

ETF Securities Weekly ETF Market Monitor



ETF Management (AUS) Limited

HIGHLIGHTS OF THE WEEK

for the week ending Friday, 3 November 2017

- Equity markets received positive news last week with tax reform moving ahead in the US and eurozone GDP surprising to the upside. The S&P/ASX 200 added 1.0%, the S&P 500 gained 0.3%, the EURO STOXX 50 gained 1.0% and the Nikkei 225 added 2.4%. iShares MSCI South Korea Capped ETF (IKO) was the top performing ETF for the week, returning 4.5%, while Australian resource sector ETFs (MVE, QRE and OZR) all returned in excess of 3.8%.
- The US dollar continued to strengthen, with the Fed signalling 0.75% of rate hikes in 2018. The Australian dollar and the Japanese yen both declined by 0.4%. Pound sterling also declined 0.4% despite the BoE's first rate rise in a decade.
- WTI crude gained 3.2%, climbing above US\$55/bbl for the first time since mid-2015. Gold pulled-back 0.3%, while Palladium continued to rally, gaining 3.0% for the week.
- The Australian ETF market saw inflows of A\$156m and outflows of just A\$4m from domestically domiciled ETFs last week. The largest inflows were into cash/ fixed income funds (AAA and PLUS) and domestic equity funds (QOZ, IOZ, MVW).

Index Name	Price/ Yield	Price Return/ Change in Yield (%) ¹				Chart of the Week
		Current	1W	1M	YTD	
S&P/ASX 200 Index	5,960	0.96%	4.53%	5.19%	14.05%	
Australian dollar/US dollar	0.7650	-0.35%	-2.37%	6.13%	-0.42%	
Australian dollar/euro	0.6591	-0.35%	-1.21%	-3.68%	-4.71%	
Australian dollar/Japanese yen	87.27	0.00%	-1.31%	3.62%	10.31%	
Aus 10 Year Govt Bond Yield	2.57%	-0.20%	-0.27%	-0.19%	0.27%	
S&P 500 Index	2,588	0.26%	2.10%	15.59%	23.90%	
EURO STOXX 50 Index	3,690	1.03%	2.34%	12.14%	24.10%	
Nikkei 225 Index	22,539	2.41%	9.34%	17.92%	31.54%	
Euro/US dollar	1.16	0.00%	-1.16%	10.37%	4.53%	
US dollar/Japanese yen	114.07	0.35%	1.08%	-2.47%	10.77%	
US 10 Year Treasury Yield	2.33%	-0.07%	0.01%	-0.11%	0.52%	
Gold (US\$/troy ounce)	1,270	-0.27%	-0.14%	10.67%	-2.52%	
Silver (US\$/troy ounce)	16.84	-0.14%	1.24%	5.75%	-8.27%	
Platinum (US\$/ounce)	921	0.49%	1.01%	2.01%	-7.52%	
Palladium (US\$/ounce)	1,001	3.03%	8.83%	47.02%	61.75%	
WTI Crude (US\$/bbl)	55.64	3.23%	10.35%	3.57%	24.59%	
Iron Ore (US\$/metric tonne)	59.88	-0.33%	-3.50%	-2.08%	-8.52%	

EXCHANGE TRADED FUNDS PERFORMANCE MONITOR

Top 5 ETFs by 1 Week Total Return (%) ²		Bottom 5 ETFs by 1 Week Total Return (%) ²	
iShares MSCI South Korea Capped ETF (IKO)	4.50%	Aurora Dividend Income Trust (AOD) ³	-2.52%
VanEck Vectors Australian Resources ETF (MVR)	4.03%	BetaShares Australian Equities Strong Bear (BBOZ)	-2.27%
BetaShares S&P/ASX 200 Resources Sector ETF (QRE)	3.89%	iShares Core S&P SmallCap 600 (IJR)	-1.53%
SPDR S&P/ASX 200 Resources Fund (OZR)	3.86%	BetaShares Global Gold Miners ETF (Hedged) (MNRS)	-1.10%
BetaShares Crude Oil Index ETF - Ccy Hedged (OOO)	3.25%	BetaShares Australian Equities Bear (BEAR)	-0.93%
Top 5 ETFs by Year-To-Date Total Return (%) ²		Bottom 5 ETFs by Year-To-Date Total Return (%) ²	
UBS IQ MSCI Asia APREX 50 Ethical ETF (UBP)	39.09%	BetaShares US Equities Strong Bear HF - Hedged (BBUS)	-31.00%
ETFS Physical Palladium (ETPMPD)	38.76%	BetaShares Australian Equities Strong Bear (BBOZ)	-15.96%
BetaShares Geared US Equity Fund - Ccy Hedged (GGUS)	35.04%	BetaShares Strong US Dollar Hedge Fund (YANK)	-15.54%
iShares MSCI South Korea Capped ETF (IKO)	34.37%	BetaShares Agricultural ETF - Ccy Hedged (QAG)	-9.70%
iShares Asia 50 ETF (IAA)	32.42%	BetaShares Australian Dividend Harvester Fund (HVST)	-7.64%
Top 5 ETFs by 12 Month Total Return (%) ²		Bottom 5 ETFs by 12 Month Total Return (%) ²	
BetaShares Geared US Equity Fund - Ccy Hedged (GGUS)	58.65%	BetaShares US Equities Strong Bear HF - Hedged (BBUS)	-43.37%
ETFS Physical Palladium (ETPMPD)	58.57%	BetaShares Australian Equities Strong Bear (BBOZ)	-32.94%
UBS IQ MSCI Asia APREX 50 Ethical ETF (UBP)	42.68%	BetaShares Global Gold Miners ETF (Hedged) (MNRS)	-15.74%
BetaShares Geared Australian Equity Fund (GEAR)	41.85%	BetaShares Australian Equities Bear (BEAR)	-15.14%
iShares MSCI South Korea Capped ETF (IKO)	40.22%	BetaShares Agricultural ETF - Ccy Hedged (QAG)	-13.17%

