

Vanguard LifeStrategy® Funds

Quarterly Newsletter

30 June 2024

Economic background

In the second quarter of 2024, economic activity slowed in the United States, but rebounded in Europe. Inflation continued to fall towards target levels, albeit slowly. The European Central Bank (ECB) became the first major central bank to cut interest rates this year. We think the Bank of England (BoE) and US Federal Reserve (Fed) are likely to follow suit with their own rate cuts soon.

In the United Kingdom, the economy rebounded from recession, growing by 0.7% in the first quarter of 2024 compared with the final quarter of 2023. The latest economic activity data suggest that momentum cooled in the second quarter of 2024¹, though a small expansion is still expected. Employment shrank for the fourth consecutive month in April as the unemployment rate rose to 4.4%, up from 3.8% in December 2023. Annual core inflation², which excludes the volatile energy, food, alcohol and tobacco components, slowed significantly from above 5% at the start of the year to 3.5% in May. However, services inflation and wage growth remained elevated. The BoE kept the Bank Rate on hold at 5.25% at its May meeting.

As in the UK, the euro area economy came out of recession in the first quarter of this year, growing by 0.3% relative to the final quarter of 2023. Economic activity indicators suggest growth may have slowed in the second quarter. The unemployment rate declined to 6.4% in April 2024 from 6.5% at the start of the year. Annual core inflation declined from a peak of 5.7% in the year to March 2023 to 2.9% in the 12 months to June. The ECB cut its main interest rate by 0.25 percentage points (pp) in June to 3.75%.

The United States economy slowed from a growth rate of 3.4% in the last quarter of 2023 to 1.4% in the first quarter of 2024. The job vacancy rate declined and the unemployment rate increased from 3.7% in January 2024 to 4.1% in June.

US core inflation moderated in April and May compared with the first quarter of the year, but progress remains slow. The Fed opted to keep its target interest rate range at 5.25%-5.5% in the second quarter.

In China, economic growth accelerated to 1.6% in the first quarter of 2024, compared with 1.2% in the previous quarter. Core inflation grew by 0.6% in the 12 months to May 2024. The People's Bank of China kept monetary policy largely unchanged in the second quarter of 2024.

¹ Source: Composite Purchasing Managers' Index (PMI) for April and May 2024.

² Core inflation as measured by the Consumer Prices Index (CPI).

The performance of the portfolios is driven by the performance of their respective holdings of shares (equities) and bonds (fixed income). Equities represent a stake in the ownership of companies. Bonds represent a promise by a government or company to pay a certain amount of interest over a given period, and to repay the sum borrowed at the end of the period.

Portfolio commentary

The LifeStrategy Funds delivered positive returns in the second quarter (Q2) of 2024. The portfolios with a greater allocation to equity markets outperformed those with less equity market exposure. Returns ranged from +0.11% for the 20% Equity fund to +2.93% for the 100% Equity fund¹.

The positive performance across the LifeStrategy range in Q2 was driven by exposures to US and UK equity markets. The US equity market performed strongly thanks to continued enthusiasm for artificial intelligence (AI), with the so-called 'Magnificent 7' technology stocks—Alphabet (Google), Apple, Amazon, Meta, Tesla, NVIDIA and Microsoft—the main beneficiaries of the market's optimism around AI. These companies, and in particular chip-maker NVIDIA, pushed the US market higher when other sectors collectively detracted from Q2 US stock market performance. UK equity markets hit record highs in May amid improved economic activity data and lower inflation. Exposure to Japan equities was a slight detractor to portfolio performance as the yen depreciated.

Within fixed income, returns were broadly muted, with the greatest contribution to performance coming from US Treasuries (government bonds) and high-quality US corporate bonds. Yields² moved lower in May as prices rose, offsetting a rise in yields earlier in the quarter. Sterling-denominated fixed income, meanwhile, detracted from performance.

Outlook

The last decade has been exceptional, driven by the strong run for US equities, but it's important to have realistic expectations. We don't think the next decade will mirror the previous one and expect stock market returns across regions to be more similar, which supports the case for a globally diversified portfolio.

Equity valuations³ have increased not just in the US stock market but also elsewhere, which means our long-term (10-year annualised return⁴) forecasts for diversified portfolios are slightly lower relative to the beginning of the year⁵. Compared to a few years ago, however, the 10-year outlook for multi-asset portfolios is far improved, thanks in part to higher bond market return expectations. The higher-for-longer interest rate outlook is a positive development for long-term bond investors. That's why having a mix of assets across global shares and bonds can help smooth returns over time with the better performing investments helping to offset those that perform less well.

Key takeaway

What should investors do in response to these developments?

Many investors change their portfolios in a bid to take advantage of the latest news. However, it's very difficult to time these changes effectively. In practice, shifting your portfolio in response to short-term events may lead to little more than increased trading costs.

At Vanguard, we believe that investors will usually be better served by identifying the appropriate asset allocation to suit their goals, then sticking with it and tuning out short-term noise. By regularly rebalancing back to target weights, the LifeStrategy funds are built to reflect this belief. See the back page for more on Vanguard's principles for investing success.

¹ Source: Vanguard. Data between 1 April and 30 June 2024. Returns calculated in GBP with gross income reinvested.

