

Economic background

In the first quarter of 2024, major central banks held rates at record highs as economic activity gained momentum and inflation rates continued to fall.

The United Kingdom (UK) economy slipped into recession (defined as two consecutive quarters of economic contraction) in the final quarter of 2023. Economic growth, measured by the change in value of all the goods and services produced in the economy (also known as gross domestic product, or GDP), contracted by 0.3% in the fourth quarter of 2023, following a previous contraction of 0.1% in the third quarter. The latest data suggest the UK economy grew by 0.1% for the full-year 2023. Surveys of economic activity in the manufacturing and services sectors¹ suggest that momentum picked up slightly in the first quarter of 2024.

Annual headline inflation (which measures the change in prices for goods and services over 12 months) dropped significantly, slowing to 3.4% in February, down from 4.0% in December 2023. Core inflation, which excludes volatile energy, food, alcohol and tobacco prices, slowed to 4.5% in February, down from 5.1% in December 2023 and 6.1% in September 2023. However, wage growth remained elevated, posing a key risk to the inflation outlook. The Bank of England kept the Bank Rate unchanged at 5.25% at its February and March meetings.

The euro area economy stagnated in the fourth quarter of 2023, recording a 0% growth rate having contracted by 0.1% in the third quarter. That means the region avoided a recession by its technical definition. Annual headline inflation continued to fall, slowing to 2.4% in the 12 months to March from 2.9% in December and 4.3% in September. Core inflation, which excludes energy, food, alcohol and tobacco prices, fell to 2.9% in the 12 months to March, down from its 5.7% peak in March 2023. The European Central Bank kept its key interest rate unchanged at 4% at its January and March meetings.

In the United States (US), economic growth slowed to 3.4% in the fourth quarter of 2023 from 4.9% in the third quarter. For full-year 2023, US GDP grew by 2.5%, higher than the 1.9% increase registered in 2022. Inflation continued to show signs of slowing, with annual headline inflation at 3.2% in the 12 months to February, down from 3.4% in December 2023. Core inflation, which excludes food and energy prices, also slowed, dropping to 3.8% in February from 3.9% in December 2023. The US Federal Reserve kept its target interest rate range unchanged at 5.25-5.5% at its January and March meetings.

In China, the economy grew 5.2% in 2023 versus the previous year. However, the country's economy lost momentum in the fourth quarter of 2023, driven primarily by a downturn in the property sector. Inflation, as measured by the Consumer Price Index, rose by 0.7% in the 12 months to February. The People's Bank of China kept monetary policy largely unchanged in the first quarter of 2024.

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 for the second successive quarter in the first quarter of 2024 (Q1). The portfolios with greater exposure to global equity markets outperformed those with smaller equity allocations, which marked a reversal from the previous quarter when bond markets posted one of the best quarterly performances in recent years². Returns ranged from +0.94% in the 20% Equity fund up to +7.93% in the 100% Equity fund³.

¹ Source: Composite Purchasing Managers' Index (PMI) for February and March 2024.

² Source: Bloomberg. Global bond performance based on the Bloomberg Global Aggregate Float Adjusted and Scaled Index GBP Hedged. Data between 1 October and 31 December 2023.

³ Source: Vanguard. Data between 1 January and 31 March 2024.

The positive performance across the LifeStrategy fund range in Q1 was driven by exposures to US, UK and European equity markets. The US equity market was the second-best performing equity market in Q1, after Japan. However, US stocks contributed most to returns because it is the largest equity exposure across the range. The US equity market rallied in Q1, driven by market optimism around the potential growth of artificial intelligence (AI). Nvidia and Microsoft were the main beneficiaries given their high-profile ties to the development of AI technology. UK equity markets rose, which aided the performance of LifeStrategy funds given their tilt to UK markets. European equity markets also posted strong gains in the first quarter as improvements in the economic outlook helped companies in the financial sector.

