

**Please note:**

Effective from 1 October 2020, the management fee changed to a single tier fee of 0.29%.

**Fact sheet** | 30 September 2020

# Vanguard LifeStrategy Conservative Fund

## Key fund facts

Management fee	
- First \$50,000	0.90% p.a.
- Next \$50,000	0.60% p.a.
- Balance over \$100,000	0.29% p.a.
Buy spread	0.10%
Sell spread	0.10%
Inception date	26 October 1998
Income distribution	Half yearly
Fund size	\$57.1 million

## Trading information

APIR code	VAN0013AU
Minimum investment	\$5,000

## Benchmark information

Benchmark (Bmk)	Conservative Composite Index <sup>D,E,F</sup>
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## 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 Conservative Composite Index comprises of (weight/index): 12% S&P/ASX300 Index, 8.5% MSCI World ex-Australia Index (with net dividends reinvested) in Australian dollars, 5.5% MSCI World ex-Australian Index (with net dividends reinvested) hedged into Australian dollars, 2% MSCI World ex-Australia Small Cap Index (with net dividends reinvested) in Australian dollars, 2% MSCI Emerging Markets Index (with net dividends reinvested) in Australian dollars, 18% Bloomberg AusBond Composite 0+ Yr Index, 42% Bloomberg Barclays Global Aggregate Float-Adjusted and Scaled Index hedged into Australian dollars, 10% Bloomberg AusBond Bank Bill Index.
- E Prior to 1 April 2019, the Fund's benchmark was the Conservative Composite Index comprised of (weight/index): 12% S&P/ASX300 Index, 8.5% MSCI World ex-Australia Index (with net dividends reinvested) in Australian dollars, 5.5% MSCI World ex-Australian Index (with net dividends reinvested) hedged into Australian dollars, 2% MSCI World ex-Australia Small Cap Index (with net dividends reinvested) in Australian dollars, 2% MSCI Emerging Markets Index (with net dividends reinvested) in Australian dollars, 18% Bloomberg AusBond Composite 0+ Yr Index, 42% Bloomberg Barclays Global Aggregate Float Adjusted Index hedged into Australian dollars, 10% Bloomberg AusBond Bank Bill Index.
- F The benchmark reflects strategic asset allocation changes and underlying benchmark changes that have occurred over time.

## Investment objective

Vanguard LifeStrategy Conservative Fund seeks to track the weighted average return of the various indices of the underlying funds in which it invests, in proportion to the Strategic Asset Allocation, before taking into account fees, expenses and tax.

## Fund overview

The Fund provides low-cost access to a range of sector funds, offering broad diversification across multiple asset classes. The Conservative Fund is biased towards income assets, and is designed for investors with a low tolerance for risk. The Fund targets a 70% allocation to income asset classes and a 30% allocation to growth asset classes.

## Performance return<sup>A,B,D,E,F</sup> (%)

	Fund gross	Bmk	Fund total	Distb'n	Growth
1 month	-0.19	-0.17	-0.26	0.00	-0.26
3 months	1.46	1.47	1.23	0.00	1.23
6 months	6.60	6.64	6.13	3.35	2.78
1 year	2.37	2.72	1.45	3.86	-2.41
3 years (p.a.)	5.83	5.87	4.88	2.90	1.98
5 years (p.a.)	5.80	5.75	4.85	3.96	0.89
10 years (p.a.)	6.70	6.57	5.75	3.80	1.95
Inception (p.a.)	6.53	6.30	5.58	4.36	1.22

## Year to year gross return<sup>A,B,D,E,F</sup> (%)

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	1.79	2.13	1.46	1.47
2020	N/A	N/A	3.23	3.56
2019	12.26	12.10	8.35	8.14
2018	1.01	0.96	5.58	5.51
2017	6.42	6.21	4.24	4.03

## Income distribution<sup>C</sup>

Half year ended	Amount (CPU)	Reinvestment price
30 June 2020	4.1877	\$1.2876

# Vanguard LifeStrategy Conservative Fund

## Asset allocation<sup>1</sup> (%)

	Fund	Target	Range
<b>Growth assets</b>			
Vanguard Australian Shares Index Fund (Wholesale)	11.8	12.0	10.0 - 14.0
Vanguard International Shares Index Fund (Wholesale)	8.4	8.5	6.5 - 10.5
Vanguard International Shares Index Fund (Hedged) - AUD Class (Wholesale)	5.5	5.5	3.5 - 7.5
Vanguard Emerging Markets Shares Index Fund (Wholesale)	2.0	2.0	0.0 - 4.0
Vanguard International Small Companies Index Fund (Wholesale)	2.0	2.0	0.0 - 4.0
<b>Total growth</b>	<b>29.7</b>	<b>30.0</b>	<b>28 - 32</b>
<b>Income assets</b>			
Vanguard Global Aggregate Bond Index Fund (Hedged)	42.2	42.0	40.0 - 44.0
Vanguard Australian Fixed Interest Index Fund (Wholesale)	18.0	18.0	16.0 - 20.0
Vanguard Cash Plus Fund (Wholesale)	10.1	10.0	8.0 - 12.0
<b>Total income</b>	<b>70.3</b>	<b>70.0</b>	<b>68 - 72</b>
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

## Notes:

1. On 27 July 2017, the fund began investing in accordance with a new Strategic Asset Allocation.

## For more information:

Our telephone service is available from 8am to 6pm, Monday-Friday AEST.

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