² The yield measures the interest from bonds as a proportion of the price.

³ Equity valuations are a measure of how well a company's share price is justified by fundamental metrics such as its earnings.

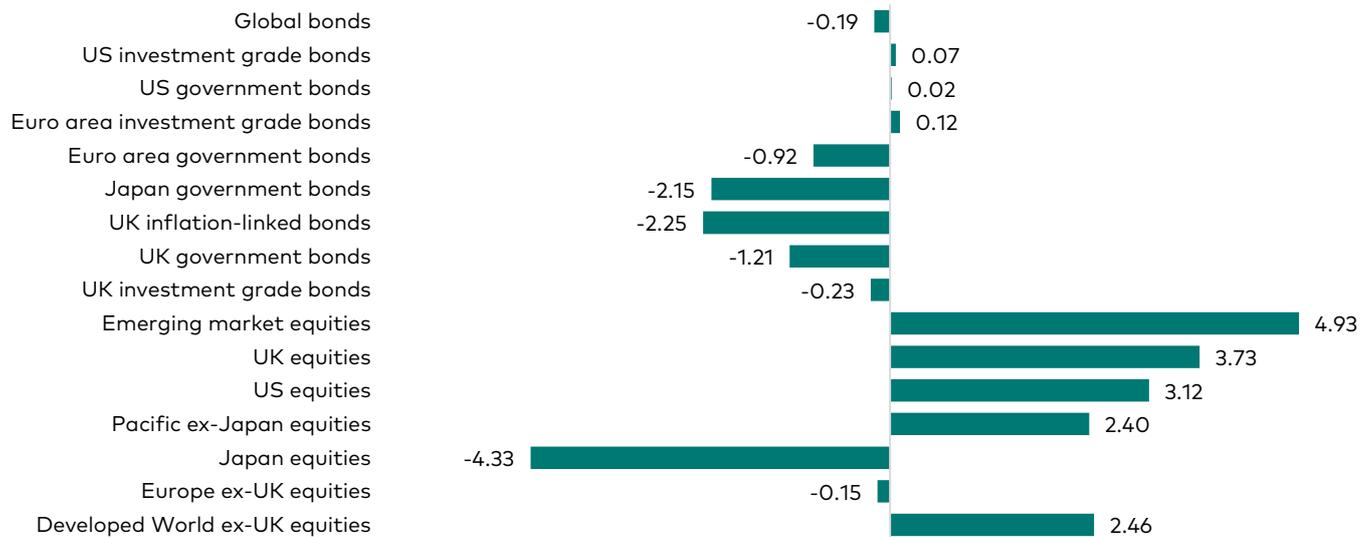
⁴ Annualised returns show what an investor would earn over a period of time if the annual return was compounded (i.e. the investor earns a return on their return as well as the original capital).

⁵ Vanguard calculations in GBP, as at 31 May 2024 and 30 September 2023.

Market performance

Equity and bond market total returns in Q2 2024 (%)

The market returns displayed here are not reflective of the underlying funds that make up LifeStrategy portfolios and are intended to provide a high-level overview of market performance (in GBP).

