

Factsheet | 31 August 2017

# Vanguard EUR Eurozone Government Bond UCITS ETF

An exchange-traded fund

Key ETF facts						
	SEDOL	Exchange ticker	Reuters	Bloomberg	Bloomberg iNav	Valoren
London Stock Exchange GBP	BYM2WB6	VETY	VETY.L	VETY LN	IVETYGBP	—
SIX Swiss Exchange CHF	BD97ZY1	VETY	VETY.S	VETY SW	IVETYCHF	30358995
NYSE Euronext EUR	BD97ZR4	VETY	VETY.AS	VETY NA	IVETY	—
<b>Benchmark</b> Bloomberg Barclays Euro Aggregate: Treasury Index		<b>Index ticker</b> LEATTREU		<b>Inception date</b> 24 February 2016		<b>Tax reporting</b> UK reporting
<b>Domicile</b> Ireland		<b>Investment structure</b> UCITS		<b>Legal entity</b> Vanguard Funds plc		<b>Dividends</b> Distributed
<b>Base currency</b> EUR		<b>ISIN</b> IE00BZ163H91		<b>Investment method</b> Physical		<b>Dividend schedule</b> Monthly
<b>Investment manager</b> The Vanguard Group, Inc.		<b>Total assets</b> EUR (million) 5		<b>Countries registered</b> Austria, Belgium, Denmark, Finland, France, Germany, Italy, Luxembourg, Netherlands, Norway, Spain, Sweden, Switzerland and United Kingdom		

## Investment approach

- The Fund seeks to track the performance of the Index.
- In seeking to achieve its investment objective, the Fund aims to provide a return (comprising both income and capital appreciation) which, before application of fees and expenses, is similar to the return of the Index.
- The Fund employs a “passive management” – or indexing – investment approach, through physical acquisition of securities, designed to track the performance of the Index.
- In tracking the performance of the Index, the Fund will invest in a portfolio of fixed-rate bonds issued and/or guaranteed by the governments of euro zone member countries that so far as possible and practicable consist of a representative sample of the component securities of the Index.

## About the benchmark

- The Index is a widely recognised benchmark designed to reflect the total universe of publicly traded, fixed-coupon, euro-denominated treasury securities with maturities greater than one year and which have a minimum issue size of EUR 300 million.

## Performance summary\*

EUR—Vanguard EUR Eurozone Government Bond UCITS ETF

	Fund	Benchmark
August 2012 – 2013	—%	—%
August 2013 – 2014	—	—
August 2014 – 2015	—	—
August 2015 – 2016	—	—
August 2016 – 2017	-2.89	-2.72

## Performance

EUR—Vanguard EUR Eurozone Government Bond UCITS ETF

Benchmark—Bloomberg Barclays Euro Aggregate: Treasury Index

	Net of expenses	Gross of expenses	Benchmark
1 month	0.82%	0.83%	0.84%
3 months	0.51	0.54	0.52
Year to date	-0.03	0.05	0.08
1 year	-2.89	-2.77	-2.72
Since inception	0.41	0.53	0.52

## Key investment risks - Past performance is not a reliable indicator of future results.

The value of investments, and the income from them, may fall or rise and investors may get back less than they invested. The value of investments may fall or rise as a result of changes in exchange rates. ETF shares can be bought or sold only through a broker. Investing in ETFs entails stockbroker commission and a bid-offer spread which should be considered fully before investing.

## Ongoing charges\*

AMC/OCF*	0.12%
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\*The Ongoing Charges Figure (OCF) covers administration, audit, depository, legal, registration and regulatory expenses incurred in respect of the Funds. When you invest with any fund manager, you pay a number of charges, starting with the Annual Management Charge (AMC) which covers the fund manager's costs of managing the fund. The AMC plus ongoing running costs and other operational expenses make up the fund's total 'ongoing charges figure'.

