

Vanguard International Shares Index Fund (Hedged) - NZD Class

Key fund facts	
Management fee	0.24% p.a.
Buy spread	0.11%
Sell spread	0.11%
Inception date	21 August 2002
Income distribution	Quarterly
Fund size (NZD)	\$12.4 million
Number of holdings	1,549

Trading information	
APIR code	VAN0066AU
Minimum investment	\$500,000 (No minimums apply for platforms)
Platform availability	For platform availability visit vanguard.com.au/mastertrust

Benchmark information	
Benchmark (Bmk)	MSCI World ex-Australia (with net dividends reinvested) hedged into NZD Index
Number of holdings	1,543

Underlying fund information	
Fund name	Vanguard International Shares Index Fund
Fund commencement date	06 June 1997
Total fund size (NZD)	\$20,859.90 million

Investment objective

Vanguard International Shares Index Fund (Hedged) - NZD Class seeks to track the return of the MSCI World ex-Australia (with net dividends reinvested) hedged into New Zealand dollars Index before taking into account fees, expenses and tax.

Fund overview

The Fund provides exposure to many of the world's largest companies listed in major developed countries. It offers low-cost access to a broadly diversified range of securities that allows investors to participate in the long-term growth potential of international economies outside Australia. The Fund is hedged to New Zealand dollars so the value of the Fund is relatively unaffected by currency fluctuations for NZ investors.

Performance return^{A, B} (%)

	Fund gross	Bmk	Fund total	Distb'n	Growth
1 month	-2.89	-2.91	-2.91	7.99	-10.90
3 months	6.67	6.63	6.60	8.77	-2.17
6 months	26.15	26.08	26.00	10.37	15.63
1 year	7.25	7.19	6.99	8.80	-1.81
3 years (p.a.)	7.64	7.44	7.38	8.06	-0.68
5 years (p.a.)	10.96	10.76	10.67	8.40	2.27
10 years (p.a.)	11.77	11.54	11.43	7.55	3.88
Inception (p.a.)	9.69	9.52	9.33	7.68	1.65

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

	Dec - Dec		June - June	
	Fund	Bmk	Fund	Bmk
YTD	-0.27	-0.31	6.67	6.63
2020	N/A	N/A	1.93	1.91
2019	27.08	26.80	6.69	6.30
2018	-6.94	-7.19	12.15	11.99
2017	20.58	20.44	21.14	20.99

Income distribution^C

Quarter ended	Amount (CPU) in NZD	Reinvestment price
30 September 2020	12.0501	\$1.3439

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.

Vanguard International Shares Index Fund (Hedged) - NZD Class

Characteristics

	Underlying fund	Bmk
Number of holdings	1,549	1,543
Median market cap	\$120.2B	\$121.0B
Price/Earnings ratio	23.9x	24.0x
Price/Book ratio	2.5x	2.5x
Return on equity ratio	16.5%	16.5%
Earnings growth rate	12.4%	12.5%
Equity yield (dividend)	2.1%	2.1%

Top 10 holdings

1. Apple Inc.
2. Microsoft Corp.
3. Amazon.com Inc.
4. Alphabet Inc.
5. Facebook Inc.
6. Johnson & Johnson
7. Nestle SA
8. Procter & Gamble Co.
9. Visa Inc.
10. NVIDIA Corp.

The top 10 holdings represent 18.3% of the total underlying fund.

Sector allocation (%)

	Underlying fund	Bmk
Information Technology	22.5	22.5
Health Care	13.8	13.8
Consumer Discretionary	12.0	11.9
Financials	11.5	11.5
Industrials	10.4	10.5
Communication Services	9.0	9.0
Consumer Staples	8.3	8.3
Materials	4.1	4.1
Utilities	3.3	3.3
Real Estate	2.7	2.7
Energy	2.4	2.4

Sector categories are based on the Global Industry Classification Standard system ("GICS"), except for the "Other" category (if applicable), which includes securities that have not been provided a GICS classification as of the effective reporting period.

Market allocation (%)

	Underlying fund		Underlying Bmk		
United States	67.9	67.9	Denmark	0.8	0.8
Japan	8.0	8.0	Spain	0.7	0.7
United Kingdom	4.1	4.1	Italy	0.7	0.7
France	3.3	3.3	Finland	0.3	0.3
Switzerland	3.2	3.2	Belgium	0.3	0.3
Canada	3.1	3.2	Singapore	0.3	0.3
Germany	3.0	3.0	Norway	0.2	0.2
Netherlands	1.4	1.4	Israel	0.2	0.2
Hong Kong	1.0	1.0	Ireland	0.2	0.2
Sweden	1.0	1.0	Other	0.3	0.2

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.

Notes:

All information is in New Zealand dollars unless otherwise stated.

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