

SUSTAINABLELIFE FUNDS

Quarterly update

LOW-COST ACTIVE
MULTI-ASSET

Vanguard's SustainableLife funds are designed for investors who want to generate long-term growth from their investments, alongside the incorporation of sustainable investment criteria. The names refer to the equity exposure that each fund aims to hold, with the remainder invested in fixed income securities.

Highlights

- Global stocks and bonds rebounded from losses to post strong gains for the quarter.
- The US and Europe were the top-performing regions over the period.
- Growth stocks performed better than value stocks.
- Each fund within the Vanguard SustainableLife range underperformed its benchmark.
- Wellington believes its long-term approach is well-suited for a range of possible outcomes.

Market overview

Global financial markets experienced significant volatility in the fourth quarter of 2023. Stocks and bonds continued to lose ground early on, amid concerns that interest rates might remain elevated for an extended period. Both asset classes went on to post strong gains for the quarter, however, as inflation remained on a downward trend and economic growth softened. These factors fuelled market expectations that interest rates had reached their peak and that rate cuts were likely not too far down the road.

Government bond yields in developed markets fell, and stock and bond prices posted strong gains for the quarter.

Performance

The Vanguard SustainableLife 40-50% Equity Fund returned 5.39% (net of fees) over the quarter and underperformed its benchmark, the SustainableLife 40-50% Equity Composite Index¹ (in GBP), which returned 6.80%².

The Vanguard SustainableLife 60-70% Equity Fund returned 4.77% (net of fees) over the quarter and underperformed its benchmark, the SustainableLife 60-70% Equity Composite Index³ (in GBP), which returned 6.76%⁴.

The Vanguard SustainableLife 80-90% Equity Fund returned 4.37% (net of fees) over the quarter and underperformed its benchmark, the SustainableLife 80-90% Equity Composite Index⁵ (in GBP), which returned 6.77%⁶.

The equity sleeve underperformed its benchmark, primarily driven by security selection within, and an underweight allocation to, the technology sector. Meanwhile, security selection in the energy and financials sectors added to relative returns.

The largest held detractors included Cisco Systems and Nokia.

The share price of Cisco Systems, the hardware and software provider of networking equipment, fell over the period after the company issued a disappointing revenue forecast for the second quarter of 2024, citing a slowdown in new product orders as clients continue to install products already purchased.

The share price of Nokia, the Finnish multinational telecoms company, fell following weak third-quarter results. Earnings per share (EPS) and sales fell short of expectations as macroeconomic uncertainty and higher interest rates continued to pressure spending by telecoms operators. Reports of AT&T, the US

¹Composite Index comprises: 45% FTSE Developed Net Tax Index, 44% Bloomberg Global Aggregate Credit Index, 5.5% Bloomberg Global Aggregate Treasury Index; and 5.5% Bloomberg Global Aggregate Securitized Index (together, the "Composite Index").

^{2,4,6}Source: Vanguard, as at 31 December 2023.

³Composite Index comprises: 65% FTSE Developed Net Tax Index, 28% Bloomberg Global Aggregate Credit Index, 3.5% Bloomberg Global Aggregate Treasury Index; and 3.5% Bloomberg Global Aggregate Securitized Index (together, the "Composite Index").

⁵Composite Index comprises: 85% FTSE Developed Net Tax Index, 12% Bloomberg Global Aggregate Credit Index, 1.5% Bloomberg Global Aggregate Treasury Index; and 1.5% Bloomberg Global Aggregate Securitized Index (together, the "Composite Index").

multinational telecoms company, possibly removing Nokia as one of its 5G equipment suppliers also weighed on the share price.

The largest held equity contributors included Intel and American Express.

The share price of Intel, the US technology firm, rose during the period, on the back of strong third-quarter results. The company reported EPS and revenue that beat expectations, primarily driven by Intel's foundry business and increased interest in artificial intelligence, as well as its recovery in the PC market.

The share price of American Express rose during the period as the card payments company reported third-quarter earnings which saw both record revenue and EPS, beating analyst expectations.

The fixed income sleeve outperformed its benchmark. Security selection within investment-grade credit had a positive impact on returns. Within corporate credit, selection within the industrials, utilities and financial institutions sectors contributed to relative performance. An overweight allocation to financial institutions, particularly banking, also boosted returns. Meanwhile, the portfolio's duration and yield-curve positioning detracted from performance, as did an allocation to agency mortgage-backed securities (MBS). The portfolio's credit spread duration positioning also had a negative effect on relative returns.

