

Vanguard ESG Global Corporate Bond UCITS ETF

EUR Hedged Distributing - An exchange-traded fund

Inception date: 20 May 2021

Total assets (million) €0 | Share class assets (million) €0 as at 30 April 2021

Key ETF facts	Exchange ticker	SEDOL	Reuters	Bloomberg	Bloomberg iNav	Valoren
NYSE Euronext EUR	V3GE	BMV7Z97	V3GE.AS	V3GE NA	IV3GEEUR	—
Deutsche Börse EUR	V3GE	BMV7Z86	V3GE.DE	V3GE GY	IV3GEEUR	—
Borsa Italiana S.p.A. EUR	V3GE	BMV7ZB9	V3GE.MI	V3GE IM	IV3GEEUR	—

Base currency	Tax reporting	SRRI†	Index ticker	Investment structure	Domicile
USD	UK Reporting	3	H35936EU	UCITS	Ireland

Legal entity	Investment method	ISIN	Dividends	Dividend schedule	Investment manager
Vanguard Funds plc	Physical	IE00BND51Q47	Distributed	Monthly	Vanguard Global Advisers, LLC Global Fixed Income Team

Ongoing Charges Figure† 0.15%

†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'.

Objectives and investment policy

- The Fund employs a passive management – or indexing – investment approach, through physical acquisition of securities, and seeks to track the performance of the Bloomberg Barclays MSCI Global Corporate Float- Adjusted Liquid Bond Screened Index (the “Index”).
- The Fund invests in a multi-currency portfolio of investment grade corporate fixed-rate bonds from both developed and emerging market issuers that consists of a representative sample of the component securities of the Index.
- The Index is constructed from the Bloomberg Barclays Global Aggregate Float-Adjusted Corporate Index (the “Parent Index”) which represents a similar investment universe which is then screened for certain environmental, social, and corporate governance criteria (the “ESG criteria”) by Bloomberg Barclays as the sponsor of the Index, which is independent of Vanguard.
- The Fund promotes environmental and social characteristics by excluding securities based on the impact of the issuer's conduct or products on society and / or the environment. This is met by tracking the Index.
- The Index excludes issuers that engage in activities in, and/or derive revenue (above a threshold specified by Bloomberg Barclays) from, certain business segments of the following: adult entertainment, alcohol, gambling, tobacco, nuclear weapons, controversial or conventional weapons, civilian firearms, nuclear power, genetically modified organisms, or thermal coal, oil, or gas.
- The Index excludes the bonds of issuers that have a controversy score of less than one as defined by MSCI's ESG controversies assessment framework (or which have not been assessed by MSCI).
- Where there is insufficient data available to adequately assess a particular issuer against the ESG criteria, it is possible that bonds of that issuer may not be excluded from the Index until such time as they may be determined to be ineligible by MSCI.
- The Fund may also hold fixed-rate government and corporate bonds that are not component securities of the Index, but whose risk and return characteristics closely resemble the risk and return characteristics of constituents of the Index or of the Index as a whole.
- The Fund's investments will, at the time of purchase, comply with the ESG criteria, except as otherwise described below or in the Supplement. In circumstances where the Fund holds securities which do not comply with the ESG criteria (including in circumstances where MSCI has insufficient data to assess the issuer against the ESG criteria) the Fund may hold such securities until such time as they are removed from the Index and it is possible and practicable (in the investment manager's view) to liquidate the position.
- The Fund may use derivatives in order to reduce risk or cost and/or generate extra income or growth. The use of derivatives could increase or reduce exposure to underlying assets and result in greater fluctuations of the Fund's net asset value. A derivative is a financial contract whose value is based on the value of a financial asset (such as a share, bond, or currency) or a market index. Derivatives on an index (e.g. swaps, futures) may contain some underlying constituents which may not meet the ESG criteria.

This product promotes, among other characteristics, environmental or social characteristics, or a combination of those characteristics. This product has been classified as an Article 8 fund pursuant to the requirements of the EU SFDR.

‡ Synthetic Risk and Reward Indicator

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Data as at 30 April 2021 unless otherwise stated.

Performance summary

EUR—Vanguard ESG Global Corporate Bond UCITS ETF

Benchmark — Bloomberg Barclays MSCI Global Corporate Float-Adjusted Liquid Bond Screened Index in EUR

This fund was launched on 20 May 2021.
Performance data will be available after one year.

Key investment risks

The value of bonds and fixed income-related securities is affected by influential factors such as interest rates, inflation, credit spreads and volatility which, in turn, are driven by other factors including political, economic news, company earnings and significant corporate events. Movements in currency exchange rates can adversely affect the return of your investment.

