



An actively managed global portfolio of capital securities

VanEck Bentham Global Capital Securities Active ETF (Managed Fund) (ASX: GCAP) provides investors access to an actively managed, globally diversified portfolio of capital securities.

Capital securities consist broadly of Tier 2 and Additional Tier 1 capital securities and include but are not limited to contingent convertible bonds (CoCos), preferred and convertible preference shares, hybrid securities, and subordinated notes.

GCAP aims to deliver performance in excess of the RBA Cash Rate plus 3% p.a. over the long term.*



Global income

GCAP offers an opportunity for investors to diversify their income away from Australian exposures by harnessing a deep and sizeable global universe of capital securities.



Actively managed by leading global credit specialists

The Fund is professionally managed by Bentham Asset Management, a leading and award-winning global credit specialist with a proven track record and strong pedigree of investing.



High conviction portfolio

A portfolio of securities selected on both top down and bottom up analysis. Focused on securities offering the most attractive value on a global basis.



Monthly income

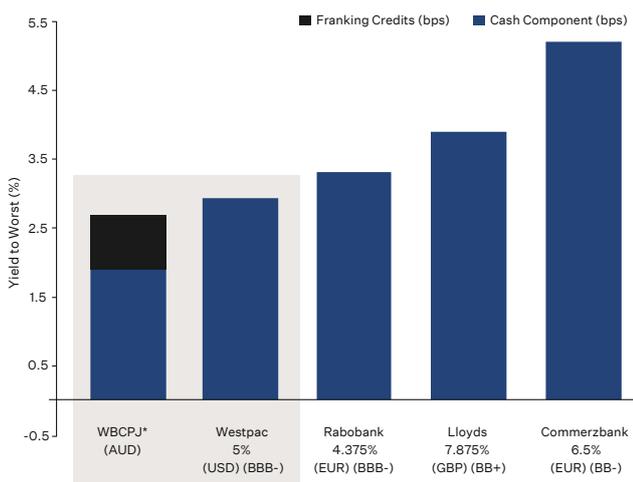
GCAP pays regular income.

Key risks: An investment in GCAP carries risks associated with subordination in the capital structure, derivatives, bond markets generally, interest rate movements, currency hedging, below Investment Grade securities, country and issuer concentration, liquidity, and issuer default. See the PDS for details. No member of the VanEck group of companies guarantees the repayment of capital, the payment of income, performance, or any particular rate of return from any fund.

Relative value investing to generate income

Bentham has a long track record of generating income from global credit markets using an active approach resourced with high quality analytical and portfolio systems.

One example of the yield 'pick-up' GCAP can access in offshore markets are "Additional Tier 1 Contingent Convertible Securities" or "CoCos". These are similar to Australian bank hybrids but may carry additional credit risk. The below demonstrates the yield to worst for securities with a similar time to their first call date.



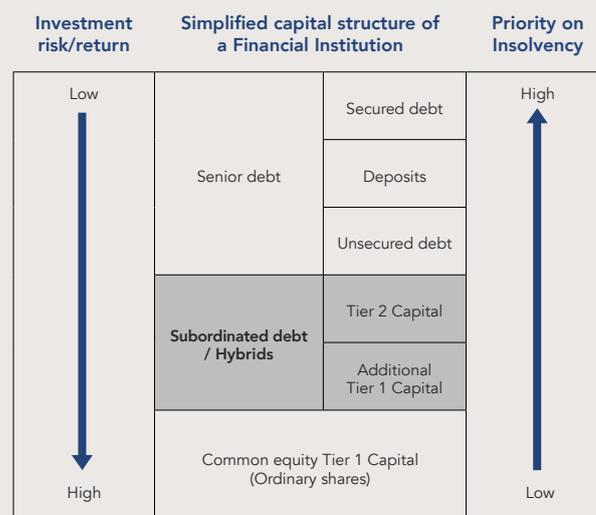
* Fully franked, Floating Rate instrument, 3m BBSW + 340 basis points.

Source: Bentham, Bloomberg, 1st July 2021. Yield to Worst = Credit Spread to call (fully franked for WBCPJ, others are unfranked) + 3m BBSW. The yields shown do not consider the differing risk profiles for each asset class. Income received will be different from the yield represented. Yield is calculated as 3m BBSW + Credit Spread to call/maturity. Ratings noted above are S&P ratings. The yield to worst (YTW) a measure of the lowest possible yield that can be received assuming the security does not default. YTW does not account for fees or taxes. YTW is not a forecast, and is not a guarantee of, the future return of the fund which will vary from time to time.

Subordinated debt ranking in capital structure

The following chart provides a simplified example of the capital structure in a financial institution to illustrate how different securities issued by the company rank in priority of payment on insolvency of the company.

Priority is given to depositors and senior debt. Subordinated debt ranks after senior debt, but before equity. So subordinated debt is less risky than equity, as on insolvency shareholders are paid last, if at all. The shaded area below represents the primary focus for GCAP.



Global credit specialists

Bentham Asset Management is an award-winning specialist fixed interest and credit investment manager with a long performance record and supportive researcher ratings.

Investment objective

GCAP provides investors access to the opportunity for attractive income generation via an actively managed globally diversified capital securities strategy. The Fund aims to earn an after fee return in excess of the RBA Cash Rate + 3% per annum over the long term.

ASX code	Commencement date	Management cost	Benchmark	Dividend frequency
GCAP	5 August 2021	0.59% p.a. + 15.5% of the fund's performance above the benchmark	RBA + 3% p.a. (performance hurdle)	Monthly

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No member of the VanEck group of companies guarantees the repayment of capital, the payment of income, performance, or any particular rate of return from any fund.