

VanEck®

# VanEck Australian Subordinated Debt ETF

SUBD invests in a portfolio of subordinated bonds with the aim of providing investment returns, before fees and other costs, that track the performance of the Index.

## SUBD

### Benefits

#### Investment grade subordinated bonds

Access a portfolio of regulatory Tier 2 Capital investment grade credit quality subordinated floating rate bonds that rank ahead of Additional Tier 1 Capital bonds such as listed hybrids.

#### Potential to protect against rising rates

Subordinated bonds pay coupons (interest) that vary with short-term interest rates and interest rates are reset periodically resulting in reduced duration (interest rate risk).

#### Yield premium

Subordinated bonds offer a higher yield, commensurate with risk.

### Performance

	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Year (% p.a.)	5 Year (% p.a.)	Since Inception (% p.a.)
Price return	-0.14	0.12	0.55	0.37	0.90	0.06	0.15
Income return	0.87	1.32	2.67	5.61	5.79	4.44	3.97
<b>Total return</b>	<b>0.73</b>	<b>1.44</b>	<b>3.22</b>	<b>5.98</b>	<b>6.69</b>	<b>4.50</b>	<b>4.12</b>
SUBD index	0.75	1.51	3.37	6.31	6.98	4.81	4.43

The table above shows past performance of the ETF from 28 October 2019 and of the Index from 30 June 2016. Results are calculated to the last business day of the month and assume immediate reinvestment of distributions. ETF results are net of management fees and costs, but before brokerage fees or bid/ask spreads incurred when investors buy/sell on the ASX. Returns for periods longer than one year are annualised. Past performance is not a reliable indicator of current or future performance which may be lower or higher.

### Key risks

An investment in our Australian Subordinated Debt ETF carries risks associated with: subordinated debt, bond markets generally, interest rate movements, issuer default, credit ratings, fund operations, liquidity and tracking an index. See the VanEck Australian Subordinated Debt ETF PDS and TMD for more details.

### Fund Details

#### ASX code

SUBD

#### Bloomberg code

IBXXAIS1

#### IRESS code

SUBD.AXW

#### Index

iBoxx AUD Investment Grade Subordinated Debt Mid Price Index

#### Inception date

28 October 2019

#### Net Assets

\$3.4B

#### Management fee\*

0.29% p.a.

#### Dividend frequency

Monthly

### Fundamentals

#### Number of Holdings

36

#### Running yield

5.35%

#### Yield to worst

5.37%

#### Average maturity (years)

8.32

#### Modified duration (years)

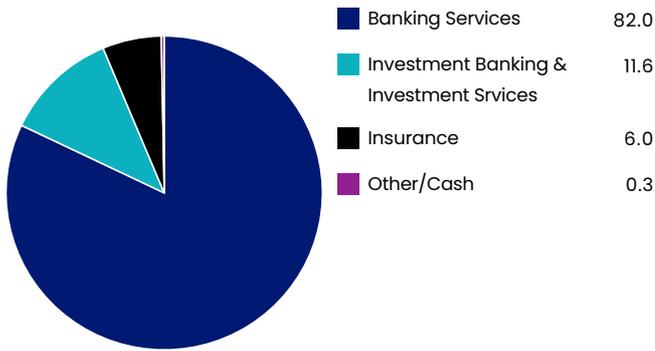
0.14

#### Credit rating<sup>#</sup>

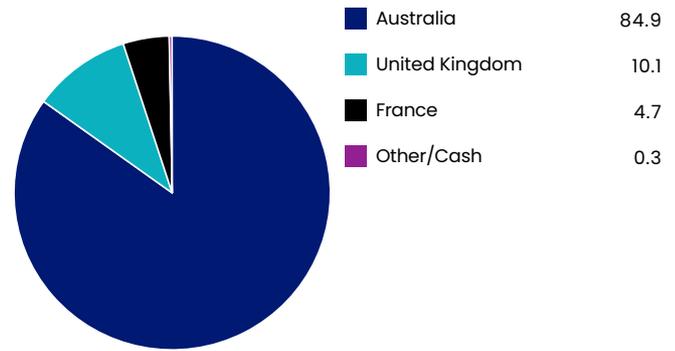
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\*Other fees and costs apply. Please see the PDS for more details.

## Sector weightings (%)



## Country weightings (%)



## Top ten fund holdings

	Maturity	Weight (%)
<b>COMMONWEALTH BANK OF AUSTRALIA</b>	20-Aug-31	6.2
<b>AUSTRALIA &amp; NEW ZEALAND BANKING GROUP L</b>	16-Jan-34	6.1
<b>AUSTRALIA &amp; NEW ZEALAND BANKING GROUP L</b>	15-Jan-35	5.4
<b>NATIONAL AUSTRALIA BANK LTD</b>	14-Nov-35	5.1
<b>WESTPAC BANKING CORP</b>	23-Jun-33	4.6
<b>COMMONWEALTH BANK OF AUSTRALIA</b>	12-Sep-35	4.5
<b>WESTPAC BANKING CORP</b>	10-Jul-34	4.3
<b>AUSTRALIA &amp; NEW ZEALAND BANKING GROUP L</b>	16-May-33	4.3
<b>NATIONAL AUSTRALIA BANK LTD</b>	18-Nov-31	4.0
<b>NATIONAL AUSTRALIA BANK LTD</b>	09-Feb-34	3.8

## About VanEck

For more than 70 years VanEck has delivered strategies for investors that provide unequalled access to markets, sectors and investment ideas. VanEck is one of the world's largest issuers of ETFs, managing in excess of US\$100 billion globally for individual and institutional investors. In Australia, VanEck is a pioneer of smart beta strategies and has more than 40 funds on ASX.

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Source: VanEck, FactSet.

# Credit rating is the weighted average of each constituent's credit rating - please see the website for details.

Securities listed are not recommendations to buy or sell.

All figures are in Australian dollars unless stated otherwise.

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