

The screening process considers a company's exposure to a range of industries/activities deemed inconsistent with responsible investment considerations. The percentage of the company's revenue derived from each industry/activity is assessed against

## The following exposure limit guidelines are applied to the Betashares New Zealand Sustainability Leaders Fund portfolio:

Industry / Activity	Maximum exposure limit/threshold (% of total revenue)
<b>Fossil Fuels – Direct</b> Companies which have fossil fuel reserves, fossil fuel infrastructure, or are involved in the mining, extraction, or burning of fossil fuels	0%
<b>Fossil Fuels – Indirect</b> Companies which provide products, services or finance which is specific to and significant for the fossil fuel industry, except where more than 50% of company revenue is derived from renewable energy, resource efficiency, environmental solutions or energy efficiency products and services	5% for products and services Exclude the largest global financiers of fossil fuels and financiers of significant fossil fuel infrastructure
<b>Gambling</b> Casinos, manufacture or distribution of gaming products	0% for casinos, manufacture of gaming products, and poker machine operations 5% for distribution of gambling products
<b>Tobacco*</b> Production of tobacco or sale of tobacco products (including e-cigarettes, vapes and other tobacco-based products)	0% for production or manufacture 5% for sale of tobacco products
<b>Uranium and Nuclear Energy*</b> Uranium mining, nuclear energy and products and services to nuclear energy	0% for uranium mining and nuclear energy 5% for products and services to nuclear energy
<b>Armaments and Militarism*</b> Manufacture of armaments and weapons, or specific and significant services to military and armaments manufacture (including nuclear weapons and other controversial weapons)	0% for manufacture of armaments and weapons 5% for specific and significant services to military and armaments manufacture
<b>Destruction of Valuable Environments</b> Activities which have direct negative impact on recognised World Heritage and High Conservation areas	0%
<b>Animal Cruelty</b> Exposure to live animal export, animal testing for cosmetic purposes, factory farming, or controversial animal products (ivory, foie gras etc.)	0%
<b>Chemicals of Concern</b> Production or use of chemicals of concern recognised by UN Environmental Program, Producers of contentious agricultural chemicals	0%
<b>Alcohol</b> Production or sale of alcohol	5% for production 20% for sale of alcohol
<b>Junk Foods</b> Production or sale of junk foods	33%
<b>Pornography</b> Companies which produce or sell pornography	0% for production of pornography 5% for distribution of pornography
<b>Human and Labour Rights</b> Evidence of human rights violations including child labour, forced labour, sweatshops, bribery, and corruption	n/a
<b>Board Diversity</b> No women on board of directors	n/a
<b>Payday Lending</b> Lending practices that impose unfair or abusive terms on a borrower	0%

\*Refer to [Betashares Responsible Investment Policy](#), Appendix C.

There are risks associated with an investment in the Fund including market risk and non-traditional index methodology risk. An investment in the Fund should only be made after considering your particular circumstances, including your tolerance for risk. For more information on risks and other features of the Fund, please see the SIPO, PDS and OMI available at [www.betashares.com.au](http://www.betashares.com.au).

Issued by Betashares Capital NZ Limited (NZBN 9429050650392; FSP 1003610) (Betashares). Betashares is the manager of the Betashares Investment Funds Scheme. This information is not intended to be advice, investors should therefore consider the appropriateness of this information and seek their own advice. Before making any investment, investors should read the Product Disclosure Statement and Quarterly Fund Update (when available) at [www.betashares.co.nz](http://www.betashares.co.nz). Past performance is not an indicator of future performance. The value of the units may go down as well as up.