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## An exchange-traded fund

### Characteristics

	Fund	Benchmark
Number of bonds	150	351
Effective YTM	0.55%	0.54%
Average coupon	2.9%	2.9%
Average maturity	9.3 years	9.2 years
Average quality	A+	A+
Average duration	7.4 years	7.4 years
Cash investment	-0.1%	—

### Distribution by issuer (% of fund)

	Fund
Treasury	100.0%
Total	100.0%

### Distribution by credit quality (% of fund)

	Fund
AAA	22.9%
AA	36.6
A	3.0
BBB	37.6
Less than BBB	0.0
Not Rated	-0.1
Total	100.0%

Credit-quality ratings for each issue are obtained from Barclays using ratings derived from Moody's Investors Service, Fitch Ratings, and Standard & Poor's. When ratings from all three agencies are available, the median rating is used. When ratings are available from two of the agencies, the lower rating is used. When one rating is available, that rating is used.

### Distribution by credit maturity (% of fund)

	Fund
Under 5 Years	39.3%
5 - 10 Years	28.7
Over 10 Years	32.0
Total	100.0%

### Top country diversification

	Fund
France	24.7%
Italy	23.9
Germany	17.6
Spain	13.8
Belgium	6.2
Netherlands	5.3
Austria	3.9
Ireland	2.0
Finland	1.6
Slovakia	0.5
Total	99.5%

Source: The Vanguard Group, Inc.

### Glossary for ETF attributes

The ETF attributes section on the first page contains a number of metrics that professional investors use to value individual securities against a market or index average. These metrics can also be used to value and compare funds to the market by taking the average of all the securities held in the fund and comparing them to those of the fund's benchmark index. We've provided a definition of the terms used for your convenience.

**Average coupon** is the average interest rate paid on the fixed income securities held by a fund. It is expressed as a percentage of face value.

**Average maturity** is the average length of time until fixed income securities held by a fund reach maturity and are repaid, taking into consideration the possibility that the issuer may call the bond before its maturity date. The figure reflects the proportion of fund assets represented by each security; it also reflects any futures contracts held. In general, the longer the average effective maturity, the more a fund's share price will fluctuate in response to changes in market interest rates.

**Average quality** is an indicator of credit risk. This figure is the average of the ratings assigned to a fund's fixed income holdings by credit-rating agencies. The agencies make their judgment after appraising an issuer's ability to meet its obligations. Quality is graded on a scale, with Aaa or AAA indicating the most creditworthy bond issuers.

**Average duration** is an estimate of how much the value of the bonds held by a fund will fluctuate in response to a change in interest rates. To see how the value could change, multiply the average duration by the change in rates. If interest rates rise by 1 percentage point, the value of the bonds in a fund with an average duration of five years would decline by about 5%. If rates decrease by a percentage point, the value would rise by 5%.

### IMPORTANT INFORMATION

The material contained in this document is not to be regarded as an offer to buy or sell or the solicitation of any offer to buy or sell securities in any jurisdiction where such an offer or solicitation is against the law, or to anyone to whom it is unlawful to make such an offer or solicitation, or if the person making the offer or solicitation is not qualified to do so. The information in this document is general in nature and does not constitute legal, tax, or investment advice. Potential investors are urged to consult their professional advisers on the implications of making an investment in, holding or disposing of shares of, and the receipt of distribution from any investment.

The value of investments, and the income from them, may fall or rise and investors may get back less than they invested.

Vanguard Funds plc have been approved for distribution in and/or from Switzerland by the Swiss Financial Market Supervisory Authority (FINMA). The Representative and the Paying Agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich. Copies of the Articles of Incorporation, KIID, Prospectus, Declaration of Trust, By-Laws, Annual Report and Semiannual Report for these funds can be obtained free of charge in local languages from the Swiss Representative or from Vanguard Investments Switzerland GmbH via our website <https://global.vanguard.com/>.

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Prospective investors are referred to the Funds' prospectus for further information. Prospective investors are also urged to consult their own professional advisors on the implications of making an investment in, and holding or disposing shares of the Funds and the receipt of distributions with respect to such shares under the law of the countries in which they are liable to taxation.

For further information on the fund's investment policy, please refer to the Key Investor Information Document ("KIID").

The fund(s) may invest in financial derivative instruments that could increase or reduce exposure to underlying assets and result in greater fluctuations of the fund's Net Asset Value. Some derivatives give rise to increased potential for loss where the fund's counterparty defaults in meeting its payment obligations.

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