Fixed income detracted from performance for the 20%, 40%, 60% and 80% Equity LifeStrategy funds. As expectations of interest rate cuts in the first half of 2024 diminished, yields¹ on longer-maturity government bonds increased, reflecting a fall in prices. In the 100% Equity portfolio, the Asia Pacific ex-Japan equity exposure contributed least to performance.

Outlook

US equity valuations (the market's view of how much company shares are worth) have rarely been this high. Since 1950, they have only reached this level during the dot-com bubble and the post-Covid reopening. Even before the Q1 rally, US share prices were about 30% above our estimated range for what is 'fair value'² for those shares (as of 31 December 2023).

A fall in interest rates could help to close the valuation gap, but we think it's much more likely that the gap would close through falling share prices. At the same time, 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.

There may yet be further volatility in markets in 2024, given the transition to a higher interest-rate environment is not yet complete. But patient multi-asset investors, who maintain discipline with an allocation to global equities and bonds, are likely to be rewarded over the long term. Furthermore, because it is challenging to time financial markets, we believe investors should stay the course and maintain a long-term perspective (of at least five years) to have the best chance of investment success.

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.

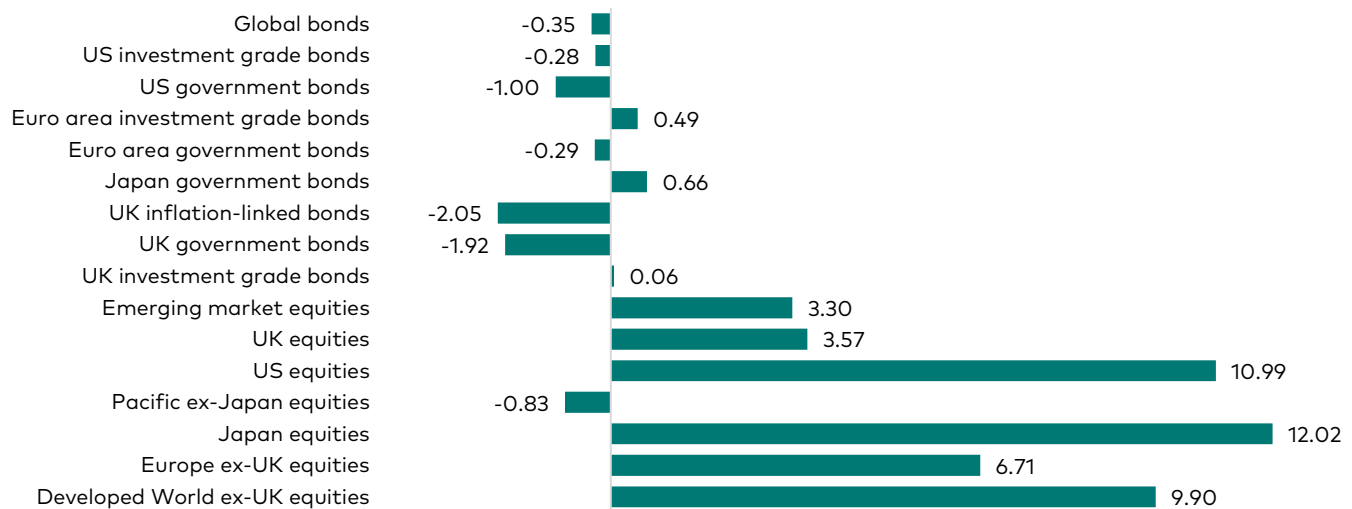
¹ The yield measures the interest from bonds as a proportion of the price.

