



18 March 2020

Important notice to unitholders

Important information regarding Vanguard Wholesale and Retail funds

This is to advise that there will be changes in the buy and or sell spreads in a number of Vanguard's managed funds, effective immediately.

At Vanguard, we know that costs matter. We regularly review the cost of investing as part of our commitment to continually bring you high-value, low-cost investment products.

When you apply for or redeem units in Vanguard managed funds there are transaction costs known as buy/sell spreads. The costs reflect the transaction expenses associated with the purchasing and selling of assets within the funds. Vanguard does not profit from these spreads.

The volatility in investment markets has increased dramatically following the uncertainty driven by COVID-19. This has been the case particularly in fixed income markets, where trading costs have risen significantly. In addition, funds employing currency hedging have also been impacted with an increase in foreign exchange transaction costs.

The outcome of our latest targeted review has resulted in an increase in buy/sell spreads for a number of our funds due to the rising transactions costs described above.

What are the changes and when will they happen?

The new buy/sell spreads will apply from closing unit prices on **18 March 2020 inclusive**.

Wholesale Funds – Equities	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard International Shares Index Fund (Hedged) - AUD Class	VAN0105AU	0.08	0.08	🔴 0.11	🔴 0.11
Vanguard International Shares Index Fund (Hedged) - NZD Class	VAN0066AU	0.11	0.11	🔴 0.14	🔴 0.14
Vanguard Ethically Conscious International Shares Index Fund (NZD Hedged)	VAN4013AU	0.12	0.12	🔴 0.15	🔴 0.15
Vanguard Global Infrastructure Index Fund (Hedged)	VAN0023AU	0.12	0.12	🔴 0.15	🔴 0.15
Vanguard International Small Companies Index Fund (Hedged)	VAN0022AU	0.17	0.17	🔴 0.20	🔴 0.20
Vanguard International Shares Select Exclusions Index Fund - AUD Hedged	VAN3200AU	0.12	0.12	🔴 0.15	🔴 0.15
Vanguard International Shares Select Exclusions Index Fund - NZD Hedged	VAN8287AU	0.09	0.09	🔴 0.12	🔴 0.12
Vanguard Global Minimum Volatility Fund	VAN0068AU	0.12	0.12	🔴 0.15	🔴 0.15
Vanguard Managed Payout Fund	VAN0070AU	0.08	0.08	🔴 0.09	🔴 0.19

Wholesale Funds – Fixed Income	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard Australian Corporate Fixed Interest Index Fund	VAN0065AU	0.15	0.15	0.15	🔴 1.79
Vanguard Australian Fixed Interest Index Fund	VAN0001AU	0.08	0.08	0.08	🔴 0.55
Vanguard Global Aggregate Bond Index Fund (Hedged)	VAN9309AU	0.13	0.13	0.13	🔴 0.82
Vanguard International Credit Securities Index Fund (Hedged)	VAN0106AU	0.15	0.15	0.15	🔴 1.17
Vanguard Ethically Conscious Global Aggregate Bond Index Fund (Hedged) – AUD Hedged	VAN2989AU	0.13	0.13	0.13	🔴 0.82
Vanguard Ethically Conscious Global Aggregate Bond Index Fund (Hedged) – NZD Hedged	VAN1233AU	0.13	0.13	0.13	🔴 0.82

Wholesale Diversified Funds	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard Balanced Index Fund	VAN0108AU	0.10	0.10	0.10	🔴 0.41
Vanguard Conservative Index Fund	VAN0109AU	0.10	0.10	0.10	🔴 0.47
Vanguard Diversified Bond Fund	VAN0042AU	0.12	0.12	0.12	🔴 0.74
Vanguard Growth Index Fund	VAN0110AU	0.09	0.09	0.09	🔴 0.28
Vanguard High Growth Index Fund	VAN0111AU	0.08	0.08	0.08	🔴 0.15

Retail Managed Funds	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard Index Diversified Bond Fund	VAN0101AU	0.12	0.12	0.12	🔴 0.74
Vanguard LifeStrategy® Balanced Fund	VAN0124AU	0.10	0.10	0.10	🔴 0.41
Vanguard LifeStrategy® Conservative Fund	VAN0013AU	0.10	0.10	0.10	🔴 0.47
Vanguard LifeStrategy® Growth Fund	VAN0014AU	0.09	0.09	0.09	🔴 0.28
Vanguard LifeStrategy® High Growth Fund	VAN0015AU	0.08	0.08	0.08	🔴 0.15
Vanguard Index Hedged International Shares Fund	VAN0107AU	0.08	0.08	🔴 0.11	🔴 0.11

Vanguard's current buy/sell spreads are available on our website www.vanguard.com.au

Please ensure you refer to the relevant Product Disclosure Statement when referring to any of these funds. Vanguard's current Product Disclosure Statements are available on our website.

**If you have any questions, please contact Vanguard Client Services
(8:00 am to 6:00 pm AEST/AEDT, Monday to Friday):**

SMSF & individual investors – 1300 655 101

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