

Factsheet | 31 August 2015

# Vanguard FTSE Developed Europe UCITS ETF

An exchange-traded fund

| Key ETF facts   |  |  |         |                                       |                |          |
|---|--|--|---------|---------------------------------------|----------------|----------|
|   | SEDOL                                    | Exchange ticker  | Reuters | Bloomberg                             | Bloomberg iNav | Valoren  |
| London Stock Exchange<br>GBP  | B8Y8834                                  | VEUR   | VEUR.L  | VEUR LN                               | IVEURGBP       | —        |
| SIX Swiss Exchange<br>CHF   | B975GG8                                  | VEUR   | VEUR.S  | VEUR SW                               | IVEURCHF       | 20973873 |
| NYSE Euronext<br>EUR  | B99L0G2                                  | VEUR   | VEUR.AS | VEUR NA                               | IVEUR          | —        |
| <b>Benchmark</b><br>FTSE Developed Europe Index                                   | <b>Index ticker</b><br>TAWNT06E          | <b>Inception date</b><br>21 May 2013   |         | <b>Tax status</b><br>UK reporting     |                |          |
| <b>Domicile</b><br>Ireland  | <b>Investment structure</b><br>UCITS     | <b>Legal entity</b><br>Vanguard Funds plc  |         | <b>Dividends</b><br>Distributed       |                |          |
| <b>Base currency</b><br>EUR   | <b>ISIN</b><br>IE00B945VV12              | <b>Investment method</b><br>Physical   |         | <b>Dividend schedule</b><br>Quarterly |                |          |
| <b>Investment manager</b><br>The Vanguard Group, Inc.<br>Europe Equity Index Team | <b>Total assets</b><br>EUR (million) 336 | <b>Countries registered</b><br>Austria, Denmark, Finland, France, Germany, Italy, Luxembourg, Netherlands, Norway, Spain, Sweden, Switzerland and United Kingdom |         |                                       |                |          |

## Investment approach

- The fund seeks to provide long-term growth of capital by tracking the performance of the index, a market-capitalisation-weighted index of common stocks of large- and mid-cap companies in sixteen developed European countries.
- The fund employs a passive management or indexing investment approach through the physical acquisition of securities, designed to track the performance of the index, a free-float market-capitalisation-weighted index.
- The fund will invest in a portfolio of securities that, so far as possible and practicable, consists of the component securities of the index.
- Low expenses minimise net tracking error.

## About the benchmark

- The index measures the market performance of large- and mid-capitalisation stocks of companies located in developed European countries.
- Includes holdings in sixteen countries, including; Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the United Kingdom.

## Performance summary

EUR—Vanguard FTSE Developed Europe UCITS ETF

|                    | Fund  | Benchmark |
|--------------------|-------|-----------|
| August 2014 – 2015 | 8.24% | 7.93%     |

## Performance

EUR—Vanguard FTSE Developed Europe UCITS ETF

Benchmark—FTSE Developed Europe Index

|                 | Net of expenses | Gross of expenses | Benchmark |
|-----------------|-----------------|-------------------|-----------|
| 1 month         | -8.34%          | -8.33%            | -8.35%    |
| 3 months        | -9.05           | -9.02             | -9.06     |
| Year to date    | 7.87            | 7.95              | 7.63      |
| 1 year          | 8.24            | 8.37              | 7.93      |
| Since inception | 9.63            | 9.78              | 9.37      |

Tracking difference = 9,63% - 9,37% = 0,26% aastas

**Key investment risks** - 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% |
|----------|-------|

\*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 stocks        | 518    | 515       |
| Median market cap       | €39.4B | €39.4B    |
| Price/earnings ratio    | 19.1x  | 19.1x     |
| Price/book ratio        | 1.8x   | 1.8x      |
| Return on equity        | 16.2%  | 16.3%     |
| Earnings growth rate    | 7.2%   | 7.2%      |
| Non-US holdings         | 100.0% | —         |
| Cash investments        | 0.0%   | —         |
| Turnover rate           | 5%     | —         |
| Equity yield (dividend) | 3.4%   | 3.4%      |

The PTR (Portfolio Turnover Rate) approach considers the total security purchases and sales, the total subscriptions and redemptions and the average net assets of the fund to calculate the turnover figure. Data as at 30 June 2015.