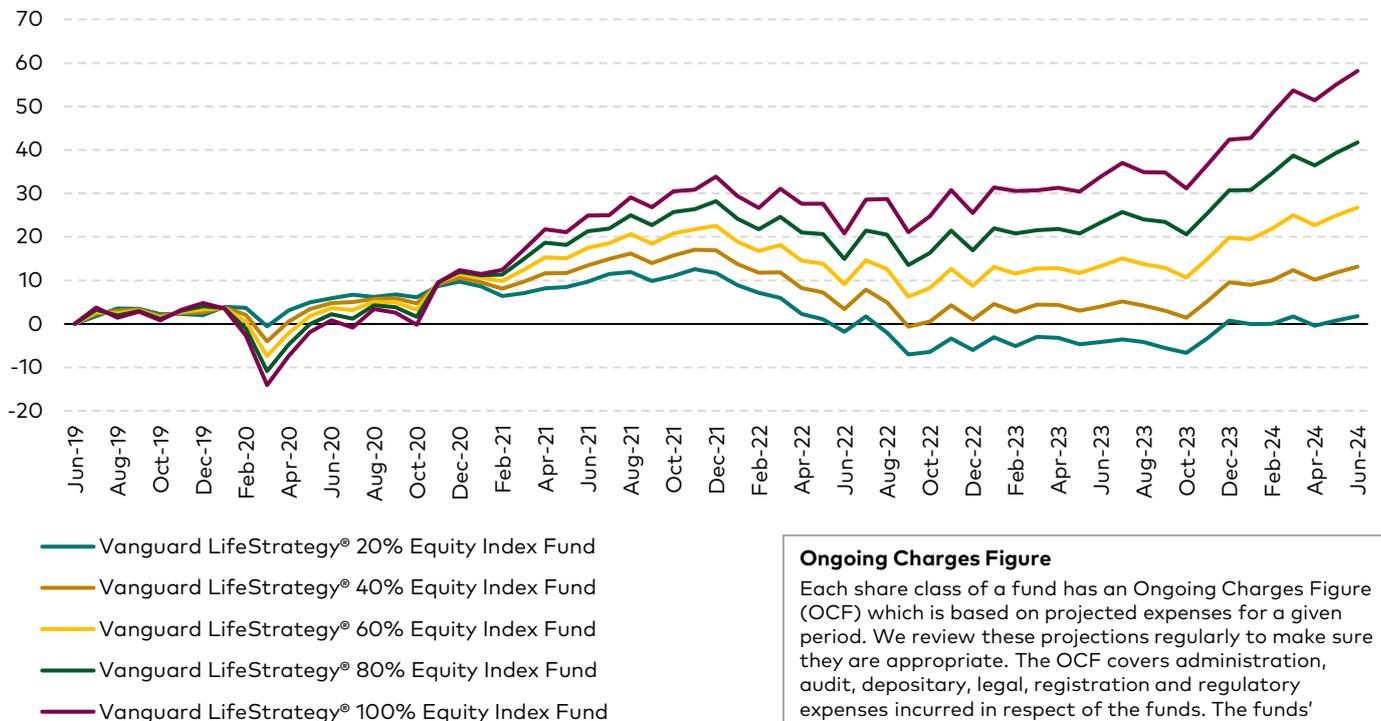


Past performance is not a reliable indicator of future results.

Source: Vanguard as at 30 June 2024. Total returns in GBP. Indices used: Bloomberg EUR Government Float Adjusted Bond Index Hedged; Bloomberg EUR Non-Government Float Adjusted Bond Index Hedged; Bloomberg Global Aggregate Float Adjusted and Scaled Index Hedged; Bloomberg Global Aggregate USD Credit Float Adjusted Bond Index Hedged; Bloomberg GBP Non-Government Float Adjusted Bond Index; Bloomberg Japan Government Float Adjusted Bond Index Hedged; Bloomberg U.K. Government Float Adjusted Bond Index; Bloomberg U.K. Government Inflation-Linked Float Adjusted Bond Index; Bloomberg U.S. Government Float Adjusted Bond Index Hedged; FTSE All-Share Index; FTSE Developed Europe ex U.K. Index; FTSE Developed ex U.K. Index; MSCI Emerging Markets Index; MSCI Japan Index; MSCI Pacific ex Japan Index; S&P Total Market Index Net TR.

5-year fund performance (net of OCF)

Cumulative % growth, GBP, 1 Jul 2019 to 30 Jun 2024



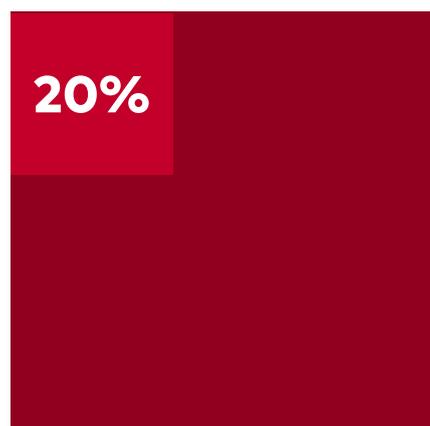
Ongoing Charges Figure

Each share class of a fund has an Ongoing Charges Figure (OCF) which is based on projected expenses for a given period. We review these projections regularly to make sure they are appropriate. The OCF covers administration, audit, depositary, legal, registration and regulatory expenses incurred in respect of the funds. The funds' Authorised Corporate Director will usually pay those fees out of its periodic annual management charge (AMC), which means that the OCF will normally equal the AMC. There may, however, be certain extraordinary expenses which cause the OCF to exceed the AMC. The OCF does not include portfolio transaction costs incurred by a fund or the cost of subscribing for, or redeeming, shares or units in a fund. For a full disclosure of all costs and charges, please visit our website: global.vanguard.com/portal/site/portal/ucits-mifid-priips

Past performance is not a reliable indicator of future results.
 Performance shown is cumulative and includes the reinvestment of all dividends and any capital gains distributions. Basis of fund performance NAV to NAV. All performance is calculated in GBP. Source: Vanguard as at 30 June 2024.

Vanguard LifeStrategy 20% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure **0.22%**

Number of underlying holdings **26,481**

Fund AUM

£1,227,218,487

Risk rating¹

| | |
|---|-------|
| Defaqto | 2 |
| Dynamic Planner | 3 |
| EValue (Risk Benchmark EV Standard 1-10, over 15 years, accumulation share classes) | 2.09 |
| FinaMetrica (Best Fit range) | 14-40 |
| Oxford Risk (risk band of 5) | 1.4 |
| Oxford Risk (risk band of 7) | 1.8 |
| Synaptic (Strategic asset allocation: risk scale 1 - 10) | 4 |
| Synaptic (Strategic asset allocation: risk scale 1 - 5) | 2.5 |

Equity portfolio analytics²

| | |
|----------------|------|
| PE ratio | 20.1 |
| Dividend yield | 2.3% |

Bond portfolio analytics³

| | |
|---------------------------|-------|
| Modified duration (years) | 7.57 |
| Yield to maturity | 4.34% |

Credit rating breakdown – bonds (%)

| | |
|---------------|-------|
| AAA | 8.68 |
| AA | 44.31 |
| A | 13.85 |
| BBB | 12.31 |
| Less than BBB | 0.00 |
| Not rated | 0.75 |

Past performance is not a reliable indicator of future results.

Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns. Performance figures include 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 with gross income reinvested. All performance is calculated in GBP. Source: Vanguard as at 30 June 2024.

Underlying funds

| Equity allocation | Weight (%) |
|---|------------|
| Vanguard FTSE Developed World ex-U.K. Equity Index Fund | 13.5 |
| Vanguard FTSE U.K. All Share Index Unit Trust | 5.0 |
| Vanguard Emerging Markets Stock Index Fund | 1.6 |
| Bond allocation | |
| Vanguard Global Bond Index Fund | 18.1 |
| Vanguard U.K. Government Bond Index Fund | 13.3 |
| Vanguard Global Aggregate Bond UCITS ETF | 13.2 |
| Vanguard U.K. Investment Grade Bond Index Fund | 7.3 |
| Vanguard U.S. Government Bond Index Fund | 6.5 |
| Vanguard U.K. Inflation-Linked Gilt Index Fund | 6.0 |
| Vanguard U.S. Investment Grade Credit Index Fund | 5.9 |
| Vanguard Euro Government Bond Index Fund | 5.1 |
| Vanguard Euro Investment Grade Bond Index Fund | 2.9 |
| Vanguard Japan Government Bond Index Fund | 1.6 |

Underlying asset classes

| Equity allocation | Weight (%) |
|----------------------------|------------|
| North America equities | 10.1 |
| UK equities | 5.0 |
| Europe ex-UK equities | 1.8 |
| Emerging markets equities | 1.6 |
| Japan equities | 0.9 |
| Asia ex-Japan equities | 0.6 |
| Bond allocation | |
| Global bonds | 31.3 |
| UK gilts | 13.3 |
| UK corporate bonds | 7.3 |
| US government bonds | 6.5 |
| UK index-linked bonds | 6.0 |
| US corporate bonds | 5.9 |
| Euro area government bonds | 5.1 |
| Euro area corporate bonds | 2.9 |
| Japan government bonds | 1.6 |

Sector breakdown – equities (%)

| | |
|------------------------|-----|
| Information Technology | 4.1 |
| Financials | 3.5 |
| Industrials | 2.2 |
| Health Care | 2.2 |
| Consumer Discretionary | 1.9 |
| Consumer Staples | 1.6 |
| Communication Services | 1.4 |
| Energy | 1.1 |
| Materials | 1.0 |
| Utilities | 0.6 |
| Real Estate | 0.5 |
| Other | 0.1 |

Past performance as at 30 June 2024 (accumulation shares)

| Period | Fund return, net of OCF (%) |
|-------------------------------|-----------------------------|
| Since Inception (annualised)* | 3.77 |
| 3 Month | 0.11 |
| 6 Month | 1.05 |
| YTD | 1.05 |
| 1 Year (annualised) | 6.24 |
| 3 Year (annualised) | -2.45 |
| 5 Year (annualised) | 0.36 |
| 1 Jul 2023 - 30 Jun 2024 | 6.24 |
| 1 Jul 2022 - 30 Jun 2023 | -2.39 |
| 1 Jul 2021 - 30 Jun 2022 | -10.50 |
| 1 Jul 2020 - 30 Jun 2021 | 3.61 |
| 1 Jul 2019 - 30 Jun 2020 | 5.87 |

*Inception date: 23 June 2011

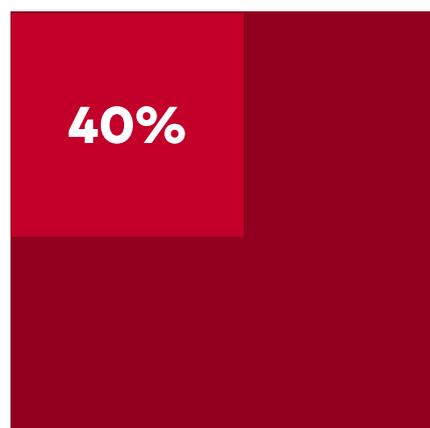
¹ Defaqto data as at 1 July 2024; Dynamic Planner data as at Q2 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 March 2024; Oxford Risk data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

² Calculated as the weighted average across the equity allocation. ³ Calculated as the weighted average across the bond allocation.

Note: Fund and asset class weights should add up to 100%; however, there may be differences due to rounding. This is the same for all funds.

Vanguard LifeStrategy 40% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure **0.22%**

Number of underlying holdings **30,890**

Fund AUM

£6,038,939,114

Risk rating¹

| | |
|---|-------|
| Defaqto | 4 |
| Dynamic Planner | 4 |
| EValue (Risk Benchmark EV Standard 1-10, over 15 years, accumulation share classes) | 4.13 |
| FinaMetrica (Best Fit range) | 41-53 |
| Oxford Risk (risk band of 5) | 2.0 |
| Oxford Risk (risk band of 7) | 2.7 |
| Synaptic (Strategic asset allocation: risk scale 1 - 10) | 4 |
| Synaptic (Strategic asset allocation: risk scale 1 - 5) | 2.9 |

Equity portfolio analytics²

| | |
|----------------|------|
| PE ratio | 20.2 |
| Dividend yield | 2.3% |

Bond portfolio analytics³

| | |
|---------------------------|-------|
| Modified duration (years) | 7.39 |
| Yield to maturity | 4.18% |

Credit rating breakdown – bonds (%)

| | |
|---------------|-------|
| AAA | 6.39 |
| AA | 33.03 |
| A | 10.53 |
| BBB | 9.37 |
| Less than BBB | 0.00 |
| Not rated | 0.58 |

Past performance is not a reliable indicator of future results.