Activity

Wellington initiated a position in Diamondback Energy, an independent oil and natural gas company, given improving structural dynamics at the firm. Energy supply growth is limited, and Diamondback is expected to benefit from the long-term supply-demand mismatch, as well as nearer-term catalysts such as stimulus in China, which should benefit oil prices.

Wellington trimmed its position in Japanese financial services company Mitsubishi UFJ Financial (MUFG) on share price strength.

The fixed income allocation has overweight exposure to US dollar-denominated corporate bonds but is underweight US dollar-denominated supranational and sovereign bonds, given very tight valuations. The team remains underweight emerging market debt, given tight valuations and its vulnerability to tighter financial conditions globally. Wellington views European corporate valuations as attractive. The team is underweight Japanese duration, based on its view that the Bank of

Japan's (BoJ's) policy is inconsistent with Japan's stronger growth and inflation profile, and the team expects to see Japan's monetary policy normalise in 2024.

Outlook

The equity team believes that adjusting to the new normal of higher interest rates will continue to create market uncertainty and presents a challenge for sustaining high valuations, particularly within mega-cap technology stocks. Questions remain around the persistence of global decoupling, the pace of China's post-Covid-19 recovery and long-term growth of the economy beyond its property sector, as well as the future of the BOJ's yield curve control policy. However, relative valuations remain compelling. Overall, the team continues to find attractive opportunities in this environment by following its process of investing in resilient dividend payers discounted for transitory reasons.

The fixed income team maintains a very modestly procyclical stance. The lagged impacts of a rapid tightening campaign are finally starting to show signs of slowing economic growth but have had a less pronounced impact on inflation than expected. The team is seeing early signs of weakening growth as consumer demand ebbs alongside the depletion of excess savings, and this supports a softer landing.

ESG Engagement

During the fourth quarter, Wellington met with Shell, which continues to actively engage and invest in the energy transition. Wellington's initial thesis for Shell noted that large integrated energy firms, including Shell, will remain essential players in ensuring supplies of oil and gas are sufficient to meet energy affordability and security needs through the energy transition.

The meeting highlighted a more focused approach to ESG under the new CEO, Wael Sawan, as Shell takes steps to align resources to capture more value from the changing energy landscape. Wellington believes that Shell has taken some important steps in terms of energy transition technologies, including expanded sustainable aviation fuel production, biofuels and electric vehicle charging infrastructure. It has also enhanced its focus on shareholder value creation, management time and capital allocation.

Please refer to our quarterly engagement factsheet for more detail about Wellington's engagement activities.

Vanguard SustainableLife 40-50% Equity Fund

Key fund facts (as at 31 December 2023)

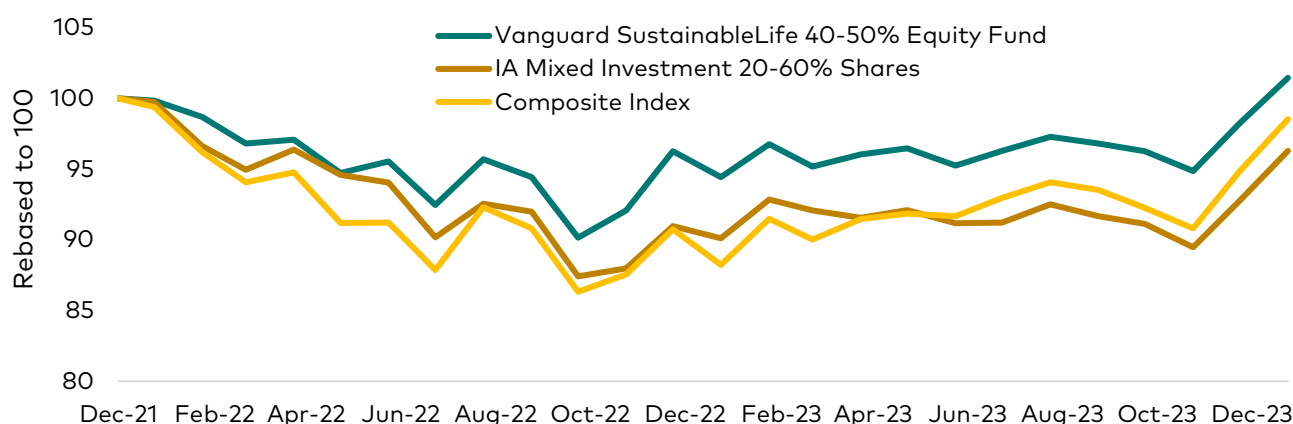
Investment manager: Wellington Management Company LLP
Target weighting: Equities 45%; Bonds 55%
Domicile: United Kingdom
Benchmark: Composite Index