### Top 10 holdings

|                       | Fund  |
|-----------------------|-------|
| Nestle SA             | 2.9%  |
| Novartis AG           | 2.5   |
| Roche Holding AG      | 2.3   |
| Royal Dutch Shell plc | 2.0   |
| HSBC Holdings plc     | 1.9   |
| Bayer AG              | 1.4   |
| Sanofi                | 1.4   |
| Unilever              | 1.4   |
| Novo Nordisk A/S      | 1.2   |
| BP plc                | 1.2   |
| Total                 | 18.2% |

### Weighted exposure

|                    | Fund   | Benchmark |
|--------------------|--------|-----------|
| Basic Materials    | 7.8%   | 7.8%      |
| Consumer Goods     | 17.9   | 17.9      |
| Consumer Services  | 7.5    | 7.5       |
| Financials         | 23.2   | 23.2      |
| Health Care        | 12.7   | 12.7      |
| Industrials        | 12.4   | 12.4      |
| Oil & Gas          | 6.6    | 6.6       |
| Technology         | 3.1    | 3.1       |
| Telecommunications | 4.9    | 4.9       |
| Utilities          | 3.9    | 3.9       |
| Total              | 100.0% | 100.0%    |

### Top country diversification

|                | Fund  | Benchmark |
|----------------|-------|-----------|
| United Kingdom | 31.7% | 31.7%     |
| Switzerland    | 14.5  | 14.5      |
| France         | 14.4  | 14.3      |
| Germany        | 13.3  | 13.3      |
| Spain          | 5.2   | 5.2       |
| Netherlands    | 4.5   | 4.5       |
| Sweden         | 4.5   | 4.5       |
| Italy          | 3.9   | 3.9       |
| Denmark        | 2.8   | 2.8       |
| Belgium        | 2.0   | 2.0       |
| Total          | 96.8% | 96.7%     |

## 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.

**Earnings growth rate** is a measure of growth in a company's net income (what remains after subtracting all the costs from a company's revenues) over a specific period (often one year). Earnings growth can apply to previous periods or estimated data for future periods.

**Equity yield (dividend)** is the dividend income earned by stocks, expressed as a percentage of the aggregate market value (or of net asset value, for a fund). Quoted historic yield is determined by dividing the gross distributions declared over the last 12 months by the average of the bid and ask unit prices, as at the date shown. The dividend yield stated on the factsheet applies to the underlying holdings of the ETF, and not the ETF itself.

**Market capitalisation** is the aggregate value of a company or stock and is calculated by multiplying the number of shares which are available to retail investors by the current price per share.

**Median market cap (capitalisation)** looks at all companies in a mutual fund portfolio and calculates the mid point market capitalisation. Market capitalisation represents the aggregate value of a company's stock.

**Mid market share price** is the price of a share between its offer and bid price.

**Price book ratio** compares a stock's market value to its book value (the accounting value of a stock). It is calculated by dividing the current closing price of the stock by the latest quarter's book value per share.

**Price earnings ratio (P/E ratio)** of a stock is the price paid for a share divided by the annual profit earned by the firm per share. A stock with a price of £10 a share, and earnings last year of £1 a share, would have a P/E ratio of 10.

**Return on equity** is a measure of a company's profitability that reveals how much profit a company generates with the money shareholders have invested.

## 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](mailto:european_client_services@vanguard.co.uk)

Non advised personal investor: [Personal\\_investor\\_enquiries@vanguard.co.uk](mailto:Personal_investor_enquiries@vanguard.co.uk)

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