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Underlying funds

| Equity allocation | Weight (%) |
|--|------------|
| Vanguard FTSE Developed World ex-U.K. Equity Index Fund | 19.3 |
| Vanguard FTSE U.K. All Share Index Unit Trust | 9.8 |
| Vanguard U.S. Equity Index Fund | 5.9 |
| Vanguard Emerging Markets Stock Index Fund | 3.1 |
| Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund | 1.1 |
| Vanguard Japan Stock Index Fund | 0.6 |
| Vanguard Pacific Ex-Japan Stock Index Fund | 0.3 |

Bond allocation

| | |
|--|------|
| Vanguard Global Bond Index Fund | 18.7 |
| Vanguard U.K. Government Bond Index Fund | 9.9 |
| Vanguard U.K. Investment Grade Bond Index Fund | 5.5 |
| Vanguard Global Aggregate Bond UCITS ETF | 5.2 |
| Vanguard U.S. Government Bond Index Fund | 4.7 |
| Vanguard U.K. Inflation-Linked Gilt Index Fund | 4.5 |
| Vanguard Euro Government Bond Index Fund | 3.7 |
| Vanguard U.S. Investment Grade Credit Index Fund | 2.7 |
| Vanguard Euro Investment Grade Bond Index Fund | 2.1 |
| Vanguard USD Corporate Bond UCITS ETF | 1.7 |
| Vanguard Japan Government Bond Index Fund | 1.2 |

Underlying asset classes

| Equity allocation | Weight (%) |
|---------------------------|------------|
| North America equities | 20.4 |
| UK equities | 9.8 |
| Europe ex-UK equities | 3.7 |
| Emerging markets equities | 3.1 |
| Japan equities | 1.9 |
| Asia ex-Japan equities | 1.2 |

Bond allocation

| | |
|----------------------------|------|
| Global bonds | 23.9 |
| UK gilts | 9.9 |
| UK corporate bonds | 5.5 |
| US government bonds | 4.7 |
| UK index-linked bonds | 4.5 |
| US corporate bonds | 4.4 |
| Euro area government bonds | 3.7 |
| Euro area corporate bonds | 2.1 |
| Japan government bonds | 1.2 |

Sector breakdown – equities (%)

| | |
|------------------------|-----|
| Information Technology | 8.1 |
| Financials | 6.9 |
| Industrials | 4.5 |
| Health Care | 4.4 |
| Consumer Discretionary | 3.9 |
| Consumer Staples | 3.1 |
| Communication Services | 2.7 |
| Energy | 2.3 |
| Materials | 2.0 |
| Utilities | 1.1 |
| Real Estate | 0.9 |
| Other | 0.2 |

Past performance as at 30 June 2024 (accumulation shares)

| Period | Fund return, net of OCF (%) |
|-------------------------------|-----------------------------|
| Since Inception (annualised)* | 5.39 |
| 3 Month | 0.71 |
| 6 Month | 3.29 |
| YTD | 3.29 |
| 1 Year (annualised) | 8.81 |
| 3 Year (annualised) | -0.10 |
| 5 Year (annualised) | 2.50 |

| | |
|--------------------------|-------|
| 1 Jul 2023 - 30 Jun 2024 | 8.81 |
| 1 Jul 2022 - 30 Jun 2023 | 0.54 |
| 1 Jul 2021 - 30 Jun 2022 | -8.87 |
| 1 Jul 2020 - 30 Jun 2021 | 8.31 |
| 1 Jul 2019 - 30 Jun 2020 | 4.78 |

*Inception date: 23 June 2011

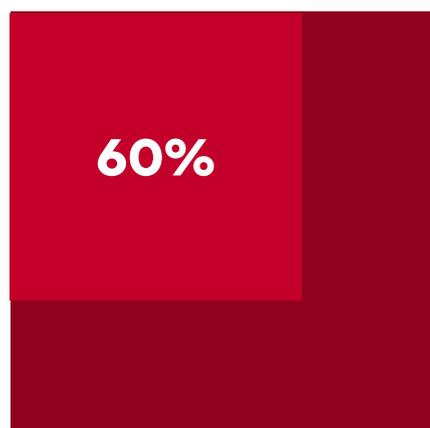
¹ Defaqto data as at 1 July 2024; Dynamic Planner data as at Q2 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 March 2024; Oxford Risk data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

² Calculated as the weighted average across the equity allocation. ³ Calculated as the weighted average across the bond allocation.

Note: Fund and asset class weights should add up to 100%; however, there may be differences due to rounding. This is the same for all funds.

