



Product Profile

Vanguard International Credit Securities Index Fund (Hedged)

LAST UPDATED 30-6-2023

Key Information

APIR CODE	VAN0106AU
STATUS	OPEN
ASSET CLASS	FIXED INTEREST
SECTOR	GLOBAL FIXED INTEREST
SUB SECTOR	CREDIT - PASSIVE
PRODUCT TYPE	WHOLESALE
LEGAL TYPE	UNIT TRUST
FUND INCEPTION	FEBRUARY 2001
FUND SIZE	\$528.5M
ENTRY / EXIT PRICE (30-6-2023)	\$0.9119 / \$0.9081
MINIMUM INITIAL / ADDITIONAL INVESTMENT	\$500,000 / \$5,000
MINIMUM INVESTMENT BALANCE	\$0
DISTRIBUTION FREQUENCY	QUARTERLY
REGULAR SAVINGS PLAN	NO

investment grade governments and corporate entities. The Underlying Index is provided by Bloomberg ('the Index Provider').

What this Rating means

The 'Recommended Index' rating indicates that Lonsec has strong conviction the financial product can generate risk adjusted returns in line with relevant objectives. The financial product is considered an appropriate entry point to this asset class or strategy.

Manager Profile

The Vanguard Group Inc was established in 1975 as a mutually-owned organisation and is the world's largest mutual fund company. Vanguard continues to experience rapid asset growth and as at September 2022 had approximately \$10.4 trillion in assets under management ('AUM'). Vanguard's global AUM is skewed towards passive, with \$8.2 trillion in AUM. In terms of the asset class breakdown, Vanguard has \$7.1 trillion in equities and \$2.4 trillion in fixed income across passive and active strategies. Globally, Vanguard employs over 19,000 staff throughout offices located in the Americas, Europe and the Asia Pacific. Vanguard Investments Australia Ltd ('Vanguard Australia') was established in 1996 as a wholly-owned subsidiary of Vanguard Group Inc (US). As at September 2022, Vanguard Australia managed over \$111 billion across more than 100 managed funds and ETFs in the Australian marketplace.

PDS Objective

To track the return of the Bloomberg Global Aggregate Corporate and Government-Related Scaled Index hedged into Australian dollars before taking into account fees, expenses and tax

What is this Fund?

- Vanguard ('the Manager') has adopted a passive investment strategy in managing the Vanguard International Credit Securities Index (Hedged) Fund ('VAN0106AU' or 'the Fund'). The Fund is designed to track the performance of the Bloomberg Global Aggregate Corporate and Government-Related Scaled Index hedged into Australian dollars ('the Underlying Index') and before taking into account fees and expenses.
- The Underlying Index is a rules-based, market capitalisation weighted index consisting of high-quality, income-generating securities issued by international

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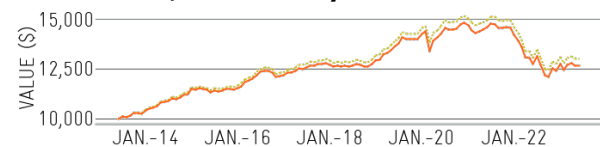


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Growth of \$10,000 over 10 years



— VANGUARD INTERNATIONAL CREDIT SECURITIES INDEX FUND (HEDGED)
 - - - - - BLOOMBERG GLOBAL AGGREGATE CORPORATE AND GOVERNMENT-RELATED SCALED INDEX (AUD HEDGED) / BLOOMBERG GLOBAL AGGREGATE CORPORATE AND GOVERNMENT-RELATED TR INDEX (AUD HEDGED) (PRIOR TO APR 2019)

Returns after fees (at 30-6-2023)

	3MTH	1 YR	3 YR	5 YR	10 YR
TOTAL RETURN	-0.42	-0.79	-3.98	0.02	2.38
INCOME RETURN	0.79	2.40	5.60	4.44	4.09
GROWTH RETURN	-1.21	-3.19	-9.58	-4.42	-1.71
LONSEC BENCHMARK	-0.33	-0.52	-3.92	0.23	2.66

BENCHMARK USED: BLOOMBERG GLOBAL AGGREGATE CORPORATE AND GOVERNMENT-RELATED SCALED INDEX (AUD HEDGED) / BLOOMBERG GLOBAL AGGREGATE CORPORATE AND GOVERNMENT-RELATED TR INDEX (AUD HEDGED) (PRIOR TO APR 2019)

Asset allocation (at 31-5-2023)

	%ACTUAL	%MIN	%MAX	%TARGET
AUSTRALIAN FIXED INTEREST	2.1	-	-	-
GLOBAL FIXED INTEREST	99.0	-	-	-
CASH	-1.2	-	-	-

Top 10 holdings (at 31-5-2023)

NAME	WEIGHT %
REPUBLIC OF KOREA 1.75% BDS 30/04/24 KRW10000	0.3
NTT FINANCE CORPORATION 0.18% BDS 19/12/25 JP	0.2
LOCAL GOVERNMENT (PRIMARY COMMUNITIES) (THE)	0.2
BBG014B72HV8 KOREA (REPUBLIC OF) 27 2.375 3/2	0.2
JPMORGAN CHASE & CO. FRN 13/03/26 USD2000	0.2
INTERNATIONAL BANK FOR RECONSTRUCT	0.1
TENNESSEE VALLEY AUTHORITY 6.75% GLBL PWR BDS	0.1
EUROPEAN UNION 2% MTN 04/10/27 EUR1	0.1
KREDITANSTALT FUR WIEDERAUFBAU 0% MTN 04/07/2	0.1
EUROPEAN UNION 0% BDS 02/06/28 EUR1000	0.1

SOURCE: FE FUNDINFO

Fees (% per annum)

MANAGEMENT FEES AND COSTS	0.32
PERFORMANCE FEE COSTS	0
NET TRANSACTION COSTS	0
NET OF BUY SPREAD / SELL SPREAD	0.2 / 0.2
ANNUAL FEES AND COSTS (PDS)	0.32

WHERE MANAGEMENT FEES & COSTS IS NULL "-" NO DATA HAS BEEN PROVIDED AND THE ANNUAL FEES & COSTS (PDS) CANNOT BE CALCULATED. REFER TO THE PDS FOR THE FEE INFORMATION.

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