² What Vanguard thinks of as fair value for shares is based on Vanguard's US fair-value cyclically-adjusted price-earnings (CAPE) ratio. The CAPE ratio, which considers current share prices relative to 10-year inflation-adjusted earnings per share, is a common metric for valuing US shares. Vanguard's statistical model adjusts the CAPE measure for the level of inflation and interest rates. The statistical model includes equity-earnings yields, 10-year trailing inflation and 10-year US Treasury yields estimated from January 1940 to January 2024. Currently, valuations are above our range of fair-value estimates. Sources: Vanguard calculations, based on data from Robert Shiller's website, the U.S. Bureau of Labor Statistics, the Federal Reserve Board, Refinitiv, and Global Financial Data.

Market performance

Equity and bond market total returns in Q1 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).

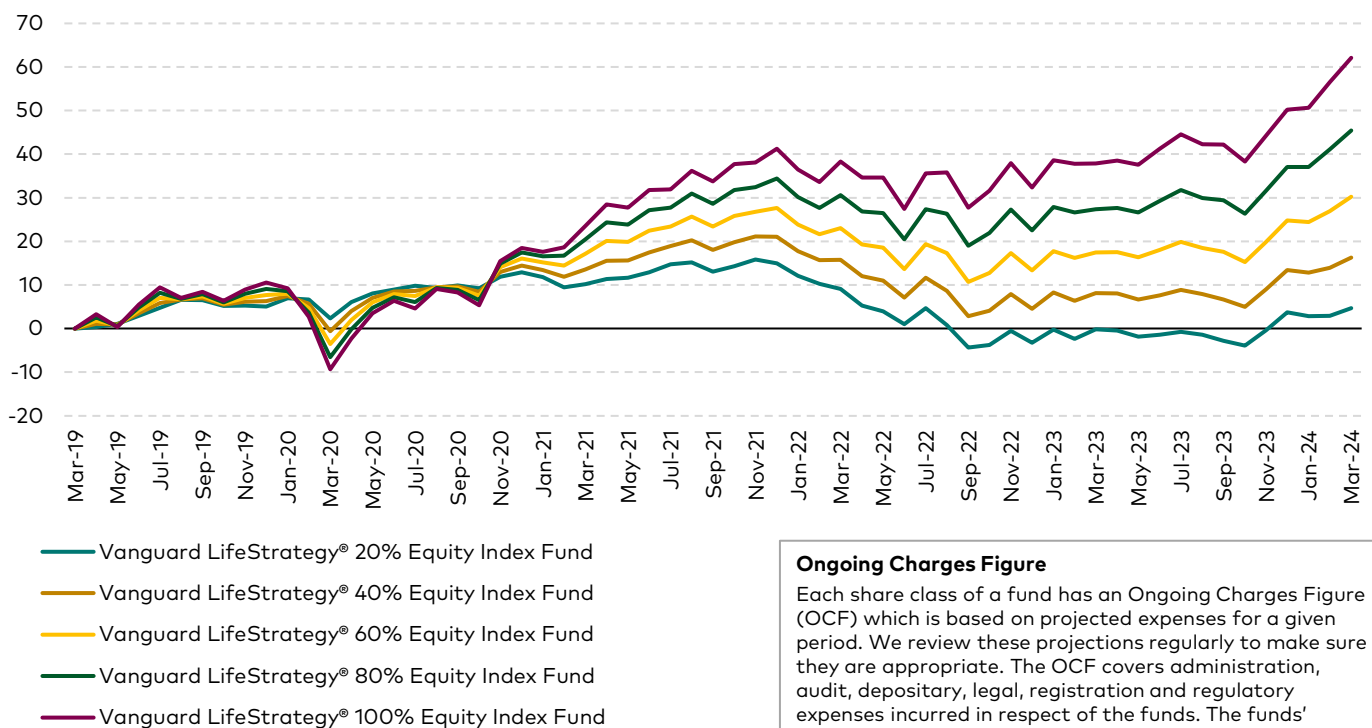


Past performance is not a reliable indicator of future results.

