



TECH

Global X Morningstar Global Technology ETF



Invest in quality and undervalued global technology companies using Morningstar's expertise.

Thematic Growth – Disruptive Technology

FUND DETAILS

ASX Code	TECH
Bloomberg Code	TECH AU Equity
IRESS Code	TECH.AXW
Benchmark	Morningstar® Developed Markets Technology Moat Focus Index SM
Mgt. Fee (% p.a.)*	0.45
Rebalance Frequency	Quarterly
Distribution Frequency	Semi-Annually
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



High Growth Potential

Every day, 2.5 quintillion bytes of data & 2.5 billion strands of information are created by our online activities, from cloudbased gaming to e-commerce and beyond¹.



Structural Tailwinds

The realm of internet-enabled devices continues to expand to new categories, allowing manufacturers to monitor and service products via software upgrades



Unconstrained Approach

Technology spans multiple segments, and the most innovative companies include both household names and newcomers from around the world.

INTRODUCING TECH

TECH invests in global technology companies identified as possessing a strong competitive advantage relative to their peers, across areas like software, semi conductors, data processing, computer equipment and databases. TECH aims to track, before fees and expenses, the Morningstar® Developed Markets Technology Moat Focus IndexSM.

DID YOU KNOW?

- Technology only represents 4% of the ASX² compared to 22% of the MSCI World Index³.
- Morningstar define the Information Technology sector as those companies that generate their revenue primarily from hardware, software and semiconductors.

THE MORNINGSTAR ECONOMIC MOAT RATING

Morningstar identify five sources of competitive advantage for companies:

- **Intangible assets:** Licenses, brand identity and intellectual property
- **Network effect:** Value of the good or service increases with use.
- **Switching costs:** Obstacles to prevent customers moving to another product or competitor.
- **Cost advantage:** Production at a lower cost to customers.
- **Efficient scale:** Where costs per unit of production are minimized assisting in overall profitability.

Using these helps to classify whether the company has a 'wide' moat (sustainable excess profit for 10 to 20 years), a 'narrow' moat (excess profit over 10 years) or no moat. Only companies with a wide or narrow moat are eligible for inclusion in the Morningstar® Developed Markets Technology Moat Focus IndexSM.

HOW TECH WORKS

TECH holds between 25 and 50 companies as included in the Morningstar® Developed Markets Technology Moat Focus Index .

Morningstar's proprietary Moat methodology selects companies identified as having strong long-term competitive advantages relative to its peers.

Companies are also selected on the basis of how attractively they are priced relative to their fair value, as determined by Morningstar's equity analysts.

Companies are equally weighted across two sub-portfolios of 25 companies. Each sub-portfolio is rebalanced each alternate quarter.



TECHNOLOGY

1

Software

- IT Services
- Software application
- Software infrastructure

2

Hardware

- Communication equipment
- Computer hardware
- Consumer electronics
- Electronics components
- Electronics & computer distribution
- Scientific & technical instruments

3

Semiconductors

- Semiconductor equipment & materials
- Semiconductors
- Solar

HOW TO USE TECH IN A PORTFOLIO

- As a core exposure to the global technology sector.
- As a tool for expressing long-term strategic or short-term tactical views on the technology sector.
- To offer diversification from the Australian market.

For more information on the Global X Morningstar Global Technology ETF (ASX Clode: TECH), please speak to Global X ETFs.

Client Services

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[1] (Exploding Topics, 2023) <https://explodingtopics.com/blog/big-data-stats>

[2] (MarketIndex, 2023), <https://www.marketindex.com.au/asx-sectors>

[3] (MSCI, 2024) <https://www.msci.com/documents/10199/178e6643-6ae6-47b9-82be-e1fc565ededb>

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