Vanguard LifeStrategy 60% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure **0.22%**

Number of underlying holdings **29,524**

Fund AUM

£15,301,050,611

Risk rating¹

| | |
|---|-------|
| Defaqto | 5 |
| Dynamic Planner | 5 |
| EValue (Risk Benchmark EV Standard 1-10, over 15 years, accumulation share classes) | 6.22 |
| FinaMetrica (Best Fit range) | 54-65 |
| Oxford Risk (risk band of 5) | 2.9 |
| Oxford Risk (risk band of 7) | 3.8 |
| Synaptic (Strategic asset allocation: risk scale 1 - 10) | 6 |
| Synaptic (Strategic asset allocation: risk scale 1 - 5) | 3.6 |

Equity portfolio analytics²

| | |
|----------------|------|
| PE ratio | 20.3 |
| Dividend yield | 2.3% |

Bond portfolio analytics³

| | |
|---------------------------|-------|
| Modified duration (years) | 7.41 |
| Yield to maturity | 4.34% |

Credit rating breakdown – bonds (%)

| | |
|---------------|-------|
| AAA | 4.55 |
| AA | 21.73 |
| A | 6.90 |
| BBB | 6.17 |
| Less than BBB | 0.00 |
| Not rated | 0.45 |

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Underlying funds

| Equity allocation | Weight (%) |
|--|------------|
| Vanguard FTSE Developed World ex-U.K. Equity Index Fund | 19.4 |
| Vanguard U.S. Equity Index Fund | 16.2 |
| Vanguard FTSE U.K. All Share Index Unit Trust | 14.9 |
| Vanguard Emerging Markets Stock Index Fund | 4.6 |
| Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund | 2.9 |
| Vanguard Japan Stock Index Fund | 1.5 |
| Vanguard Pacific Ex-Japan Stock Index Fund | 0.7 |
| Bond allocation | |
| Vanguard Global Bond Index Fund | 19.3 |
| Vanguard U.K. Government Bond Index Fund | 6.4 |
| Vanguard U.K. Investment Grade Bond Index Fund | 4.1 |
| Vanguard Global Aggregate Bond UCITS ETF | 2.9 |
| Vanguard U.K. Inflation-Linked Gilt Index Fund | 2.5 |
| Vanguard U.S. Government Bond Index Fund | 1.3 |
| Vanguard U.S. Investment Grade Credit Index Fund | 1.2 |
| Vanguard Euro Government Bond Index Fund | 1.1 |
| Vanguard Euro Investment Grade Bond Index Fund | 0.6 |
| Vanguard Japan Government Bond Index Fund | 0.4 |

Underlying asset classes

| Equity allocation | Weight (%) |
|----------------------------|------------|
| North America equities | 30.8 |
| UK equities | 14.9 |
| Europe ex-UK equities | 5.5 |
| Emerging markets equities | 4.6 |
| Japan equities | 2.8 |
| Asia ex-Japan equities | 1.6 |
| Bond allocation | |
| Global bonds | 22.2 |
| UK gilts | 6.4 |
| UK corporate bonds | 4.1 |
| UK index-linked bonds | 2.5 |
| US government bonds | 1.3 |
| US corporate bonds | 1.2 |
| Euro area government bonds | 1.1 |
| Euro area corporate bonds | 0.6 |
| Japan government bonds | 0.4 |

Sector breakdown – equities (%)

| | |
|------------------------|------|
| Information Technology | 12.1 |
| Financials | 10.4 |
| Industrials | 6.8 |
| Health Care | 6.6 |
| Consumer Discretionary | 5.8 |
| Consumer Staples | 4.7 |
| Communication Services | 4.0 |
| Energy | 3.4 |
| Materials | 2.9 |
| Utilities | 1.7 |
| Real Estate | 1.4 |
| Other | 0.3 |

Past performance as at 30 June 2024 (accumulation shares)

| Period | Fund return, net of OCF (%) |
|-------------------------------|-----------------------------|
| Since Inception (annualised)* | 7.07 |
| 3 Month | 1.41 |
| 6 Month | 5.81 |
| YTD | 5.81 |
| 1 Year (annualised) | 11.87 |
| 3 Year (annualised) | 2.56 |
| 5 Year (annualised) | 4.86 |
| 1 Jul 2023 - 30 Jun 2024 | 11.87 |
| 1 Jul 2022 - 30 Jun 2023 | 3.85 |
| 1 Jul 2021 - 30 Jun 2022 | -7.16 |
| 1 Jul 2020 - 30 Jun 2021 | 13.44 |
| 1 Jul 2019 - 30 Jun 2020 | 3.60 |

*Inception date: 23 June 2011

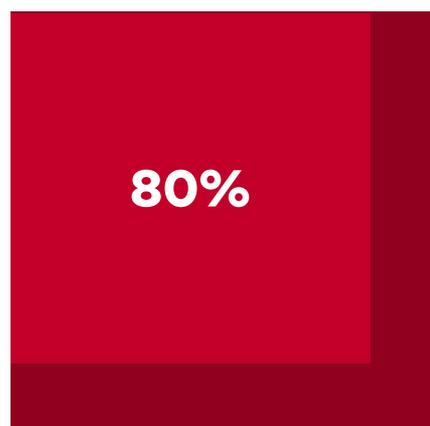
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² Calculated as the weighted average across the equity allocation. ³ Calculated as the weighted average across the bond allocation.

Note: Fund and asset class weights should add up to 100%; however, there may be differences due to rounding. This is the same for all funds.