Source: Vanguard as at 31 March 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 Apr 2019 to 31 Mar 2024



Ongoing Charges Figure

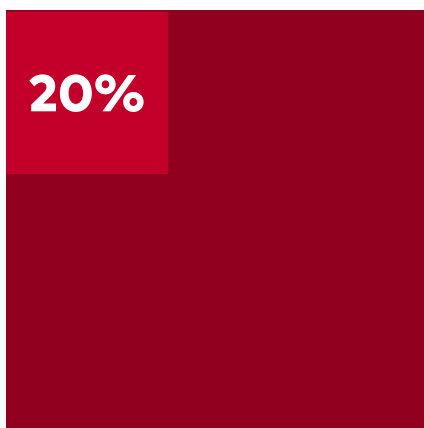
Each share class of a fund has an Ongoing Charges Figure (OCF) which is based on projected expenses for a given period. We review these projections regularly to make sure they are appropriate. The OCF covers administration, audit, depositary, legal, registration and regulatory expenses incurred in respect 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 31 March 2024.

Vanguard LifeStrategy 20% Equity Fund

Target weighting



Equities

Bonds

Ongoing charges figure 0.22%

Number of underlying holdings 26,304

Fund AUM

£1,302,255,013

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 band of 5)	1.4
Oxford (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	19.0
Dividend yield	2.3%

Bond portfolio analytics³

Modified duration (years)	7.77
Yield to maturity	4.14%

Credit rating breakdown – bonds (%)

AAA	8.71
AA	43.90
A	14.16
BBB	12.55
Less than BBB	0.00
Not rated	0.68

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 31 March 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	1.5
Bond allocation	
Vanguard Global Bond Index Fund	18.8
Vanguard U.K. Government Bond Index Fund	13.0
Vanguard Global Aggregate Bond UCITS ETF	12.5
Vanguard U.K. Investment Grade Bond Index Fund	7.5
Vanguard U.S. Government Bond Index Fund	6.3
Vanguard U.K. Inflation-Linked Gilt Index Fund	6.2
Vanguard U.S. Investment Grade Credit Index Fund	5.9
Vanguard Euro Government Bond Index Fund	5.2
Vanguard Euro Investment Grade Bond Index Fund	2.9
Vanguard Japan Government Bond Index Fund	1.7

Underlying asset classes

Equity allocation	Weight (%)
North American equities	10.0
UK equities	5.0
European ex-UK equities	1.9
Emerging market equities	1.5
Japan equities	1.0
Asia ex-Japan equities	0.6
Bond allocation	
Global bonds	31.3
UK gilts	13.0
UK corporate bonds	7.5
US government bonds	6.3
UK index-linked bonds	6.2
US corporate bonds	5.9
European government bonds	5.2
European corporate bonds	2.9
Japan government bonds	1.7

Sector breakdown – equities (%)

Information Technology	3.8
Financials	3.5
Industrials	2.3
Health Care	2.2
Consumer Discretionary	2.1
Consumer Staples	1.6
Communication Services	1.3
Energy	1.2
Materials	1.0
Utilities	0.5
Real Estate	0.5
Other	0.1

Past performance as at 31 March 2024 (accumulation shares)

Period	Fund return, net of OCF (%)
Since Inception (annualised)*	3.83
3 Month	0.94
6 Month	7.72
YTD	0.94
1 Year (annualised)	4.86
3 Year (annualised)	-1.70
5 Year (annualised)	0.91
1 Apr 2023 - 31 Mar 2024	4.86
1 Apr 2022 - 31 Mar 2023	-8.49
1 Apr 2021 - 31 Mar 2022	-1.02
1 Apr 2020 - 31 Mar 2021	7.73
1 Apr 2019 - 31 Mar 2020	2.29