Inception date: 08 Dec 2021
Ongoing charges figure¹: 0.48%
Fund AUM: GBP 66m
ISIN: GB00BMCQRZ38

Top 10 fund holdings (% exposure, as at 31 December 2023)

| Company | % |
|--------------------|-----|
| Microsoft Corp. | 1.2 |
| AstraZeneca plc | 1.2 |
| Novartis AG | 1.1 |
| TotalEnergies SE | 1.1 |
| Johnson & Johnson | 1.0 |
| Chubb Ltd. | 1.0 |
| Cisco Systems Inc. | 0.9 |
| Merck & Co. Inc. | 0.8 |
| Duke Energy Corp. | 0.8 |
| Accenture plc | 0.8 |

Fund performance (Cumulative % growth, GBP, 8 Dec 2021 to 31 December 2023)



| Cumulative (%) | YTD | 3 month | 1 year | 3 yr (ann.) | 5 yr (ann.) | Since inception |
|------------------|-----------------------|---------|-----------------------|-----------------------|-----------------------|-----------------------|
| | | | | | | (ann.) |
| Fund | 7.44 | 5.39 | 7.44 | -- | -- | 0.70 |
| Peer group | 6.86 | 5.68 | 6.86 | 0.86 | 3.54 | -1.82 |
| Benchmark | 11.66 | 6.80 | 11.66 | 2.58 | 6.50 | -0.71 |
| Year on year (%) | 1-Jan-19 to 31-Dec-19 | | 1-Jan-20 to 31-Dec-20 | 1-Jan-21 to 31-Dec-21 | 1-Jan-22 to 31-Dec-22 | 1-Jan-23 to 31-Dec-23 |
| Fund | -- | | -- | -- | -5.43 | 7.44 |
| Peer group | 12.08 | | 3.49 | 6.31 | -9.67 | 6.86 |
| Benchmark | 15.20 | | 10.19 | 8.89 | -11.21 | 11.66 |

Past performance is not a reliable indicator of future results.

Peer group is IA Mixed Investment 20-60% Shares. Performance figures include the reinvestment of all dividends and any capital gains distributions. Basis of fund performance is NAV to NAV. Basis of index performance is total return. All performance is calculated in GBP, net of fees.

Benchmark is a composite index comprised of: 45% FTSE Developed Net Tax Index; 44% Bloomberg Global Aggregate Credit Index; 5.5% Bloomberg Global Aggregate Treasury Index; and 5.5% Bloomberg Global Aggregate Securitized Index.

Source: Vanguard and Morningstar, as at 31 December 2023.

¹The Ongoing Charges Figure (OCF) covers the fund manager's costs of managing the fund. It does not include dealing costs or additional costs such as audit fees.

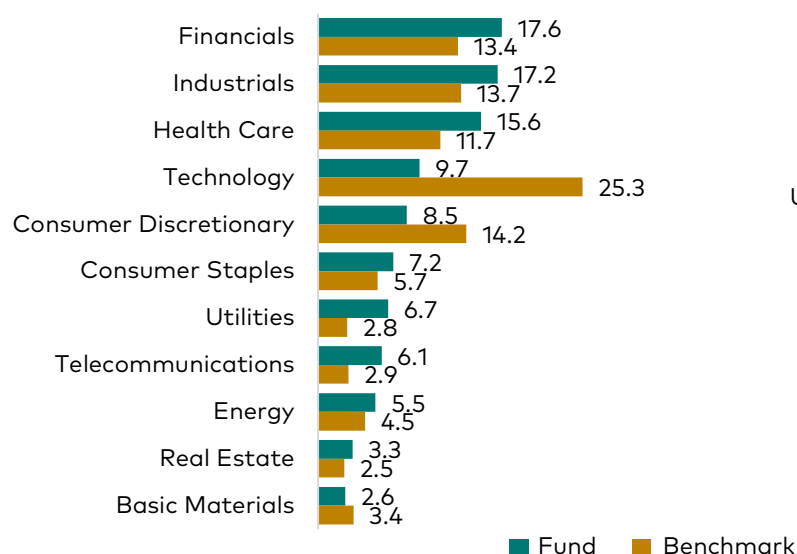
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Vanguard SustainableLife 40-50% Equity Fund

