

Vanguard Managed Payout Fund

Key fund facts

Management fee	0.55% p.a.
Indirect costs	0.01% p.a.
Buy spread	0.09%
Sell spread	0.11%
Inception date	06 July 2015
Income distribution	Monthly
Total Fund size	\$31.6 million

Trading information

APIR code	VAN0070AU
Minimum investment	\$500,000

Benchmark information

Benchmark (Bmk)	Managed Payout Composite Index ^{D, E, F}
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Investment objective

Vanguard Managed Payout Fund seeks to make monthly cash distributions while having these distributions and the invested capital keep pace with inflation over the long term.

Fund overview

The Fund invests in Vanguard funds and other investments according to an asset allocation strategy designed to provide investors regular cash flow from their investments in the Fund.

The assets of the Fund are allocated across a broadly diversified selection of asset classes— including shares, bonds, cash, and selected other investments— to achieve the fund objective and reflecting the portfolio manager's expectations for risks and returns. Vanguard uses quantitative analysis and professional judgment in an attempt to combine complementary asset classes and investments across the risk/reward spectrum. The asset allocation of the Fund is reviewed periodically and may be adjusted to achieve the fund investment objective and to reflect Vanguard's expectations for risks and returns.

Performance return^{A,B,D,E} (%)

	Fund gross	Bmk	Fund total	Distb'n	Growth
1 month	1.73	2.05	1.68	0.33	1.35
3 months	3.34	3.64	3.20	1.03	2.17
6 months	-1.45	0.01	-1.72	1.96	-3.68
1 year	-0.36	1.43	-0.90	3.72	-4.62
3 years (p.a.)	6.48	7.35	5.89	3.93	1.96
5 years (p.a.)	6.78	6.85	6.19	4.42	1.77
10 years (p.a.)	N/A	N/A	N/A	N/A	N/A
Inception (p.a.)	6.43	6.55	5.84	4.41	1.43

Year to year gross return^{A,B,D,E} (%)

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	-3.74	-0.66	3.26	3.03
2020	N/A	N/A	-3.70	0.07
2019	18.79	17.78	8.90	4.61

Distributions^C

Month ended	Amount (CPU)	Reinvestment price
31 August 2020	0.3583	\$1.0761
30 June 2020	0.0000	\$1.0501
29 June 2020	0.3463	\$1.0436
31 May 2020	0.3463	\$1.0532
30 April 2020	0.3485	\$1.0307
31 March 2020	0.3442	\$0.9938
29 February 2020	0.3463	\$1.1171
31 January 2020	0.3463	\$1.1735
31 December 2019	0.3463	\$1.1517
30 November 2019	0.3463	\$1.1565
31 October 2019	0.3463	\$1.1388
30 September 2019	0.3463	\$1.1396
31 August 2019	0.3463	\$1.1282
31 July 2019	0.3463	\$1.1316
30 June 2019	0.0000	\$1.1195

Notes

- A** Past performance is not an indication of future performance.
- B** Returns assume reinvestment of all distributions. Returns for periods longer than 1 year are annualised. Fund gross returns are before management fees and taxes, but after transaction and operational costs. Fund total return is the fund gross return less management fee. Index returns do not allow for taxes, management, transaction and operational costs.
- C** Past distributions are not an indication of future distributions.
- D** Managed Payout Composite Index comprises of (weight/index): 25% S&P/ASX 300 Index, 30% MSCI World ex-Australia Index (AUD), 2% S&P/ASX 300 A-REIT Index, 3% FTSE EPRA/NAREIT Developed ex-Australia Rental Index (AUD hedged), 25% Bloomberg Barclays Global Treasury Scaled Index (AUD hedged), 10% Bloomberg AusBond Composite 0+ Yr Index, 5% Bloomberg Commodity Index (hedged to AUD).
- E** Prior to 1 April 2019, the Fund's benchmark was the Managed Payout Composite Index comprised of (weight/index): 25% S&P/ASX 300 Index, 30% MSCI World ex-Australia Index (AUD), 2% S&P/ASX 300 A-REIT Index, 3% FTSE EPRA/NAREIT Developed ex-Australia Rental Index (AUD hedged), 25% Bloomberg Barclays Global Treasury Index (AUD hedged), 10% Bloomberg AusBond Composite 0+ Yr Index, 5% Bloomberg Commodity Index (hedged to AUD).

Vanguard Managed Payout Fund

Asset allocation¹ (%)

	Fund	Target
Equity assets		
Vanguard International Shares Index Fund (Wholesale)	17.1	
Vanguard Australian Shares Index Fund (Wholesale)	15.0	
Vanguard Global Minimum Volatility Fund (Wholesale)	15.0	
Vanguard Global Value Equity Fund (Wholesale)	4.9	
Vanguard International Property Securities Index Fund (Hedged) (Wholesale)	3.0	
Vanguard Emerging Markets Shares Index Fund (Wholesale)	2.9	
Vanguard Australian Property Securities Index Fund	2.0	
Total equity	59.9	60.0
Income assets		
Vanguard International Fixed Interest Index Fund (Hedged) (Wholesale)	13.0	
Vanguard Australian Fixed Interest Index Fund (Wholesale)	8.0	
Vanguard Australian Corporate Fixed Interest Index Fund (Wholesale)	4.0	
Total income	25.0	25.0
Other assets		
Vanguard Commodities Fund (Wholesale)	7.3	
Vanguard Global Infrastructure Index Fund (Wholesale)	4.8	
Vanguard Global Infrastructure Index Fund (Hedged) (Wholesale)	3.0	
Total other	15.1	15.0
Total	100.0	100.0

Notes:

1. The target asset allocation of the Fund may change from time to time.

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