

MARKET TIMING OR A LIFESTRATEGY® FUND?

The chart below shows the performance of various asset classes over the past ten years, along with the performance of the LifeStrategy® 60% Equity Fund. You can see that persistence among asset classes is fleeting, with top-performing investments from one year often falling to the bottom of the rankings in subsequent years.

With their pre-defined weightings and regular rebalancing, LifeStrategy Funds help investors to overcome the temptation to time markets. And because they offer exposure to a wide spread of equity and bond markets, the funds also provide a smoother return than you would get from individual asset classes.

Key bond and equity index returns (%), ranked by performance with returns from LifeStrategy 60% Equity Fund

2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
20.3	17.4	28.3	19.6	8.8	35.4	21.1	0.8	26.5	16.5
16.7	15.5	24.0	18.8	5.3	34.1	17.2	0.5	22.3	13.0
6.5	12.8	21.0	14.6	5.3	29.6	16.9	0.1	21.2	12.8
5.8	12.3	20.8	12.5	4.0	25.5	13.8	-0.4	19.2	11.9
2.1	12.0	13.6	11.3	2.5	25.4	13.1	-2.2	15.9	11.3
1.2	11.2	11.1	9.4	1.4	21.2	11.3	-3.1	15.2	9.1
-3.5	10.7	1.6	7.9	1.0	18.3	8.6	-3.4	14.0	8.9
-6.6	9.3	0.6	7.9	0.7	16.8	4.9	-7.6	11.0	7.8
-12.6	5.9	0.0	2.8	0.5	12.3	2.4	-8.0	7.1	7.8
-15.0	2.9	-4.2	1.2	-1.1	10.7	2.0	-9.1	6.5	5.0
-18.4	0.6	-5.3	-1.4	-10.3	3.7	1.9	-9.5	6.3	-9.8

Top-performing asset class
Bottom-performing asset class

Simulated and actual past performance are not a reliable indicator of future results.

Source: Vanguard calculations, using data from Barclays Capital, Thompson Reuters Datastream and FactSet. UK equities is defined as the FTSE All Share Index, European equities as the FTSE All World Europe ex-UK Index, Developed Asia equities as the FTSE All World Developed Asia Pacific Index, North American equities as the FTSE World North America Index, Emerging market equities as the FTSE Emerging Index, Global equities as the FTSE All World Index, UK government bonds as Bloomberg Barclays Sterling Gilt Index, UK index-linked gilts as Bloomberg Barclays UK Govt Inflation-Linked UK Index, Hedged global bonds as Bloomberg Barclays Global

Aggregate Index (hedged in GBP), UK investment grade corporate bonds as Bloomberg Barclays Sterling Aggregate Non-Gilts - Corporate Index. Returns are denominated in GBP and include reinvested dividends and interest. Performance shown is cumulative and includes the reinvestment of all dividends and any capital gains distributions. The performance data does not take account of the commissions and costs incurred in the issue and redemption of shares. Basis of fund performance NAV to NAV.

Please be advised that the performance of the LifeStrategy 60% Equity Fund from 01/01/2010 to 26/06/2011 is simulated. Simulated performance figures do not represent actual fund activity, and may not take account of relevant economic and market factors impacting actual fund performance.

Global equities	UK equities
North American equities	UK government bonds
Emerging market equities	UK index-linked gilts
Developed Asia equities	UK investment grade corporate bonds
European equities	Hedged global bonds
LifeStrategy 60% Equity Fund (Net of expenses)	

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

Investment risk information

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Some funds invest in emerging markets which 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.

The Vanguard LifeStrategy® Funds may invest in Exchange Traded Fund (ETF) shares.

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 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.

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

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For further information on the fund's investment policy, please refer to the Key Investor Information Document ("KIID"). The KIID and the Prospectus for the fund(s) is available from Vanguard via our website <https://global.vanguard.com/>

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