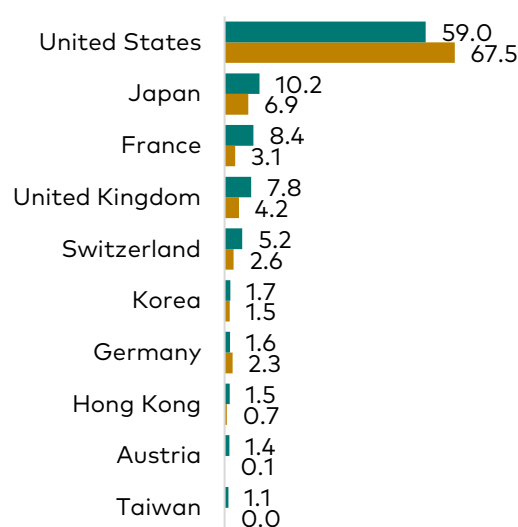
Equity portfolio (as at 31 December 2023)

| Characteristics | Fund | Benchmark |
|-------------------------|--------|-----------|
| Number of stocks | 82 | 2,110 |
| Median market cap | £86.0B | £88.3B |
| PE ratio | 15.5x | 19.1x |
| Equity yield (dividend) | 2.9% | 1.9% |

Sector exposure (%)



Regional exposure – top 10 regions (%)



Fixed income portfolio (as at 31 December 2023)

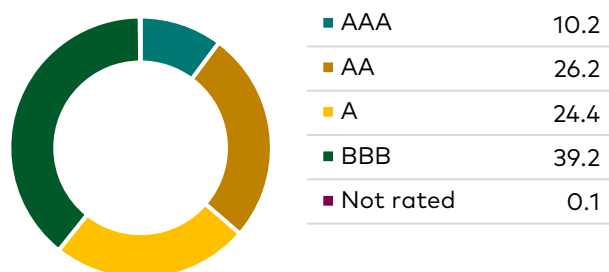
Average coupon: 4.1%
Average maturity: 8.6 years
Average quality: A

Average duration: 5.9 years
Turnover rate: 293.5%
Number of bonds: 439

Distribution by issuer (% of bonds)

| Characteristics | Fund % |
|---------------------------------------|--------|
| Financial institutions | 27.6 |
| Industrial | 27.2 |
| Treasury | 17.2 |
| Mortgage Backed Security Pass-through | 10.2 |
| Utility | 8.3 |
| Supranational | 2.5 |
| Other | 2.5 |
| Local authority | 1.5 |
| Asset-backed security | 1.1 |
| Agency | 0.9 |
| Sovereign | 0.8 |
| Commercial mortgage-backed security | 0.2 |

Distribution by credit quality (% of bonds)



Credit quality ratings for each issue are obtained from Barclays using ratings derived from Moody's Investors Service, Fitch Ratings, and Standard & Poor's. When ratings from all three agencies are available, the median rating is used. When ratings are available from two of the agencies, the lower rating is used. When one rating is available, that rating is used.

Source: Vanguard, as at 31 December 2023.

Benchmark is a composite index comprised of: 45% FTSE Developed Net Tax Index; 44% Bloomberg Global Aggregate Credit Index; 5.5% Bloomberg Global Aggregate Treasury Index; and 5.5% Bloomberg Global Aggregate Securitized Index.

