



Global X Australia ex Financials & Resources ETF



Diversify Australian equity holdings with a strategic allocation tool.

Core

FUND DETAILS

ASX Code	OZXX
Bloomberg Code	OZXX AU EQUITY
IRESS Code	OZXX.AXW
Benchmark	Solactive Australia Ex Financials Materials and Energy Capped Index
Mgt. Fee (% p.a.)*	0.25
Rebalance Frequency	Quarterly
Distribution Frequency	Quarterly
W-8 BEN Form Required	No

* Calculated on the Net Asset Value (NAV) of the Fund. All fees and costs are inclusive of GST. Refer to the PDS for a complete list of fees and costs.

KEY FEATURES



Strategic Diversification

Minimise overallocation to financials (including REITs), materials and energy stocks with strategic sector diversification.



Core Portfolio Tool

A core portfolio building block which works to complement and complete a portfolio.



Enhance Growth Potential

Gain exposure to mid and smaller cap companies to incorporate a potential growth tilt to a portfolio.

INTRODUCING OZXX

OZXX aims to deliver portfolio diversification by investing in Australia's top 100 companies, excluding those in the financial (including REITs), basic material and energy sectors. OZXX seeks to provide investment results that correspond generally to the price and yield, before fees and expenses, of the Solactive Australia Ex Financials Materials and Energy Capped Index.

DID YOU KNOW?

- According to Morgan Stanley, Australian retail investors own roughly 48% of the big four's float (Commonwealth Bank, NAB, Westpac and ANZ) as of late-2022.^[1]
- Almost half of the market capitalisation of the S&P/ASX 200 is from the financials and materials sectors.

HOW TO COMPLETE & DIVERSIFY A PORTFOLIO

Many Australians already hold banks, miners and energy companies in their portfolio – with trading data suggesting they are some of the most popular stocks with direct investors. For these Australians, buying ETFs that track broad share market indexes like the S&P/ASX 200 or 300 means that they are over allocated to the same stocks or sectors. OZXX was designed to give Australians that already own banking, mining and energy shares an easy way to “buy the rest” of the Australian share market, without the overlap. The aim is to provide investors with a portfolio completion tool that can complement investors' existing holdings.

Additionally, OZXX can also be used as an alternative way to play the Australian share market. Due to their size, the financials and materials sectors together take up more than 50% of the weight of the S&P/ASX 200. Yet these sectors are mostly composed of the big banks and miners, which are mature businesses. A portfolio that removes these companies can be expected to tilt instead towards less mature and potentially higher growth stocks in other sectors.

WHICH SECTORS ARE INCLUDED?

After removing financials (including REITs), materials and energy sectors, OZXX creates a concentrated focus on other parts of the market which include:

- Healthcare
- Utilities
- Consumer Staples
- Consumer Discretionary
- Information Technology
- Communication Services



HOW TO USE OZXX IN A PORTFOLIO

- As a strategic diversification tool to help avoid over allocation with existing individual stocks with blue-chip holdings including the big four banks, major miners and energy companies.
- To access a broader range of companies and sectors such as consumer staples, consumer discretionary, healthcare and information technology in an accessible and cost-effective vehicle.

HOW OZXX WORKS

The Solactive Australia ex Financials Materials and Energy Capped Index aims to track securities from the all-cap segment of the Australian stock market excluding financial, basic materials and energy sectors. The index is rebalanced quarterly according to the following rules:

- Only securities listed on the ASX are eligible for inclusion.
- Based on the Factset RBICS classification system finance (incl. REITS), energy and basic materials are removed.
- Weightings are assigned according to market capitalisation, with the maximum weight of an individual stock capped at 10%.
- The total number of holdings is capped at 100.

CONSIDERATIONS FOR INVESTING IN OZXX

- The value of your investment may go down as well as up. Past performance does not predict future returns. Investor capital may be at risk up to a total loss.
- OZXX is exposed to market movements in a single country (Australia) which may be affected by political or economic developments, government action or natural events that do not affect a fund investing in broader markets.

For more information on Global X Australia ex Financials & Resources ETF (ASX Code: OZXX), please speak to Global X ETFs.

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[1] (Market Index, 2023) <https://www.marketindex.com.au/news/what-percentage-of-retail-investors-hold-australias-big-4-banks>

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Information current as at 31 January 2024.