



VANGUARD LOWERS CHARGES ON 14 ETFs AND INDEX MUTUAL FUNDS

Reduced charges on 3 exchange traded funds (ETFs) and 11 index mutual funds

28 August, 2014 — Vanguard Asset Management, Limited (“Vanguard”) today announces it is lowering the Total Expense Ratio of a broad range of ETFs and index mutual funds. The cost reductions reflect Vanguard’s mission to lower the cost of investing and give investors the best chance for investment success.

The new fund charges, which are effective as of 1 September 2014 will benefit new and existing investors (see tables below for new ongoing charges).

Jacques-Etienne Doerr, Managing Officer for Vanguard Investments Switzerland, commented, “As a pioneer of high value, low-cost investing, Vanguard has a near 40-year history of reducing the fees investors pay for its mutual funds and ETFs. As we broaden our presence across Europe, we will leverage operating efficiencies and use our increasing scale to keep costs to a minimum. Hence Swiss investors directly benefit from our pan European growth. These fee reductions are business as usual for Vanguard.”

The ongoing charges for Vanguard's index mutual funds will now range from 0.06% to 0.50% and the firm's ETF line-up will now range from 0.07% to 0.29%.

Over the past year, Vanguard has continued to deliver cost savings on a range of funds. Recent announcements have included:

- Reducing charges on 23 equity and fixed income index mutual funds
- Launching a low-cost Global Short-Term Bond Index Fund
- Lowering the cost to access Vanguard FTSE Emerging Market ETF from 0.45% to 0.29%

As of 31 July, 2014, Vanguard held more than US \$85 billion in total European assets under management (AUM) and recently secured the title as the fastest-growing ETF provider in Europe, according to ETFGI.

NEW ONGOING CHARGES

Exchange Traded Fund Range

Fund Name	Existing TER	New TER
Vanguard S&P 500 UCITS ETF	0.09%	0.07%
Vanguard FTSE Developed Europe UCITS ETF	0.15%	0.12%
Vanguard FTSE Emerging Markets UCITS ETF	0.29%	0.25%

Equity Fund Range

Fund Name	Former TER	New TER ¹
Vanguard US 500 Stock Index Fund	0.20%	0.10%
Vanguard SRI Global Stock Fund	0.40%	0.35%
Vanguard SRI European Stock Fund	0.35%	0.30%
Vanguard Global Small-Cap Index Fund	0.40%	0.38%
Vanguard Emerging Markets Stock Index Fund	0.40%	0.27%
Vanguard Japan Stock Index Fund	0.30%	0.23%
Vanguard Pacific Ex-Japan Stock Index Fund	0.30%	0.23%

Bond Fund Range

Fund Name	Former TER	New TER ¹
Vanguard U.K. Investment Grade Bond Index Fund	0.20%	0.15%
Vanguard U.K. Short Term Investment Grade Bond Index Fund	0.20%	0.15%
Vanguard Global Bond Index Fund	0.20%	0.15%
Vanguard Global Short-Term Bond Index Fund	0.20%	0.15%

¹ The new fund TERs are applicable for the Pound Sterling Share classes with the exception of Vanguard Emerging Markets Stock Index Fund, Vanguard Japan Stock Index Fund and Vanguard Pacific ex-Japan Stock Index Fund which TERs changes are applicable for Pound Sterling and Institutional share classes. The minimum initial investment for each share class is as follows:

- Pound sterling Income and Accumulation shares: minimum initial investment of GBP 100,000 / USD 100,000 / EUR 100,000 / CHF 100,000 / YEN 10 Million
- Institutional Share class: minimum initial investment of GBP 5,000,000 / USD 5,000,000 / EUR 5,000,000 / CHF 5,000,000 / YEN 500 Million

ENDS

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

For funds that invest in emerging markets, these can be more volatile than more established markets. As a result the value of your investment may rise or fall. Investments in smaller companies may be more volatile than investments in well-established blue chip companies.

For funds that invest in derivatives, there are risks associated with the use of derivatives that are different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. There is no assurance that any derivative strategy used by the Fund will succeed and a Fund may suffer a substantial loss as a result.

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.

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. The value of this investment may fall or rise as a result of change in exchange rates.

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The Central Bank of Ireland has granted authorisation for the Vanguard U.S. 500 Stock Index Fund, Vanguard SRI Global Stock Fund, Vanguard SRI European Stock Fund, Vanguard Global Small-Cap Index Fund, Vanguard Emerging Markets Stock Index Fund, Vanguard Japan Stock Index Fund, Vanguard Pacific ex-Japan Stock Index Fund, Vanguard U.K. Investment Grade Bond Index Fund, Vanguard U.K. Short Term Investment Grade Bond Index Fund, Vanguard Global Bond Index Fund and Vanguard Global Short-Term Bond Index Fund to invest up to 100% of net assets in different Transferable Securities and Money Market Instruments issued or guaranteed by any EU Member State, its local authorities, non-EU Member States or public international body of which one or more EU Member States are members.

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