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Vanguard SustainableLife 40-50% Equity Fund

Performance analysis¹

Top contributors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------------|------------------|--------------|----------------|--------------|
| BlackRock Inc. | 1.3 | 0.2 | 21.0 | 0.2 |
| AMERICAN TOWER CORP | 1.3 | 0.2 | 28.0 | 0.2 |
| American Express Company | 1.7 | 0.2 | 20.7 | 0.2 |
| Intel Corporation | 1.3 | 0.4 | 35.8 | 0.2 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -18.1 | 0.2 |

Top detractors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------|------------------|--------------|----------------|--------------|
| Cisco Systems Inc. | 1.9 | 0.3 | -9.4 | -0.3 |
| Nokia Oyj | 1.0 | 0.0 | -13.7 | -0.3 |
| Pfizer Inc. | 1.2 | 0.3 | -15.8 | -0.3 |
| AstraZeneca | 2.4 | 0.0 | -4.8 | -0.3 |
| Exelon Corporation | 1.5 | 0.1 | -8.2 | -0.3 |

Top contributors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|-------------------------------------|------------------|--------------|-----------------|--------------|
| Intel Corporation | 1.3 | 0.4 | 83.7 | 0.4 |
| Autoliv Inc. | 1.3 | 0.0 | 39.7 | 0.3 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -12.4 | 0.3 |
| Mitsubishi UFJ Financial Group Inc. | 1.2 | 0.2 | 24.6 | 0.2 |
| Chevron Corporation | 0.0 | 0.4 | -19.4 | 0.2 |

Top detractors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|---------------------|------------------|--------------|-----------------|--------------|
| NVIDIA Corporation | 0.0 | 1.9 | 219.9 | -1.4 |
| Apple Inc. | 0.0 | 4.6 | 40.4 | -0.9 |
| Meta Platforms Inc. | 0.0 | 1.3 | 177.5 | -0.8 |
| Amazon.com Inc. | 0.0 | 2.2 | 70.7 | -0.8 |
| Nokia Oyj | 1.0 | 0.0 | -29.0 | -0.7 |

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¹Weights are as at the end of the reporting period, but the total effect is based on positions held over the full period.

The portfolio attribution data shown above is provided by FactSet based on information provided by Vanguard about the fund's daily portfolio holdings as of the market close. Because the fund buys and sells stocks throughout the trading day and not necessarily at the market close, the attribution data shown above is an estimate and may not precisely reflect actual attribution information.

Source: FactSet, as at 31 December 2023. FactSet is a holdings-based attribution tool. Portfolio transactions are valued at closing price, which may cause some slight deviations with the fund return (based on NAV).

Benchmark is a composite index comprised of: 45% FTSE Developed Net Tax Index; 44% Bloomberg Global Aggregate Credit Index; 5.5% Bloomberg Global Aggregate Treasury Index; and 5.5% Bloomberg Global Aggregate Securitized Index.

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Vanguard SustainableLife 60-70% Equity Fund

Key fund facts (as at 31 December 2023)

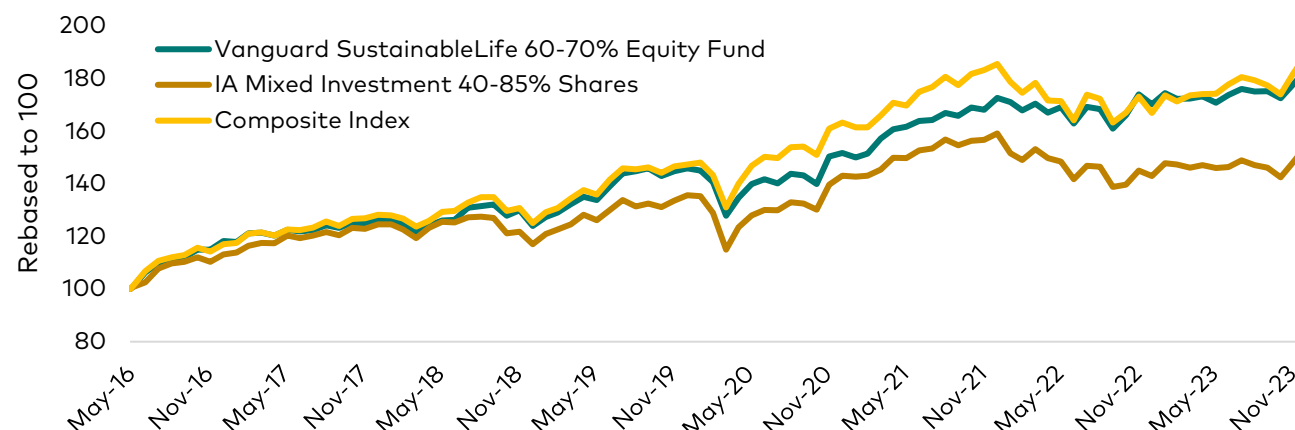
Investment manager: Wellington Management Company LLP
Target weighting: Equities 65%; Bonds 35%
Domicile: United Kingdom
Benchmark: Composite Index