*Inception date: 23 June 2011

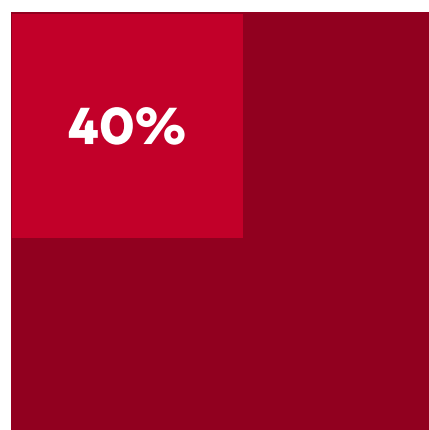
¹ Defaqto data as at April 2024; Dynamic Planner data as at Q1 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 January 2021; Oxford data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

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 **30,819**

Fund AUM

£6,205,629,361

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 band of 5)	2.0
Oxford (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	19.2
Dividend yield	2.3%

Bond portfolio analytics³

Modified duration (years)	7.59
Yield to maturity	4.00%

Credit rating breakdown – bonds (%)

AAA	6.44
AA	32.69
A	10.80
BBB	9.58
Less than BBB	0.00
Not rated	0.49

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 31 March 2024.

Underlying funds

Equity allocation	Weight (%)
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	19.2
Vanguard FTSE U.K. All Share Index Unit Trust	10.0
Vanguard U.S. Equity Index Fund	5.9
Vanguard Emerging Markets Stock Index Fund	2.9
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	18.8
Vanguard U.K. Government Bond Index Fund	9.7
Vanguard U.K. Investment Grade Bond Index Fund	5.7
Vanguard Global Aggregate Bond UCITS ETF	5.1
Vanguard U.K. Inflation-Linked Gilt Index Fund	4.6
Vanguard U.S. Government Bond Index Fund	4.5
Vanguard Euro Government Bond Index Fund	3.7
Vanguard U.S. Investment Grade Credit Index Fund	2.8
Vanguard Euro Investment Grade Bond Index Fund	2.1
Vanguard USD Corporate Bond UCITS ETF	1.6
Vanguard Japan Government Bond Index Fund	1.3

Underlying asset classes

Equity allocation	Weight (%)
North American equities	20.1
UK equities	10.0
European ex-UK equities	3.8
Emerging market equities	2.9
Japan equities	2.0
Asia ex-Japan equities	1.2

Bond allocation

Global bonds	23.9
UK gilts	9.7
UK corporate bonds	5.7
UK index-linked bonds	4.6
US government bonds	4.5
US corporate bonds	4.4
European government bonds	3.8
European corporate bonds	2.1
Japan government bonds	1.3

Sector breakdown – equities (%)

Information Technology	7.4
Financials	7.0
Industrials	4.7
Health Care	4.4
Consumer Discretionary	4.1
Consumer Staples	3.2
Communication Services	2.6
Energy	2.3
Materials	2.0
Utilities	1.1
Real Estate	1.0
Other	0.2

Past performance as at 31 March 2024 (accumulation shares)

Period	Fund return, net of OCF (%)
Since Inception (annualised)*	5.44
3 Month	2.56
6 Month	9.08
YTD	2.56
1 Year (annualised)	7.56
3 Year (annualised)	0.80
5 Year (annualised)	3.07

1 Apr 2023 - 31 Mar 2024	7.56
1 Apr 2022 - 31 Mar 2023	-6.62
1 Apr 2021 - 31 Mar 2022	1.97
1 Apr 2020 - 31 Mar 2021	14.27
1 Apr 2019 - 31 Mar 2020	-0.64

*Inception date: 23 June 2011

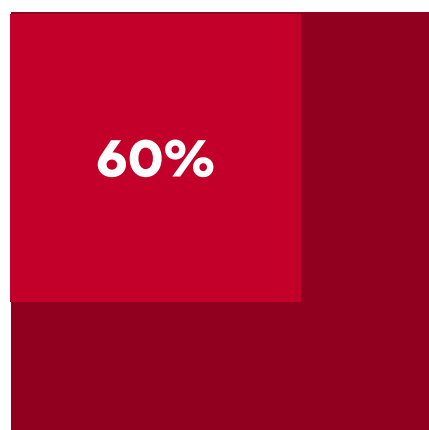
¹ Defaqto data as at April 2024; Dynamic Planner data as at Q1 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 January 2021; Oxford data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