Vanguard LifeStrategy 80% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure **0.22%**

Number of underlying holdings **24,097**

Fund AUM

£11,785,496,141

Risk rating¹

| | |
|---|-------|
| Defaqto | 7 |
| Dynamic Planner | 6 |
| EValue (Risk Benchmark EV Standard 1-10, over 15 years, accumulation share classes) | 8.21 |
| FinaMetrica (Best Fit range) | 66-82 |
| Oxford Risk (risk band of 5) | 3.7 |
| Oxford Risk (risk band of 7) | 5.0 |
| Synaptic (Strategic asset allocation: risk scale 1 - 10) | 7 |
| Synaptic (Strategic asset allocation: risk scale 1 - 5) | 4.4 |

Equity portfolio analytics²

| | |
|----------------|------|
| PE ratio | 20.4 |
| Dividend yield | 2.3% |

Bond portfolio analytics³

| | |
|---------------------------|-------|
| Modified duration (years) | 7.51 |
| Yield to maturity | 4.35% |

Credit rating breakdown – bonds (%)

| | |
|---------------|-------|
| AAA | 2.30 |
| AA | 11.17 |
| A | 3.32 |
| BBB | 2.96 |
| Less than BBB | - |
| Not rated | 0.25 |

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Underlying funds

| Equity allocation | Weight (%) |
|--|------------|
| Vanguard U.S. Equity Index Fund | 19.6 |
| Vanguard FTSE Developed World ex-U.K. Equity Index Fund | 19.3 |
| Vanguard FTSE U.K. All Share Index Unit Trust | 19.2 |
| Vanguard S&P 500 UCITS ETF | 6.7 |
| Vanguard Emerging Markets Stock Index Fund | 6.0 |
| Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund | 4.8 |
| Vanguard Japan Stock Index Fund | 2.5 |
| Vanguard Pacific Ex-Japan Stock Index Fund | 1.1 |
| Vanguard FTSE 100 UCITS ETF | 0.7 |
| Vanguard FTSE 250 UCITS ETF | 0.1 |
| Bond allocation | |
| Vanguard Global Bond Index Fund | 14.0 |
| Vanguard U.K. Government Bond Index Fund | 2.9 |
| Vanguard U.K. Investment Grade Bond Index Fund | 1.6 |
| Vanguard U.K. Inflation-Linked Gilt Index Fund | 1.5 |

Underlying asset classes

| Equity allocation | Weight (%) |
|---------------------------|------------|
| North America equities | 40.8 |
| UK equities | 20.0 |
| Europe ex-UK equities | 7.4 |
| Emerging markets equities | 6.0 |
| Japan equities | 3.8 |
| Asia ex-Japan equities | 2.0 |
| Bond allocation | |
| Global bonds | 14.0 |
| UK gilts | 2.9 |
| UK corporate bonds | 1.6 |
| UK index-linked bonds | 1.5 |

Sector breakdown – equities (%)

| | |
|------------------------|------|
| Information Technology | 16.1 |
| Financials | 13.7 |
| Industrials | 9.1 |
| Health Care | 8.8 |
| Consumer Discretionary | 7.7 |
| Consumer Staples | 6.3 |
| Communication Services | 5.3 |
| Energy | 4.5 |
| Materials | 3.9 |
| Utilities | 2.2 |
| Real Estate | 1.9 |
| Other | 0.5 |

Past performance as at 30 June 2024 (accumulation shares)

| Period | Fund return, net of OCF (%) |
|-------------------------------|-----------------------------|
| Since Inception (annualised)* | 8.70 |
| 3 Month | 2.17 |
| 6 Month | 8.42 |
| YTD | 8.42 |
| 1 Year (annualised) | 14.95 |
| 3 Year (annualised) | 5.32 |
| 5 Year (annualised) | 7.23 |
| 1 Jul 2023 - 30 Jun 2024 | 14.95 |
| 1 Jul 2022 - 30 Jun 2023 | 7.29 |
| 1 Jul 2021 - 30 Jun 2022 | -5.28 |
| 1 Jul 2020 - 30 Jun 2021 | 18.66 |
| 1 Jul 2019 - 30 Jun 2020 | 2.26 |

*Inception date: 23 June 2011

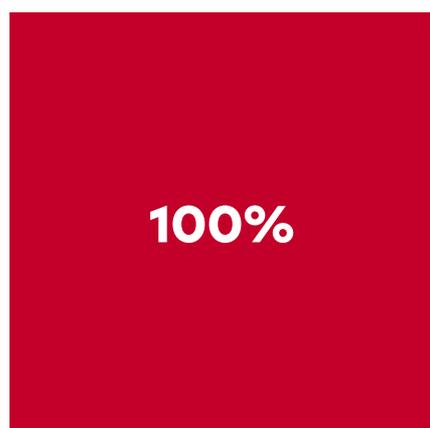
¹ Defaqto data as at 1 July 2024; Dynamic Planner data as at Q2 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 March 2024; Oxford Risk data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

² Calculated as the weighted average across the equity allocation. ³ Calculated as the weighted average across the bond allocation.

Note: Fund and asset class weights should add up to 100%; however, there may be differences due to rounding. This is the same for all funds.

