

Vanguard®

# Vanguard® International Fixed Interest Index Fund (Hedged)

Vanguard fund profile



## At a glance

As at 30 April 2012

<b>APIR code</b>	VAN0103AU
<b>Management costs</b>	0.34% p.a.
<b>Buy spread</b>	0.15%
<b>Sell spread</b>	-0.15%
<b>Commencement</b>	27 July 1999
<b>Minimum investment (wholesale)</b>	\$500,000 (no minimums apply for platforms)
<b>Platform availability</b>	For platform availability visit <a href="http://vanguard.com.au/mastertrust">vanguard.com.au/mastertrust</a>
<b>Income distribution</b>	Quarterly

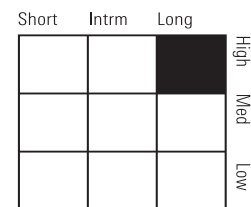
## Objective

The fund seeks to track the return (income and capital appreciation) of the Barclays Global Treasury Index hedged into Australian dollars, before fund fees and expenses.

## Strategy

The fund offers a true to label fixed interest strategy that preserves the diversification and risk characteristics of the asset class by investing in a broad range of high-grade securities. The fund's tracking error is controlled by mirroring the key interest rate risk characteristics of the index and holding regional exposures close to those of the index.

## Investment style



Source: Morningstar

## Features and benefits

<b>Diversification and risk control</b>	Invests in a broad range of high quality fixed interest securities, with exposure to the vast majority of countries in the index.
<b>Flexibility</b>	Easily switch funds and make withdrawals with no costs other than usual buy/sell spreads.
<b>Low cost</b>	Low management costs with no entry, exit or switching fees other than usual buy/sell spreads.
<b>Income and capital growth potential</b>	Steady and reliable income with quarterly distributions and potential for some capital growth.
<b>Fully hedged into Australian dollars</b>	Protects against currency fluctuations.

# Vanguard<sup>®</sup> International Fixed Interest Index Fund (Hedged)

Dated 30 April 2012

## Overview

	Fund	Benchmark
Fund size (AUD)	\$2,490.4 million	
Inception date	27 July 1999	
Management costs	0.34% p.a	
Buy/sell spread	+0.15% / -0.15%	
Yield to maturity	5.31%	
No. of issuers	29	36
No. of securities	709	1,195
Duration (years)	6.64	6.63
Benchmark <sup>5</sup>	Barclays Global Treasury Index hedged into Australian dollars	

## Performance return<sup>1,2</sup> (%)

	Fund Gross	Bmk	Fund Total	Dist	Growth
1 month	0.98	0.95	0.95	0.00	0.95
3 months	1.48	1.46	1.40	0.00	1.40
6 months	4.76	4.77	4.59	0.00	4.59
1 year	11.78	11.80	11.40	10.70	0.70
3 years (pa)	8.50	8.46	8.14	7.81	0.33
5 years (pa)	8.64	8.83	8.28	8.19	0.09
10 years (pa)	8.05	8.12	7.71	8.06	-0.35
Inception (pa)	7.80	7.88	7.46	7.00	0.46

## Year to year gross return<sup>1,2</sup> (%)

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	2.55	2.55	9.95	9.97
2011	10.74	10.77	5.70	5.71
2010	8.34	8.31	9.50	9.34
2009	3.93	3.96	10.53	11.51
2008	12.39	13.33	8.56	8.69

## Unit prices<sup>3</sup>

Net asset value	Purchase	Withdrawal
\$1.0584	\$1.0598	\$1.0584

NB: Special buy/sell spread applied

## Income distribution<sup>4</sup>

Quarter ended	Amount (CPU)	Reinvestment price
31 March 2012	nil	n/a

## Notes

1. Past performance is not an indication of future performance
2. Returns assume reinvestment of all distributions. Returns for periods longer than 1 year are annualised. Fund gross returns are before management costs and taxes, but after transaction and operational costs. Fund total return is the fund gross return less management costs. Index returns do not allow for taxes, management, transaction and operational costs.
3. Month end cumulative-distribution
4. Past distributions are not an indication of future distributions
5. Prior to 1 July 2008, the Fund's benchmark was the Citigroup World Government Bond Index (hedged into Australian dollars)

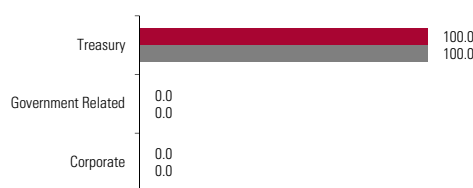
## Holdings

### Top 10 issuers

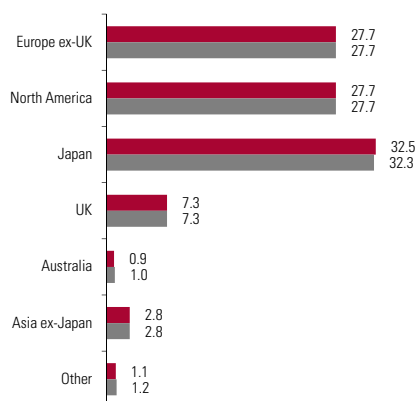
1	Japan (Government Of)
2	America (United States Of)
3	United Kingdom (Government Of)
4	France (Republic Of)
5	Italy (Republic Of)
6	Germany (Republic Of)
7	Spain (Kingdom Of)
8	Canada (Government Of)
9	Netherlands (Kingdom Of)
10	Korea (Republic Of)

The Top 10 issuers represent 91.0% of the total fund

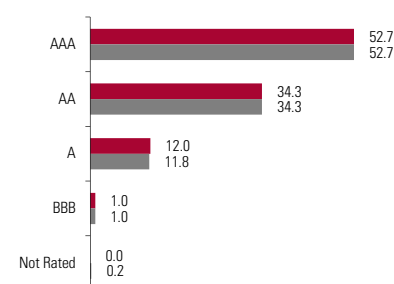
## Sector allocation (%)



## Regional allocation (%)



## Credit allocation (%)



■ Fund weight    ■ Benchmark weight

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