

Vanguard All-World ex-US Shares Index ETF

Key ETF facts

Management cost	0.09% p.a.
Income distribution	Quarterly
Distribution reinvestment plan	No
ETF size	\$1,605.0 million
Number of holdings	3,474

Trading information

ASX code	VEU
ISIN	AU000000VEU9
Minimum investment	No minimum
ETF listed on ASX	12 May 2009

Benchmark information

Benchmark (Bmk)	FTSE All-World ex US Index
Number of holdings	3,392

Underlying ETF information

ETF name	Vanguard FTSE All-World ex-US ETF (NYSE Code: VEU)
ETF class size	\$34,603.52 million
ETF commencement date	02 March 2007
Total fund size	\$55,778.20 million

Investment objective

Vanguard All-World ex-US Shares Index ETF seeks to track the return of the FTSE All-World ex US Index before taking into account fees, expenses and tax.

ETF overview

The ETF provides exposure to many of the world's largest companies listed in major developed and emerging countries outside the US. It offers low-cost access to a broadly diversified range of securities, industries and economies. The ETF is exposed to the fluctuating values of foreign currencies, as there will not be any hedging of foreign currencies to the Australian dollar.

Performance return^{A,B,C} (%)

	ETF gross	Bmk	ETF total	Distb'n	Growth
1 month	1.18	0.81	1.17	0.68	0.49
3 months	2.14	2.24	2.12	0.69	1.43
6 months	6.68	5.85	6.64	1.27	5.37
1 year	-2.27	-2.56	-2.35	2.52	-4.86
3 years (p.a.)	4.66	4.61	4.57	2.96	1.61
5 years (p.a.)	6.08	6.06	5.98	3.01	2.98
10 years (p.a.)	7.59	7.51	7.46	3.30	4.16
Inception (p.a.)	7.25	7.21	7.11	3.07	4.03

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

	Dec - Dec		June - June	
	ETF	Bmk	ETF	Bmk
YTD	-6.46	-6.88	2.14	2.24
2020	N/A	N/A	-1.92	-2.41
2019	21.91	22.00	6.87	6.69
2018	-4.31	-4.59	10.98	11.37
2017	17.93	17.67	16.75	17.00

Income distribution^D

Quarter ended	Amount (CPU) in USD	Reinvestment price
30 September 2020	34.1600	N/A

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. ETF gross returns are before management costs and taxes, but after transaction and operational costs. ETF total return is the ETF gross return less management costs. Index returns do not allow for taxes, management, transaction and operational costs.
- C Returns assume that an investor purchased units at Net Asset Value (NAV) and does not reflect the transaction costs imposed on the creation and redemptions of ETF units, brokerage or the bid ask spread that investors pay to buy and sell ETF securities on the Australian Securities Exchange.
- D Past distributions are not an indication of future distributions.

Vanguard All-World ex-US Shares Index ETF

Characteristics

	ETF	Bmk
Number of holdings	3,474	3,392
Median market cap (USD)	\$32.9B	\$33.1B
Price/Earnings ratio	18.0x	18.1x
Price/Book ratio	1.6x	1.6x
Return on equity ratio	13.4%	13.4%
Earnings growth rate	9.9%	10.0%
Equity yield (dividend)	2.8%	2.8%

Top 10 holdings

1. Alibaba Group Holding Ltd.
2. Tencent Holdings Ltd.
3. Taiwan Semiconductor Manufacturing Co. Ltd.
4. Nestle SA
5. Samsung Electronics Co. Ltd.
6. Roche Holding AG
7. Novartis AG
8. SAP SE
9. Toyota Motor Corp.
10. Unilever

The top 10 holdings represent 12.4% of the total ETF.

Sector allocation (%)

	ETF	Bmk
Financials	16.4	17.2
Consumer Discretionary	15.0	15.2
Technology	13.6	13.5
Industrials	13.2	13.4
Health Care	9.2	10.5
Consumer Staples	7.1	8.2
Basic Materials	6.5	6.7
Energy	4.3	4.4
Other	4.2	0.5
Telecommunications	4.1	4.1
Utilities	3.4	3.4
Real Estate	2.9	0.0

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.

For more information:

Personal investors can transact in Vanguard ETFs through their financial adviser or stockbroker. Our telephone service is available from 8am to 6pm, Monday-Friday AEST.

For personal investors:

Call 1300 655 888
Email clientservices@vanguard.com.au

For advisers:

Call 1300 655 888
Email adviserservices@vanguard.com.au

For institutional investors:

Call 1300 655 888
Email institutional@vanguard.com.au

Market allocation (%)

	Fund	Bmk		Fund	Bmk
Japan	17.4	17.3	Netherlands	2.8	2.8
China	12.1	12.0	India	2.7	2.7
United Kingdom	8.8	8.9	Hong Kong	2.3	2.3
France	6.3	6.4	Sweden	2.1	2.2
Switzerland	6.2	6.4	Denmark	1.5	1.5
Germany	6.0	6.1	Italy	1.4	1.4
Canada	5.5	5.6	Spain	1.4	1.4
Australia	4.6	4.6	Brazil	1.3	1.4
Taiwan	3.8	3.8	South Africa	1.1	1.1
Korea	3.4	3.4	Other	9.2	8.8

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.

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