Vanguard LifeStrategy 100% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure 0.22%

Number of underlying holdings 6,895

Fund AUM

£7,657,770,589

Risk rating¹

| | |
|---|--------|
| Defaqto | 9 |
| Dynamic Planner | 7 |
| EValue (Risk Benchmark EV Standard 1-10, over 15 years, accumulation share classes) | 10+ |
| FinaMetrica (Best Fit range) | 83-100 |
| Oxford Risk (risk band of 5) | 4.7 |
| Oxford Risk (risk band of 7) | 6.2 |
| Synaptic (Strategic asset allocation: risk scale 1 - 10) | 9 |
| Synaptic (Strategic asset allocation: risk scale 1 - 5) | 5.4 |

Equity portfolio analytics²

| | |
|----------------|------|
| PE ratio | 20.6 |
| Dividend yield | 2.3% |

Past performance is not a reliable indicator of future results.

Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns. Performance figures include 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 with gross income reinvested. All performance is calculated in GBP. Source: Vanguard as at 30 June 2024.

Underlying funds

| Equity allocation | Weight (%) |
|--|------------|
| Vanguard U.S. Equity Index Fund | 19.6 |
| Vanguard FTSE U.K. All Share Index Unit Trust | 19.4 |
| Vanguard FTSE Developed World ex-U.K. Equity Index Fund | 19.3 |
| Vanguard S&P 500 UCITS ETF | 16.9 |
| Vanguard Emerging Markets Stock Index Fund | 7.7 |
| Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund | 6.7 |
| Vanguard FTSE 100 UCITS ETF | 4.7 |
| Vanguard Japan Stock Index Fund | 3.5 |
| Vanguard Pacific Ex-Japan Stock Index Fund | 1.6 |
| Vanguard FTSE 250 UCITS ETF | 0.6 |

Underlying asset classes

| Bond allocation | |
|---------------------------|------|
| North America equities | 51.0 |
| UK equities | 24.7 |
| Europe ex-UK equities | 9.3 |
| Emerging markets equities | 7.7 |
| Japan equities | 4.8 |
| Asia ex-Japan equities | 2.5 |

Sector breakdown – equities (%)

| | |
|------------------------|------|
| Information Technology | 20.3 |
| Financials | 17.1 |
| Industrials | 11.3 |
| Health Care | 11.0 |
| Consumer Discretionary | 9.6 |
| Consumer Staples | 7.9 |
| Communication Services | 6.7 |
| Energy | 5.6 |
| Materials | 4.8 |
| Utilities | 2.8 |
| Real Estate | 2.3 |
| Other | 0.5 |

Past performance as at 30 June 2024 (accumulation shares)

| Period | Fund return, net of OCF (%) |
|-------------------------------|-----------------------------|
| Since Inception (annualised)* | 10.30 |
| 3 Month | 2.93 |
| 6 Month | 11.10 |
| YTD | 11.10 |
| 1 Year (annualised) | 18.17 |
| 3 Year (annualised) | 8.19 |
| 5 Year (annualised) | 9.61 |
| 1 Jul 2023 - 30 Jun 2024 | 18.17 |
| 1 Jul 2022 - 30 Jun 2023 | 10.79 |
| 1 Jul 2021 - 30 Jun 2022 | -3.26 |
| 1 Jul 2020 - 30 Jun 2021 | 23.84 |
| 1 Jul 2019 - 30 Jun 2020 | 0.85 |

*Inception date: 23 June 2011

¹ Defaqto data as at 1 July 2024; Dynamic Planner data as at Q2 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 March 2024 Oxford Risk data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

² Calculated as the weighted average across the equity allocation. ³ Calculated as the weighted average across the bond allocation.

Note: Fund and asset class weights should add up to 100%; however, there may be differences due to rounding. This is the same for all funds.

Vanguard's principles for investing success

It's easy to be swayed by the latest developments in the markets or the economy, manager ratings or the performance of an individual security or strategy. However, instead of getting caught up in investment noise, we believe that investors stand a better chance of success if they remain focused on the things they can control. We believe there are four fundamental principles that can help investors stay on track. Vanguard's LifeStrategy ETFs embody these principles and have been carefully constructed to give investors of all risk appetites the best chance of investment success.

Goals

Create clear, appropriate investment goals

An appropriate investment goal should be measurable and attainable. Success should not depend upon outsized investment returns, nor upon impractical saving or spending requirements.

1

Balance

Develop a suitable asset allocation using broadly diversified funds

A sound investment strategy starts with an asset allocation suitable for the portfolio's objective. The allocation should be built upon reasonable expectations for risk and returns, and should use diversified investments to avoid exposure to unnecessary risks.

2

Costs

Minimise cost

You can't control the markets, but you can control the bite of costs and taxes. The lower your costs, the greater your share of an investment's return. In addition, Vanguard research suggests that lower-cost investments have tended to outperform higher cost alternatives.

3

Discipline

Maintain perspective and long term discipline

Investing can provoke strong emotions. In the face of market turmoil, some investors may find themselves making impulsive decisions or, conversely, becoming paralysed, unable to implement an investment strategy or to rebalance a portfolio as needed. Discipline and perspective can help investors remain committed to their long-term plans.

4

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.

Past performance is not a reliable indicator of future results.

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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