



Vanguard Ethically Conscious International Shares Index ETF VESG

Key ETF facts

Management fee	0.18% p.a.
Inception date	11 September 2018
Income distribution	Quarterly
Distribution reinvestment plan	Yes
ETF size	\$95.7 million
Total fund size	\$877.5 million
Number of holdings	1,605

Trading information

ASX code	VESG
ISIN	AU0000022485
Minimum investment	No minimum
ETF listed on ASX	13 September 2018

Benchmark information

Benchmark (Bmk)	FTSE Developed ex Australia ex Non-Renewable Energy/Vice Products/Weapons (with net dividends reinvested) in AUD
Number of holdings	1,693

Investment objective

Vanguard Ethically Conscious International Shares Index ETF seeks to track the return of the FTSE Developed ex Australia ex Non-renewable Energy, Vice Products and Weapons (with net dividends reinvested) Index in Australian dollars 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 countries. It offers low-cost access to a broadly diversified range of securities that excludes companies with significant business activities involving fossil fuels, alcohol, tobacco, gambling, military weapons and civilian firearms, nuclear power and adult entertainment.

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	-4.39	-4.40	-4.40	0.00	-4.40
3 months	-0.58	-0.60	-0.63	0.36	-0.99
6 months	7.12	7.05	7.02	0.74	6.28
1 year	18.49	18.23	18.28	1.82	16.46
3 years (p.a.)	N/A	N/A	N/A	N/A	N/A
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.)	10.23	9.99	10.03	1.43	8.60

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

	Dec - Dec		June - June	
	ETF	Bmk	ETF	Bmk
YTD	0.06	0.06	10.49	10.40
2020	N/A	N/A	N/A	N/A
2019	29.40	29.11	4.42	4.16
2018	-10.89	-10.89	N/A	N/A

Income distribution^D

Quarter ended	Amount (CPU)	Reinvestment price
31 December 2019	20.7971	\$56.4222

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 fees and taxes, but after transaction and operational costs. ETF total return is the ETF gross return less management fees. 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.

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Characteristics

	ETF	Bmk
Number of holdings	1,605	1,693
Median market cap	\$107.7B	\$107.7B
Price/Earnings ratio	18.5x	18.5x
Price/Book ratio	2.3x	2.3x
Return on equity ratio	15.8%	15.8%
Earnings growth rate	11.8%	11.9%
Equity yield (dividend)	2.3%	2.3%

Top 10 holdings

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

The top 10 holdings represent 17.8% of the total ETF.

Sector allocation (%)

	ETF	Bmk
Technology	21.8	21.7
Financials	21.4	21.4
Health Care	14.6	14.7
Consumer Services	12.8	12.8
Consumer Goods	11.4	11.4
Industrials	9.6	9.6
Telecommunications	3.0	3.0
Basic Materials	2.9	2.9
Oil & Gas	1.3	1.3
Utilities	1.2	1.2

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.

Market allocation (%)

	Fund	Bmk	Fund	Bmk
United States	65.6	65.5	Sweden	1.0
Japan	8.8	8.8	Italy	0.7
United Kingdom	4.2	4.3	Spain	0.7
Switzerland	3.5	3.6	Denmark	0.7
Canada	3.3	3.3	Singapore	0.5
Germany	2.8	2.7	Finland	0.4
France	2.6	2.6	Belgium	0.2
Korea	1.7	1.7	Ireland	0.2
Netherlands	1.2	1.3	Norway	0.2
Hong Kong	1.2	1.2	Other	0.5

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:

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.

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