

Vanguard Active Global Growth Fund

Key fund facts	
Management fee	
Base fee	0.60% p.a.
Performance fee	+/-0.0825% p.a.
Indirect costs	0.00% p.a.
Buy spread	0.12%
Sell spread	0.12%
Inception date	03 September 2019
Income distribution	Quarterly
Wholesale class size	\$23.1 million
Total fund size	\$23.1 million
Number of holdings	103

Trading information	
APIR code	VAN0722AU
Minimum investment	\$500,000 (No minimums apply for platforms)
Platform availability	For platform availability visit vanguard.com.au/mastertrust

Benchmark information	
Benchmark (Bmk)	MSCI All Country World Index (with net dividends reinvested) in Australian dollars ^D
Number of holdings	2,994

Investment objective

Vanguard Active Global Growth Fund, managed by Baillie Gifford, seeks to provide long-term capital growth by investing primarily in equity securities of companies from around the globe that are considered to have above-average growth potential.

Fund overview

The fund invests in 70 -120 growth stocks in well-managed businesses which enjoy sustainable competitive advantages and grow their earnings at a faster rate than the market over the long term.

Based on the characteristics of each company, Baillie Gifford categorises stocks into one of four growth profiles: stalwart, rapid, cyclical and latent; in recognition that companies grow at different rates. This allows the portfolio to capture growth opportunities that other investors may overlook.

The portfolio is well-diversified, low turnover and differs greatly from the index.

Performance return^{A, B} (%)

	Fund gross	Bmk	Fund total	Distb'n	Growth
1 month	0.47	-0.15	0.42	0.00	0.42
3 months	7.70	3.87	7.54	0.00	7.54
6 months	22.40	10.08	22.04	0.18	21.86
1 year	23.16	3.93	22.42	1.16	21.26
3 years (p.a.)	N/A	N/A	N/A	N/A	N/A
5 years (p.a.)	N/A	N/A	N/A	N/A	N/A
10 years (p.a.)	N/A	N/A	N/A	N/A	N/A
Inception (p.a.)	23.17	6.43	22.43	1.08	21.35

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

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	13.83	-0.58	7.70	3.87
2020	N/A	N/A	16.15	2.95
2019	9.89	7.55	N/A	N/A

Income distribution^C

Quarter ended	Amount (CPU)	Reinvestment price
30 September 2020	0.0000	\$1.2312

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 fees. Index returns do not allow for taxes, management, transaction and operational costs.
- ^C Past distributions are not an indication of future distributions.
- ^D The Vanguard Active Global Growth Fund is actively managed and does not intend to track or replicate the performance of the benchmark. Benchmark data is for reference only.

Vanguard Active Global Growth Fund

Characteristics

	Fund	Bmk
Number of holdings	103	2,994
Median market cap	\$67.5B	\$100.3B
Price/Earnings ratio	30.1x	22.6x
Price/Book ratio	4.1x	2.4x
Return on equity ratio	14.9%	16.4%
Earnings growth rate	15.6%	12.7%
Equity yield (dividend)	0.8%	2.2%

Top 10 holdings

1. Amazon.com Inc.
2. Naspers Ltd.
3. Alibaba Group Holding Ltd.
4. Moody's Corp.
5. Alphabet Inc.
6. Mastercard Inc.
7. Microsoft Corp.
8. Shopify Inc.
9. SoftBank Group Corp.
10. Tesla Inc.

The top 10 holdings represent 24.4% of the total fund.

Sector allocation (%)

	Fund	Bmk
Consumer Discretionary	20.5	12.9
Information Technology	16.6	21.6
Financials	16.2	12.5
Communication Services	14.4	9.3
Health Care	13.8	12.6
Industrials	8.0	9.6
Materials	5.0	4.8
Consumer Staples	2.7	8.0
Energy	1.8	2.8
Real Estate	1.0	2.8

Market allocation (%)

	Fund	Bmk		Fund	Bmk
United States	47.3	58.3	Hong Kong	1.9	0.9
Japan	8.8	6.9	Taiwan	1.8	1.6
China	8.3	5.2	Netherlands	1.7	1.2
United Kingdom	3.9	3.5	Ireland	1.7	0.2
Germany	3.6	2.6	Norway	1.3	0.1
South Africa	3.1	0.4	Russia	0.9	0.4
Canada	3.0	2.7	Denmark	0.7	0.7
India	2.6	1.0	Switzerland	0.6	2.8
France	2.0	2.8	Brazil	0.6	0.6
Sweden	2.0	0.9	Other	4.2	7.2

Glossary

Median market cap is the midpoint of market capitalisation (market price multiplied by the number of shares outstanding) of the shares in the fund. Half the shares in the fund will have higher market capitalisation, half will have lower.

Price/Earnings ratio (P/E ratio) is a measure of the market value of a share compared to the earnings of the company. A share with a price of \$10, and earnings last year of \$1 a share, would have a P/E ratio of 10. For a fund, the ratio is the weighted average P/E ratio of the shares it holds. In general, a high P/E suggests that investors are expecting higher earnings growth in the future compared to companies with a lower P/E. Companies with negative earnings are excluded from the calculation.

Price/Book ratio is calculated by dividing the current market price of the share by the book value per share of the company.

Return on equity ratio is a measure of how much profit a company generates relative to its shareholders' equity. For a fund, the ratio is the weighted average return on equity ratio of the shares it holds.

Earnings growth rate is a measure of the trailing Earnings Per Share growth for a given company and share. For a fund, the rate is the weighted average earnings growth of the shares it holds.

Equity yield (dividend) is the dividend income earned by shares, expressed as a percentage of the market price of those shares. For a fund, the yield is the weighted average equity yield of the shares it holds.

For more information:

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