

BT Institutional International Sustainability Share Fund

Fact Sheet
August 2011



About the Fund

The BT Institutional International Sustainability Share Fund invests directly or indirectly in securities listed on stock exchanges included in the DJSI, or expected to be included within three months of listing. This index represents companies that have met certain environmental, social and economic criteria (often referred to as the 'triple bottom line'). Adopting the best of sector approach to screened investments, the DJSI consists of more than 200 companies that represent the top 10% of the leading sustainability companies in 64 industry groups in the countries covered by the broader Dow Jones Global Index.

Fund objective

The Fund aims to provide a return (before fees and expenses) in line with the Dow Jones Sustainability World Index (ex Australia) (DJSI) with net dividends reinvested, as measured in Australian dollars unhedged over the medium term (3+ years).

Investment Team

The Fund is passively managed by State Street Global Advisors, Australia, Ltd (SSgA), which has a long track record in indexed international shares management. SSgA is a wholly owned subsidiary of State Street Corporation which can trace its heritage to 1792. SSgA was established in 1978 to provide innovative, quantitatively driven investment management services to institutional investors. SSgA has been managing portfolios for Australian and New Zealand clients since 1986, with total funds under management of \$79.3 billion as at the end of October 2007. SSgA's international equities strategy provides investors with a broad well-diversified portfolio of international shares. Clients' funds are invested across a diversified range of companies in all major sharemarkets.



CERTIFIED BY RIAA

BT Investment Management Limited ABN 17 126 390 627, AFSL 316455, has been certified by RIAA according to the strict disclosure practices required under the Responsible Investment Certification Program. The Certification Symbol signifies that an investment product or service takes environmental, social, ethical or governance considerations into account along with financial returns. See www.responsibleinvestment.org for details.

Performance

(%)	Total Returns		Benchmark Return
	(post-fee)	(pre-fee)	
1 month	-6.15	-6.08	-6.16
3 months	-12.32	-12.12	-12.28
FYDT	-10.82	-10.68	-10.84
6 months	-14.46	-14.07	-14.34
1 year (pa)	-8.73	-7.89	-8.36
2 years (pa)	-7.67	-6.83	-7.16
3 years (pa)	-10.04	-9.21	-9.78
5 years (pa)	-8.39	-7.54	-7.57

Please note we have made some historic revisions to our pre-fee returns. Until April 2008, returns included a 'gross up' for fees that did not cover all fees deducted from the fund. The historic pre-fee returns have been increased to reflect the correct fee 'gross up'. The magnitude of the increase is around 0.3%-0.4% p.a.

Top 10 holdings (as at 31 August 2011)

Nestle S.A.	2.8%
International Business Machines Corp.	2.8%
Johnson & Johnson	2.4%
General Electric Co.	2.3%
Novartis Ag	2.1%
Hsbc Holdings Plc	2.1%
Coca-Cola Co.	2.0%
Vodafone Group Plc	1.8%
Roche Holding Ag	1.6%
Intel Corp.	1.5%

Other information

Fund size (as at 31 Aug 2011)	\$68 million
Date of inception	January 2001
Minimum investment	\$500,000
Buy-sell spread	0.40% ¹
Distribution frequency	Annual
APIR code	WFS0244AU

¹ The buy-sell spread represents transaction costs incurred whenever you invest or withdraw funds, and may vary from time to time without notice.

Fees

Management fee	0.50% pa*
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* You should refer to the latest Information Memorandum for full details of fees and other costs you may be charged.

Market review

In Global Equities, numbers across the board were weak, with the Dow Jones Sustainability World Index (ex Australia) returning -6.16% in AUD terms. The S&P500 Index dropped by 5.7%, the UK's FTSE100 was down 7.2% while the European bourses were hit the hardest with the German DAX index down a huge 19.2%. France was down 11.3% and Italy lost 15.6%.

There were several key themes and events that dominated markets over the period and despite it being the local reporting season, attention was firmly focused on events in the United States and Europe.

Firstly, at the beginning of the period, the ratings agency Standard and Poor's downgraded the US sovereign debt rating from AAA to AA+. While this historically may have been unthinkable, there has been so much focus on the levels of US debt, particularly after all the political wrangling over the US debt ceiling, that the downgrade falls merely in the 'surprising' rather than 'shocking' category. While many people had anticipated this occurring at some point, not many had anticipated it so soon after the politicians finally worked out a deal to extend the debt ceiling. Investors however looked through this news and in fact US treasuries continued to prove themselves as safe-haven assets, rallying off the back of some very weak economic data and a worsening European situation.

It was these two factors, rather than the US debt issue, that persistently dragged stocks lower. There was a shift to the view that the amount of deleveraging that has to occur in the developed world may well prove to be a structural and longer term headwind to growth. This change of view was galvanised as economic data and leading indicators continued to worsen. The previous idea that the headwinds facing the US economy were largely short term appears to be overly optimistic.

In Europe, the attention shifted to Italy and Spain. The European Central Bank stepped in and started aggressively buying Spanish and Italian government bonds, which had the effect of reducing Italian yields by over 1% to around 5%, but there remains a great degree of uncertainty as to how the crisis will be stemmed as ultimately the market knows the Europeans are constrained in what fire power they can bring to the table.

Fund performance

The fund performance was -6.15% (post-fee) for the month of August. Key detractors to the absolute return were Siemens Ag, Citigroup Inc., HSBC Holdings Plc, Basf Se and Schlumberger Ltd. Key contributors to the absolute return were Pepsico Inc, Abbott Laboratories, Mcdonald'S Corp., Johnson & Johnson and Coca-Cola Co.



For more information

Please call 1800 813 886, contact your business development representative or visit www.btim.com.au

BT Investment Management (RE) Limited ABN 17 126 390 627, AFSL 316 455, is the responsible entity and issuer of units in the BT Institutional International Sustainability Share Fund. An Information Memorandum (IM) is available for the Fund and can be obtained by contacting your business development representative on 1800 813 886 or visiting www.btim.com.au. You should obtain and consider the IM before deciding whether to acquire, continue to hold or dispose of units in the Fund. This information has been prepared without taking account of your objectives, financial situation or needs. Before acting on this information, consider its appropriateness, having regard to your objectives, financial situation and needs. An investment in the Fund is not a deposit with or any other liability of the Westpac Banking Corporation (ABN 33 007 457 141) or any other Company in the Westpac Group of companies.

Performance figures are calculated in accordance with the Investment & Financial Services Association (IFSA) standards. Total returns (post-fee) are calculated: to the last day of each month using exit prices; taking into account management costs of the fund; assuming reinvestment of distributions (which may include net realised capital gains from the sale of assets of the fund). No reduction is made to the unit price (or performance) to allow for tax you may pay as an investor, other than withholding tax on foreign income (if any). Certain other fees such as Contribution fees or Withdrawal fees (if any) are not taken into account. Total returns (pre-fee) are calculated by adding back management costs to the (post-fee) returns. Past performance is not a reliable indicator of future performance.

If market movements, cash flows or changes in the nature of an investment (eg a change in credit rating) cause the Fund to exceed any of the investment ranges or limits in this document, this will be rectified by BTIM (RE) as soon as reasonably practicable after becoming aware of it. If BTIM (RE) does so, it will have no other obligations in relation to these circumstances. The procedures, investment ranges, benchmarks and limits specified in this document are accurate as at the date of its issue, and BTIM (RE) reserves the right to vary these from time to time.

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