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 **29,359**

Fund AUM

£14,999,855,080

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 band of 5)	2.9
Oxford (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	19.4
Dividend yield	2.3%

Bond portfolio analytics³

Modified duration (years)	7.59
Yield to maturity	4.15%

Credit rating breakdown – bonds (%)

AAA	4.53
AA	21.64
A	7.00
BBB	6.27
Less than BBB	0.00
Not rated	0.35

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 31 March 2024.

Underlying funds

Equity allocation	Weight (%)
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	19.2
Vanguard U.S. Equity Index Fund	16.1
Vanguard FTSE U.K. All Share Index Unit Trust	14.9
Vanguard Emerging Markets Stock Index Fund	4.4
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	3.1
Vanguard Japan Stock Index Fund	1.7
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	6.3
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	2.6
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 American equities	30.3
UK equities	14.9
European ex-UK equities	5.8
Emerging market equities	4.4
Japan equities	3.1
Asia ex-Japan equities	1.7
Bond allocation	
Global bonds	22.2
UK gilts	6.3
UK corporate bonds	4.1
UK index-linked bonds	2.6
US government bonds	1.3
US corporate bonds	1.2
European government bonds	1.1
European corporate bonds	0.6
Japan government bonds	0.4

Sector breakdown – equities (%)

Information Technology	11.1
Financials	10.5
Industrials	7.1
Health Care	6.7
Consumer Discretionary	6.3
Consumer Staples	4.8
Communication Services	3.8
Energy	3.4
Materials	3.0
Utilities	1.6
Real Estate	1.5
Other	0.3

Past performance as at 31 March 2024 (accumulation shares)

Period	Fund return, net of OCF (%)
Since Inception (annualised)*	7.09
3 Month	4.34
6 Month	10.74
YTD	4.34
1 Year (annualised)	10.88
3 Year (annualised)	3.59
5 Year (annualised)	5.42
1 Apr 2023 - 31 Mar 2024	10.88
1 Apr 2022 - 31 Mar 2023	-4.57
1 Apr 2021 - 31 Mar 2022	5.06
1 Apr 2020 - 31 Mar 2021	21.46
1 Apr 2019 - 31 Mar 2020	-3.57

*Inception date: 23 June 2011

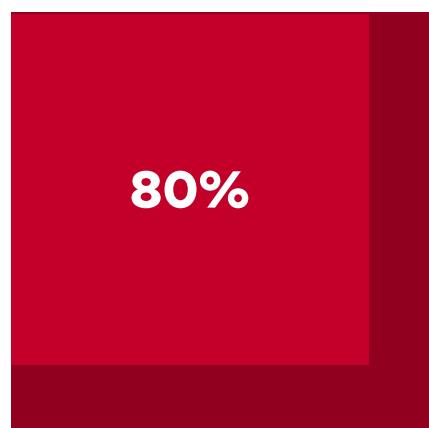
¹ Defaqto data as at April 2024; Dynamic Planner data as at Q1 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 January 2021; Oxford data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

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 80% Equity Fund

Target weighting



- Equities
- Bonds

Ongoing charges figure **0.22%**

Number of underlying holdings **23,879**

Fund AUM

£11,081,192,641

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 band of 5)	3.7
Oxford (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	18.2
Dividend yield	2.5%

Bond portfolio analytics³

Modified duration (years)	7.66
Yield to maturity	4.17%

Credit rating breakdown – bonds (%)

