

Global X Cuts Management Fees Across Its Fixed Income ETFs

SYDNEY, October 7, 2022 - Leading ETF provider Global X ETFs Australia (formerly ETF Securities) has reduced the management fees of its two US fixed income funds, to provide investors with more cost-effective access to the US fixed income market.

Effective, Monday 10 October 2022, the management fee for Global X US Treasury Bond ETF (Currency Hedged) (ASX Code: USTB) has been lowered from 0.3% to 0.2% and the management fee for Global X USD High Yield Bond ETF (Currency Hedged) (ASX Code: USHY) has been lowered from 0.55% to 0.4%.

Global X ETFs Australia chief executive, Evan Metcalf, says the fee reductions are part of a wider review of the products in Global X's fund range to ensure they are best in class and provide clients with the most efficient way of accessing different areas of the investment landscape.

"We are determined to offer our clients cost-efficient access to tactical and strategic solutions. We understand fixed income markets globally are difficult given the toll inflation and coordinated central banks rate action is taking on markets and the broader economy. But we see opportunities," Metcalf says.

Global X US Treasury Bond ETF (Currency Hedged) tracks the iBoxx \$ Treasuries Total Return Index, hedged into Australian dollars. The market for US government debt is the deepest and most liquid of any type of financial instrument, with more than US\$23 trillion of outstanding Treasuries.

"Despite the scale of this market, Australian retail investors had no access to a pure play investment in US Treasuries until the Global X ETF was launched in July Metcalf says.

Meanwhile, the Global X USD High Yield Bond ETF (Currency Hedged) tracks the Solactive USD High Yield Corporates Total Market Index, hedged into Australia dollars and provides access to the attractive yields on offer in the sub-investment grade segment of the global bond market.

"As the Reserve Bank of Australia slows its rate increases, there have been calls that inflation may be nearing or at its peak, creating opportunities to start allocating back to fixed income. At the same time, the US Fed is maintaining its hawkish stance on rate increases and is steadfast on curbing inflation. We see this presenting potential market dislocations which our investors can leverage."

Last month ETF Securities rebranded to Global X ETFs, creating the preeminent leader in thematic, commodity, digital asset and income ETFs in the Australian market. The rebrand follows Mirae Asset and Global X's acquisition of ETF Securities Australia in June 2022.

Global X ETFs Australia has since been communicating with clients and international counterparts as it considers how best to capitalise on Mirae Asset and Global X's expertise and resources in bringing intelligent, innovative solutions to the local market.

Ends

About Global X ETFs Australia

Global X ETFs Australia – formally known as ETF Securities Australia – is a global ETF provider with a growing range of cost-effective and innovation-led products. For more than a decade, our mission has been empowering investors with unexplored and intelligent solutions. Our global product lineup features over 90 ETF strategies and over US\$42 billion in assets under management.¹ While we are distinguished for our Thematic Growth, Income and International Access ETFs, we also offer Core, Commodity, and Alpha funds to suit a wide range of investment objectives. Explore our ETFs, research and insights, and more at www.globalxetfs.com.au.

Global X is a member of Mirae Asset Financial Group, a global leader in financial services, with more than \$545 billion in assets under management worldwide.² Mirae Asset has an extensive global ETF platform ranging across the US, Australia, Brazil, Canada, Colombia, Europe, Hong Kong, India, Japan, Korea, and Vietnam with over \$80 billion in assets under management.³

####

For All Media Queries

Simrita Virk, Shed Connect | +61 434 531172 | simrita.virk@shedconnect.com

Natalie Jollow, Global X ETFs | + 61 492 359 616 | natalie.jollow@globalxetfs.com.au

¹ Global X, AUM as at June 2022

² Mirae Asset, AUM as at June 2022

³ Mirae Asset, AUM as at June 2022

Disclaimer

The information provided in this document is general in nature only and does not take into account your personal objectives, financial situations or needs. Before acting on any information in this document, you should consider the appropriateness of the information having regard to your objectives, financial situation or needs and consider seeking independent financial, legal, tax and other relevant advice having regard to your particular circumstances. Any investment decision should only be made after obtaining and considering the relevant PDS and TMD.
Global X Management (AUS) Limited (AFSL Number 466778)