Counterparty risk. The insolvency of any institutions providing services such as safekeeping of assets or acting as counterparty to derivatives or other instruments, may expose the Fund to financial loss.

Liquidity risk. Lower liquidity means there are insufficient buyers or sellers to allow the Fund to sell or buy investments readily.

Index tracking risk. The Fund is not expected to track the performance of the Index at all times with perfect accuracy. The Fund is, however, expected to provide investment results that, before expenses, generally correspond to the price and yield performance of the Index.

Index sampling risk. As the Fund uses an index sampling technique whereby a representative sample of securities are selected to represent the Index, there is the risk that the securities selected for the Fund may not, in the aggregate, approximate the full Index.

Credit risk. The issuer of a financial asset held within the Fund may not pay income or repay capital to the Fund when due.

Environmental, Social and Governance risk. A Fund may track an index which screens out possible investments if they do not meet certain environmental, social and governance ('ESG') criteria. This may affect the Fund's exposure to certain issuers and cause the Fund to forego certain investment opportunities. The relevant Fund may perform differently to other funds, including underperforming funds that do not seek to screen investments in this way.

Accuracy risk. There is no assurance that the Index provider will compile the Index accurately or that the Index will be determined, composed or calculated correctly.

Unscheduled rebalancing risk. Apart from scheduled rebalances, the index provider may carry out additional ad hoc rebalances to the Benchmark Index in order for example, to correct an error in the selection of index constituents.

Inflation risk. The value of your investments may not be worth as much in the future due to changes in purchasing power resulting from inflation.

Please also read the risk factors section in the prospectus and the Key Investor Information Document, both of which are available on the Vanguard website.

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Investment risk information

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

Funds investing in fixed interest securities carry the risk of default on repayment and erosion of the capital value of your investment and the level of income may fluctuate. Movements in interest rates are likely to affect the capital value of fixed interest securities. Corporate bonds may provide higher yields but as such may carry greater credit risk increasing the risk of default on repayment and erosion of the capital value of your investment. The level of income may fluctuate and movements in interest rates are likely to affect the capital value of bonds.

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.

The Funds may use derivatives in order to reduce risk or cost and/or generate extra income or growth. The use of derivatives could increase or reduce exposure to underlying assets and result in greater fluctuations of the Fund's net asset value. A derivative is a financial contract whose value is based on the value of a financial asset (such as a share, bond, or currency) or a market index.

Some funds invest in securities which are denominated in different currencies. Movements in currency exchange rates can affect the return of investments.

For further information on risks please see the "Risk Factors" section of the prospectus on our website at <https://global.vanguard.com>.

For more information contact your local sales team or:

Web: <http://global.vanguard.com>

Client Services (Europe): Tel. +44 (0)203 753 4305

Email: european_client_services@vanguard.co.uk

Non advised personal investor: Personal_investor_enquiries@vanguard.co.uk

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Vanguard Funds plc has been authorised by the Central Bank of Ireland as a UCITS and has been registered for public distribution in certain EEA countries and the UK. Prospective investors are referred to the Funds' prospectus for further information. Prospective investors are also urged to consult their own professional advisers 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.

The Manager of Vanguard Funds plc is Vanguard Group (Ireland) Limited. Vanguard Asset Management Limited is the distributor of Vanguard Funds plc.

For further information on the fund's investment policies, please refer to the Key Investor Information Document ("KIIDs"). The KIID for this fund is available in local languages, alongside the prospectus via Vanguard's website <https://global.vanguard.com/>.

The Indicative Net Asset Value ("iNAV") for Vanguard's ETFs is published on Bloomberg or Reuters. Refer to the Portfolio Holdings Policy at <https://global.vanguard.com/portal/site/portal/ucits-documentationfor> holdings information.

Vanguard Group (Ireland) Limited has implemented the EU Sustainable Finance Disclosure Regulation (EU) 2019/2088 ("EU SFDR"), as appropriate. Vanguard has introduced an internal product classification framework that helps to identify whether certain Vanguard funds promote, among other characteristics, environmental and/or social characteristics, or whether a fund has sustainable investment as its objective. Vanguard also considers the degree to which sustainability risks are integrated into the investment decision making process. Statements explaining Vanguard's approach to the integration of sustainability risk, including into its remuneration policy and a transition statement to support the consideration of Principal Adverse Indicators (this is the impact of its investment decisions on sustainability factors, commonly referred to PAI), will be available on the policy page of Vanguard's global website.

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