

UBS IQ Morningstar Australia Dividend Yield ETF

September 2019

Fund description

The ETF aims to replicate the performance of the Morningstar® Australia Dividend Yield Focus Index™, before fees and expenses, by physically holding all the shares within the underlying Index.

Fund details

Currency	AUD
Launch date	14 January 2014
Total Fund NAV	\$11.4 m
Typical number of holdings	25
Management costs (p.a.)	0.30%
Distribution frequency	Quarterly

Trading information

ASX code	DIV
ISIN	AU000000DIV6
Intra-day NAV code	YDIV
ETF Bloomberg ticker	DIV AU
ETF IRESS ticker	DIV.AXW
Trading hours	10am – 4.10pm
Market maker	Susquehanna Pacific Pty Ltd

Top ten fund holdings (%)

Wesfarmers	10.0
Woolworths	7.6
Transurban	7.2
Aurizon Holdings	5.3
APA	5.1
Tabcorp	4.9
Sydney Airport	4.8
IOOF	4.7
Sonic Healthcare	4.7
ASX	4.7

As at 30 September 2019

Investment performance

As at 30 September 2019

Fund	1 month %	3 months %	6 months %	1 year % pa	2 years % pa	3 years % pa	Since inception* % pa
Total return (net of fee)	1.10	5.67	14.75	16.20	12.14	10.37	7.18
Total return (gross of fee)	1.12	5.75	14.92	16.55	12.48	10.71	7.66
Benchmark**	1.12	5.82	15.04	16.77	12.56	10.78	7.73

* Inception date: 14 January 2014.

** Morningstar® Australia Dividend Yield Focus Index™; prior to 1 February 2016 the benchmark was UBS Research Preferred Dividend Index (Total Return).

Performance data has been prepared in accordance with 2018 GIPS standards. The performance figures quoted are historical, calculated using end of month prices, and do not allow for the effects of income tax or inflation. Total returns assume the reinvestment of all distributions. Performance can be volatile and future returns can vary from past returns.

Key benefits

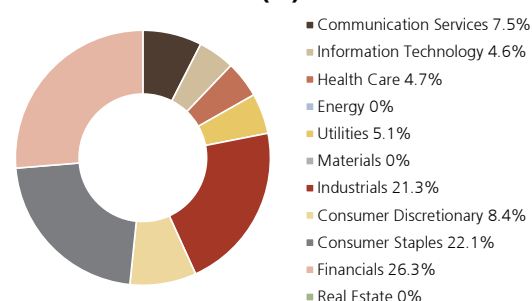
The ETF can be used by a variety of investors including institutions, SMSF and retail investors who are looking to gain access to a diversified portfolio of good quality Australian equities. Benefits of the Fund include:

- **Access to Morningstar market research:** The underlying Index of the Fund is constructed by reference to Morningstar equity research team.
- **Income:** Receive all dividends and franking credits from the underlying shares.
- **Diversification:** Access a diversified portfolio of Australian Shares in one ASX transaction.
- **Low Cost:** ETFs are generally cheaper than traditional managed funds.
- **Transparency:** View the Funds underlying portfolio of shares and the Fund price daily.
- **Ease of access:** Trade units in the Fund as simply as trading any other ASX listed share.

Index details

Index name	Morningstar® Australia Dividend Yield Focus Index™
Typical number of holdings	25
Reweighting frequency	Semi Annual
Index ticker (Bloomberg)	MSDIADFA Index

Fund sector allocation (%)



As at 30 September 2019

Note: May not equal 100% due to rounding

Index Description

The Morningstar® Australia Dividend Yield Focus Index™, provides exposure to high-quality Australian-domiciled companies with strong financial health and an ability to sustain above-average dividend payouts.

The index consists of 25 stocks screened for their dividend yield. The Index is weighted according to the dividends paid by each company that are available to investors. Consequently, the available dividend dollar value is the product of the security's shares outstanding, free float factor, and annual indicated dividend per share.

The index is reconstituted and rebalanced semi-annually. At the time of rebalancing and reconstitution, the largest weight in the index will not exceed 10% and the sum of the constituent weights that are each greater than 5% will not exceed 50%.

UBS Exchange Traded Funds

UBS Asset Management has a long-term track record of providing index-based investment solutions to clients. The first UBS ETF was launched in Europe in 2001. Since then UBS has launched over 288 ETFs globally, with funds under management in excess of AUD 77 billion at 30 June 2019. The UBS Australian ETF platform was established in 2012.

UBS ETFs are managed by an experienced asset manager, UBS Asset Management, with a long-term commitment to passive management (managing passive assets for 30 years).

UBS Asset Management

UBS Asset Management (UBS) is a large scale asset manager with well diversified businesses across regions, capabilities and distribution channels, with invested assets of AUD 1,184 billion globally at 30 June 2019. In Australia, UBS was established in 1985 and has invested assets of AUD 49 billion at 30 June 2019. UBS provides investment management solutions to private clients, financial intermediaries and institutional investors across the world.

UBS Asset Management is present in 23 countries through local office or joint venture.

Registry and administration

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Morningstar Australasia

Morningstar, Inc. is a leading provider of independent investment research in Australia, North America, Europe, and Asia. The company offers an extensive line of products and services for individual investors, financial advisors, asset managers, retirement plan providers and sponsors, and institutional investors in the private capital markets.

Morningstar is the largest provider of independent equity research globally with 100 equity analysts. In Australia Morningstar has a team of about 20 full time equity analysts that produce high quality equity research.

Morningstar's analysts apply a consistent, rigorous, and proven global methodology which focuses on long-term fundamental valuation, competitive advantages (economic moats), risk, financial health, and stewardship. Local analysts exchange insights with global sector teams in the United States, Europe and Asia resulting in an enriched product and ensuring global consistency. Site visits and frequent interaction with company management and other industry participants foster deeper analytical insight.

Morningstar provides data and research insights on a wide range of investment offerings, including managed investment products, publicly listed companies, private capital markets, and real-time global market data.

Morningstar also offers investment management services through its investment advisory subsidiaries, with more than \$201 billion in assets under advisement and management as at 30 June 2018. The company has operations in 27 countries.

Product information

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