AAA	2.31
AA	11.03
A	3.42
BBB	3.06
Less than BBB	-
Not rated	0.19

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 31 March 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	19.2
Vanguard S&P 500 UCITS ETF	6.3
Vanguard Emerging Markets Stock Index Fund	5.8
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	5.0
Vanguard Japan Stock Index Fund	2.7
Vanguard Pacific Ex-Japan Stock Index Fund	1.1
Vanguard FTSE 100 UCITS ETF	0.8
Vanguard FTSE 250 UCITS ETF	0.1
Bond allocation	
Vanguard Global Bond Index Fund	14.0
Vanguard U.K. Government Bond Index Fund	2.8
Vanguard U.K. Investment Grade Bond Index Fund	1.7
Vanguard U.K. Inflation-Linked Gilt Index Fund	1.5

Underlying asset classes

Equity allocation	Weight (%)
North American equities	40.1
UK equities	20.3
European ex-UK equities	7.7
Emerging market equities	5.8
Japan equities	4.1
Asia ex-Japan equities	2.0
Bond allocation	
Global bonds	14.0
UK gilts	2.8
UK corporate bonds	1.7
UK index-linked bonds	1.5

Sector breakdown – equities (%)

Information Technology	14.7
Financials	13.9
Industrials	9.5
Health Care	8.9
Consumer Discretionary	8.4
Consumer Staples	6.5
Communication Services	5.1
Energy	4.6
Materials	4.0
Utilities	2.2
Real Estate	2.0
Other	0.5

Past performance as at 31 March 2024 (accumulation shares)

Period	Fund return, net of OCF (%)
Since Inception (annualised)*	8.70
3 Month	6.12
6 Month	12.38
YTD	6.12
1 Year (annualised)	14.18
3 Year (annualised)	6.48
5 Year (annualised)	7.78
1 Apr 2023 - 31 Mar 2024	14.18
1 Apr 2022 - 31 Mar 2023	-2.47
1 Apr 2021 - 31 Mar 2022	8.42
1 Apr 2020 - 31 Mar 2021	28.85
1 Apr 2019 - 31 Mar 2020	-6.53

*Inception date: 23 June 2011

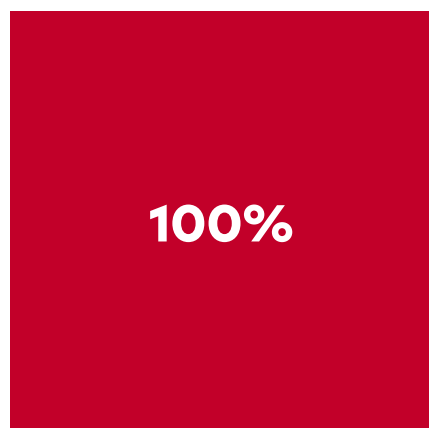
¹ Defaqto data as at April 2024; Dynamic Planner data as at Q1 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 January 2021; Oxford data as at 31 January 2024; Synaptic data as at Q1 2024. These as-at dates are the same for every fund.

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 **6,920**

Fund AUM

£7,046,662,590

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 band of 5)	4.7
Oxford (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	16.7
Dividend yield	2.5%

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 31 March 2024.

Underlying funds

Equity allocation	Weight (%)
Vanguard FTSE U.K. All Share Index Unit Trust	19.6
Vanguard U.S. Equity Index Fund	19.7
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	19.3
Vanguard S&P 500 UCITS ETF	16.4
Vanguard Emerging Markets Stock Index Fund	7.3
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	7.0
Vanguard FTSE 100 UCITS ETF	4.7
Vanguard Japan Stock Index Fund	3.7
Vanguard Pacific Ex-Japan Stock Index Fund	1.6
Vanguard FTSE 250 UCITS ETF	0.6

Underlying asset classes

Equity allocation	Weight (%)
North American equities	50.4
UK equities	25.0
European ex-UK equities	9.7
Emerging market equities	7.3
Japan equities	5.1
Asia ex-Japan equities	2.5

Sector breakdown – equities (%)

