

Vanguard Global Value Equity Fund

Key fund facts	
Management fee	0.35% p.a.
Indirect costs	0.01% p.a.
Buy spread	0.08%
Sell spread	0.08%
Inception date	08 September 2016
Income distribution	Quarterly
Wholesale class size	\$5.6 million
Total fund size	\$36.1 million
Number of holdings	1,276

Trading information	
APIR code	VAN0074AU
Minimum investment	\$500,000 (No minimums apply for platforms)

Benchmark information	
Benchmark (Bmk)	FTSE Developed All-Cap in Australian dollars Index ^D
Number of holdings	5,647

Investment objective

Vanguard Global Value Equity Fund seeks to provide long term capital appreciation through an active approach that invests in global equity securities demonstrating value characteristics.

Fund overview

In pursuit of its investment objective, Vanguard uses a proprietary quantitative model to evaluate an investment universe comprised of large, mid and small cap equity securities from developed markets across the world, which includes a diverse representation of companies, market sectors and industry groups. This investment universe is drawn primarily from equity securities included in the FTSE Developed All Cap Index and the Russell 3000 Index.

Vanguard's quantitative model implements a rules-based active approach that aims to assess the factor exposures of securities, favouring equity securities which, when compared to other securities in the investment universe, have lower prices relative to their fundamental measures of value (measures may include price-to-book, price-to-earnings ratio and price-to-operating cash flow).

Performance return^{A, B} (%)

	Fund gross	Bmk	Fund total	Distb'n	Growth
1 month	-0.65	-0.20	-0.68	0.26	-0.94
3 months	-0.65	3.66	-0.73	0.27	-1.00
6 months	7.53	10.40	7.34	0.90	6.44
1 year	-19.60	3.22	-19.88	2.93	-22.81
3 years (p.a.)	-3.18	10.26	-3.52	5.21	-8.73
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.)	2.01	11.22	1.64	5.20	-3.56

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

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	-24.09	-1.10	-0.65	3.66
2020	N/A	N/A	-17.23	3.88
2019	20.76	27.35	-1.55	10.47
2018	-6.50	0.40	15.17	15.62
2017	10.39	13.83	16.29	11.95

Income distribution^C

Quarter ended	Amount (CPU)	Reinvestment price
30 September 2020	0.2293	\$0.8633

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 Global Value Equity Fund is actively managed and does not intend to track or replicate the performance of the benchmark. Benchmark data is for reference only.

Vanguard Global Value Equity Fund

Characteristics

	Fund	Bmk
Number of holdings	1,276	5,647
Median market cap	\$9.5B	\$83.0B
Price/Earnings ratio	11.3x	22.9x
Price/Book ratio	0.8x	2.3x
Return on equity ratio	9.5%	15.4%
Earnings growth rate	7.8%	12.3%
Equity yield (dividend)	3.6%	2.1%

Top 10 holdings

1. General Motors Co.
2. HCA Healthcare Inc.
3. Goldman Sachs Group Inc.
4. Verizon Communications Inc.
5. Biogen Inc.
6. Duke Energy Corp.
7. Walgreens Boots Alliance Inc.
8. Micron Technology Inc.
9. CVS Health Corp.
10. Intel Corp.

The top 10 holdings represent 4.1% of the total fund.

Sector allocation (%)

	Fund	Bmk
Financials	28.8	11.8
Industrials	16.4	14.7
Consumer Discretionary	12.0	15.5
Utilities	7.5	3.3
Basic Materials	6.3	3.9
Health Care	5.7	13.2
Consumer Staples	5.4	6.7
Energy	5.3	2.6
Technology	5.0	20.9
Telecommunications	4.2	3.7
Real Estate	2.8	3.5
Other	0.6	0.2

Sector categories are based on the Industry Classification Benchmark system ("ICB"), except for the "Other" category (if applicable), which includes securities that have not been provided an ICB classification as of the effective reporting period. Beginning September 2020, FTSE Russell is enhancing the ICB structures to provide additional granularity from the industry through subsector levels. Please note that there may be differences in sector names and classifications as these changes are implemented across the industry through March 2021.

Market allocation (%)

	Fund	Bmk		Fund	Bmk
United States	63.9	64.2	Poland	1.1	0.1
Japan	8.3	8.3	Netherlands	1.0	1.3
United Kingdom	4.5	4.3	Sweden	1.0	1.2
Korea	3.6	1.7	Switzerland	0.9	2.9
France	3.4	2.9	Belgium	0.6	0.3
Canada	2.9	3.1	Austria	0.6	0.1
Germany	2.2	2.8	Australia	0.5	2.2
Italy	1.6	0.7	Finland	0.5	0.4
Hong Kong	1.3	1.0	Norway	0.3	0.2
Spain	1.1	0.7	Other	0.7	1.6

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:

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

For personal investors:

Call 1300 655 101

Email clientservices@vanguard.com.au

For advisers:

Call 1300 655 205

Email adviserservices@vanguard.com.au

For institutional investors:

Call 1300 655 102

Email institutional@vanguard.com.au

Vanguard Investments Australia Ltd (ABN 72 072 881 086 / AFS Licence 227263) is the product issuer. We have not taken your circumstances into account when preparing the above information so it may not be applicable to your circumstances. You should consider your circumstances and our Product Disclosure Statement (PDS) before making any investment decision. You can access our PDS on our website or by calling us. This information was prepared in good faith and we accept no liability for any errors or omissions. Unless otherwise stated, all currencies shown in this document are in Australian dollars.