

# Diversified Bond

<b>Fund Name:</b>	Vanguard® Index Diversified Bond Fund
<b>APIR Code:</b>	VAN0101AU
<b>Commencement:</b>	19 January 2000
<b>Investment Objective:</b>	To match the return (income and capital appreciation) of a tailored diversified index representing a 40% allocation to Australian fixed interest and 60% allocation to international fixed interest (hedged), before taking into account fund fees and expenses.
<b>Minimum Investment:</b>	\$5,000
<b>Total Fund Size:</b>	\$163.8 Million
<b>Management Costs:</b>	0.75% pa - for that portion up to \$50,000 0.50% pa - for that portion from \$50,001 to \$100,000 0.35% pa - for that portion over \$100,000
<b>Buy/Sell Spread:</b>	Buy Spread Cost (Purchase) 0.25% Sell Spread Cost (Withdrawal) 0.25%

<b>Performance*:</b>			
	<b>Fund Gross Return (1)</b>	<b>Benchmark Return (2)</b>	<b>Difference (1 - 2)</b>
1 Month	0.91%	0.79%	0.12%
3 Months	3.69%	3.48%	0.21%
6 Months	5.31%	5.05%	0.26%
9 Months	7.36%	7.31%	0.05%
Calendar YTD	6.60%	6.40%	0.20%
Financial YTD	0.91%	0.79%	0.12%
1 Year	9.72%	9.61%	0.11%
3 Years (pa)	8.93%	8.73%	0.20%
5 Years (pa)	6.95%	6.80%	0.15%
7 Years (pa)	7.13%	7.01%	0.12%
10 Years (pa)	7.55%	7.42%	0.13%
Since Inception (pa)	7.77%	7.63%	0.14%

<b>Unit Prices (month end cum-distribution prices):</b>		
<b>Net Asset</b>	<b>Purchase</b>	<b>Withdrawal</b>
\$1.1119	\$1.1147	\$1.1091

<b>Regional Allocation**:</b>		
<b>Region</b>	<b>Fund Weight</b>	<b>Index Weight</b>
Australia	40.7%	40.8%
North America	22.5%	22.5%
Europe ex UK	18.0%	17.9%
Japan	13.6%	13.6%
United Kingdom	3.7%	3.7%
Asia ex Japan	1.3%	1.3%
Other	0.2%	0.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

<b>Modified Duration**:</b>		
<b>Region</b>	<b>Fund Duration</b>	<b>Index Duration</b>
	2.31	2.31

<b>Distribution/Growth Split:</b>		
<b>Fund Total Return (3+4)</b>	<b>Distribution Return (3)</b>	<b>Growth Return (4)</b>
0.85%	0.00%	0.85%
3.50%	1.50%	2.00%
4.92%	4.16%	0.76%
6.76%	4.94%	1.82%
6.14%	4.21%	1.93%
0.85%	0.00%	0.85%
8.91%	5.36%	3.55%
8.13%	4.87%	3.26%
6.16%	4.55%	1.61%
6.33%	5.49%	0.84%
6.75%	6.07%	0.68%
6.97%	n/a	n/a

<b>Last Income Distribution:</b>		
<b>Period</b>	<b>Cents Per Unit</b>	<b>Reinvestment Price</b>
30 June 2010	1.62	\$1.1030

Past distributions are not an indicator of future distributions.

<b>Credit Rating**:</b>		
<b>Region</b>	<b>Fund Weight</b>	<b>Index Weight</b>
AAA	58.8%	58.4%
AA	27.4%	27.5%
A	8.9%	9.2%
BBB	4.9%	4.9%
Below BBB	0.0%	0.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

<b>Sector Allocation**, ***:</b>		
<b>Region</b>	<b>Fund Weight</b>	<b>Index Weight</b>
Government	49.1%	49.3%
Government Related	23.7%	23.8%
Corporate	27.2%	26.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

\* Returns are calculated assuming reinvestment of all income distributions. Fund gross returns are before management costs and taxes, but after transaction and operational costs. Fund total returns are before taxes, after management, transaction and operational costs. Index returns do not allow for taxes, management, transaction and operational costs. Returns for periods longer than 1 year are annualised.

\*\* Weighted average allocation of underlying Funds

\*\*\* Government Related includes non-domestic government, government owned or government guaranteed entities

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