EXCHANGE TRADED FUNDS FLOW MONITOR

Top 5 ETFs by 1 Week In-Flows (A\$m) ⁴		Top 5 ETFs by 1 Week Out-Flows (A\$m) ⁴	
BetaShares Australian High Interest Cash ETF (AAA)	52.1	BetaShares Aust Top 20 Eq Yield Maximiser Fund (YMAX)	-2.7
VanEck Vectors Australian Corporate Bond Plus ETF (PLUS)	16.7	BetaShares Crude Oil Index ETF - Ccy Hedged (OOO)	-1.2
BetaShares FTSE RAFI Australia 200 ETF (QOZ)	16.2	K2 Australian Small Cap Fund (KSM)	-0.3
iShares S&P/ASX 200 ETF (IOZ)	10.9	K2 Global Equities Fund (KII)	0.0
VanEck Vectors Australian Equal Weight ETF (MVW)	10.9		n/a

ETF SECURITIES PRODUCT MONITOR

ETF Name (ASX Code)	NAV	Total Return (%) ²							MER ³ (%)	
		Current	1W	1M	6M	YTD	1Y	2Y		3Y
ETFS Global Core Infrastructure ETF (CORE)	52.75	0.20%	4.05%	n/a	n/a	n/a	n/a	n/a	n/a	0.45
ETFS EURO STOXX 50 ETF (ESTX)	66.06	1.42%	3.55%	8.52%	19.77%	33.80%	n/a	n/a	n/a	0.35
ETFS ROBO Global Robotics and Automation ETF (ROBO)	55.99	1.56%	6.57%	n/a	n/a	n/a	n/a	n/a	n/a	0.69
ETFS Morningstar Global Technology ETF (TECH)	60.92	0.57%	8.27%	17.01%	n/a	n/a	n/a	n/a	n/a	0.45
ETFS S&P/ASX 100 ETF (ZOZI)	10.63	0.91%	4.26%	2.66%	8.29%	18.69%	10.81%	n/a	n/a	0.24
ETFS S&P/ASX 300 High Yield Plus ETF (ZYAU)	11.52	0.56%	3.78%	8.33%	12.96%	23.10%	15.98%	n/a	n/a	0.35
ETFS S&P 500 High Yield Low Volatility ETF (ZYUS)	12.60	0.23%	3.55%	3.16%	2.57%	17.10%	11.10%	n/a	n/a	0.35
ETFS Physical US Dollar ETF (ZUSD)	10.00	0.06%	2.36%	-2.28%	-5.11%	0.61%	-3.28%	n/a	n/a	0.30
ETFS Physical Renminbi ETF (ZCNH)	9.30	0.26%	2.74%	1.06%	-0.87%	2.17%	-5.65%	n/a	n/a	0.30
ETFS Physical Gold (GOLD)	156.90	0.10%	1.95%	-1.39%	3.15%	-2.59%	2.42%	6.85%	n/a	0.40
ETFS Physical Singapore Gold (ZGOL)	16.51	0.64%	2.64%	-1.05%	3.80%	-1.36%	2.40%	n/a	n/a	0.40
ETFS Physical Palladium (ETPMPD)	124.56	2.41%	11.82%	20.80%	38.76%	58.57%	19.75%	11.72%	n/a	0.49
ETFS Physical Platinum (ETPMPPT)	115.42	0.59%	3.96%	-1.58%	-4.17%	-6.57%	-5.59%	-5.91%	n/a	0.49
ETFS Physical Precious Metal Basket (ETPMPBM)	126.08	1.02%	4.61%	2.30%	6.95%	4.29%	4.17%	6.03%	n/a	0.44
ETFS Physical Silver (ETPMPAG)	21.39	2.23%	5.19%	-1.39%	-0.82%	-5.53%	1.54%	5.85%	n/a	0.49

Source: Bloomberg. Data as at 3 November 2017.



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¹ For Price series, return is calculated as Price(period end)/Price(period start)-1. For Yield series, return is calculated as Yield(period end) - Yield(period start).

² Total Return (%) is calculated on a NAV-to-NAV basis with distributions re-invested on the ex-date. For cross-listed funds, published NAVs from the main listing are converted to AUD at prevailing spot rates. For ETFs that

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

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

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

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