Information Technology	18.5
Financials	17.3
Industrials	11.8
Health Care	11.2
Consumer Discretionary	10.5
Consumer Staples	8.1
Communication Services	6.4
Energy	5.7
Materials	4.9
Utilities	2.7
Real Estate	2.4
Other	0.5

Past performance as at 31 March 2024 (accumulation shares)

Period	Fund return, net of OCF (%)
Since Inception (annualised)*	10.26
3 Month	7.93
6 Month	14.00
YTD	7.93
1 Year (annualised)	17.59
3 Year (annualised)	9.49
5 Year (annualised)	10.15

1 Apr 2023 - 31 Mar 2024	17.59
1 Apr 2022 - 31 Mar 2023	-0.31
1 Apr 2021 - 31 Mar 2022	11.97
1 Apr 2020 - 31 Mar 2021	36.30
1 Apr 2019 - 31 Mar 2020	-9.38

*Inception date: 23 June 2011

¹ Defaqto data as at April 2024; Dynamic Planner data as at Q1 2024; EValue data as at Q1 2024; FinaMetrica data as at 31 January 2021; Oxford 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>.

Important information

For further information on the fund's investment policies and risks, please refer to the prospectus of the UCITS and to the KIID before making any final investment decisions. The KIID for this fund is available, alongside the prospectus via Vanguard's website <https://www.vanguardinvestor.co.uk>.

Vanguard Asset Management Limited only gives information on products and services and does not give investment advice based on individual circumstances. If you have any questions related to your investment decision or the suitability or appropriateness for you of the products described in this document, please contact your financial adviser.

This document is designed for use by, and is directed only at persons resident in the UK.

The information contained in this document is not to be regarded as an offer to buy or sell or the solicitation of any offer to buy or sell securities in any jurisdiction where such an offer or solicitation is against the law, or to anyone to whom it is unlawful to make such an offer or solicitation, or if the person making the offer or solicitation is not qualified to do so. The information in this document is general in nature and does not constitute legal, tax, or investment advice. Potential investors are urged to consult their professional advisers on the implications of making an investment in, holding or disposing of shares and /or units of, and the receipt of distribution from any investment.

The Authorised Corporate Director for Vanguard LifeStrategy Funds ICVC is Vanguard Investments UK, Limited. Vanguard Asset Management, Limited is a distributor of Vanguard LifeStrategy Funds ICVC.

For investors in UK domiciled funds, a summary of investor rights can be obtained via <https://www.vanguard.co.uk/content/dam/intl/europe/documents/en/Vanguard-InvestorsRightsSummaryUKFUNDSJan22.pdf> and is available in English.

London Stock Exchange Group companies include FTSE International Limited ("FTSE"), Frank Russell Company ("Russell"), MTS Next Limited ("MTS"), and FTSE TMX Global Debt Capital Markets Inc. ("FTSE TMX"). All rights reserved. "FTSE®", "Russell®", "MTS®", "FTSE TMX®" and "FTSE Russell" and other service marks and trademarks related to the FTSE or Russell indexes are trademarks of the London Stock Exchange Group companies and are used by FTSE, MTS, FTSE TMX and Russell under licence. All information is provided for information purposes only. No responsibility or liability can be accepted by the London Stock Exchange Group companies nor its licensors for any errors or for any loss from use of this publication. Neither the London Stock Exchange Group companies nor any of its licensors make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FTSE or Russell indexes or the fitness or suitability of the indexes for any particular purpose to which they might be put.

The index is a product of S&P Dow Jones Indices LLC ("SPDJI"), and has been licensed for use by Vanguard. Standard & Poor's® and S&P® are registered trademarks of Standard & Poor's Financial Services LLC ("S&P"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"); S&P® and S&P 500® are trademarks of S&P; and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by Vanguard. Vanguard product(s) are not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, or their respective affiliates and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the index.

Issued by Vanguard Asset Management Limited, which is authorised and regulated in the UK by the Financial Conduct Authority.

© 2024 Vanguard Asset Management Limited. All rights reserved.