sector ETF
BetaShares Australian Small Companies Select Fund (managed fund)
BetaShares Australian Sustainability Leaders ETF
BetaShares Ex-20 Portfolio Diversifier ETF
BetaShares FTSE RAFI Australia 200 ETF
BetaShares Managed Risk Australian Share Fund (managed fund)
BetaShares S&P/ASX Australian Technology ETF

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

(a) the condensed interim financial statements and notes set out on pages 6 to 36 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 positions as at 31 December 2020 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.



Alex Vynokur
Director

Sydney
10 March 2021



Independent Auditor's Review Report

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 2020 and of its 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 2020.
- 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.

The **Interim Period** is the 6 months ended on 31 December 2020.

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

- BetaShares Active Australian Hybrids Fund (managed fund)
- BetaShares Australia 200 ETF
- BetaShares Australian Dividend Harvester Fund (managed fund)
- BetaShares Australian Financials Sector ETF
- BetaShares Australian Resources Sector ETF
- BetaShares Australian Small Companies Select Fund (managed fund)
- BetaShares Australian Sustainability Leaders ETF
- BetaShares Ex-20 Portfolio Diversifier ETF
- BetaShares FTSE RAFI Australia 200 ETF
- BetaShares Managed Risk Australian Share Fund (managed fund)
- BetaShares S&P/ASX Australian Technology ETF



Basis of Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Schemes in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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*
- for such internal control as the Directors determine is necessary to enable the preparation of the Condensed Interim Financial Reports that give a true and fair view and 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. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Condensed Interim Financial Reports do not comply with the *Corporations Act 2001* including giving a true and fair view of the Scheme's financial position as at 31 December 2020 and its 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*.

A review of a Condensed Interim Financial Reports 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.


KPMG



Nicholas Buchanan
Partner
Sydney
10 March 2021