Inception date: 25 May 2016
Ongoing charges figure¹: 0.48%
Fund AUM: GBP 793m
ISIN: GB00BZ830054

Top 10 fund holdings (% exposure, as at 31 December 2023)

| Company | % |
|--------------------|-----|
| Microsoft Corp. | 1.8 |
| AstraZeneca plc | 1.7 |
| Novartis AG | 1.6 |
| TotalEnergies SE | 1.6 |
| Johnson & Johnson | 1.5 |
| Chubb Ltd. | 1.4 |
| Cisco Systems Inc. | 1.3 |
| Merck & Co. Inc. | 1.2 |
| Duke Energy Corp. | 1.2 |
| Accenture plc | 1.2 |

Fund performance (Cumulative % growth, GBP, 25 May 2016 to 31 December 2023)



| Cumulative (%) | YTD | 3 month | 1 year | 3 yr (ann.) | 5 yr (ann.) | Since inception (ann.) |
|----------------|-------|---------|--------|-------------|-------------|------------------------|
| Fund | 7.84 | 4.77 | 7.84 | 6.56 | 8.17 | 8.32 |
| Peer group | 8.10 | 5.77 | 8.10 | 2.59 | 5.72 | 5.89 |
| Benchmark | 13.44 | 6.76 | 13.44 | 5.05 | 8.65 | 8.76 |

| Year on year (%) | 1-Jan-19 to 31-Dec-19 | 1-Jan-20 to 31-Dec-20 | 1-Jan-21 to 31-Dec-21 | 1-Jan-22 to 31-Dec-22 | 1-Jan-23 to 31-Dec-23 |
|------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Fund | 17.69 | 4.03 | 13.81 | -1.43 | 7.84 |
| Peer group | 15.94 | 5.50 | 11.22 | -10.18 | 8.10 |
| Benchmark | 17.85 | 10.82 | 13.58 | -10.02 | 13.44 |

Past performance is not a reliable indicator of future results.

Peer group is IA Mixed Investment 40-85% Shares. Performance figures include the reinvestment of all dividends and any capital gains distributions. Basis of fund performance is NAV to NAV. Basis of index performance is total return. All performance is calculated in GBP, net of fees.

Benchmark is a composite index comprised of: 65% FTSE Developed Net Tax Index; 28% Bloomberg Global Aggregate Credit Index; 3.5% Bloomberg Global Aggregate Treasury Index; and 3.5% Bloomberg Global Aggregate Securitized Index.

Source: Vanguard and Morningstar, as at 31 December 2023.

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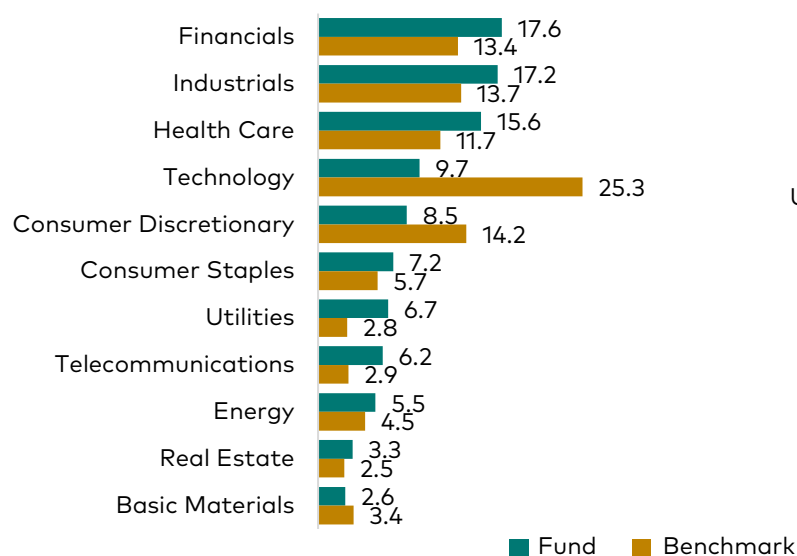
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Vanguard SustainableLife 60-70% Equity Fund

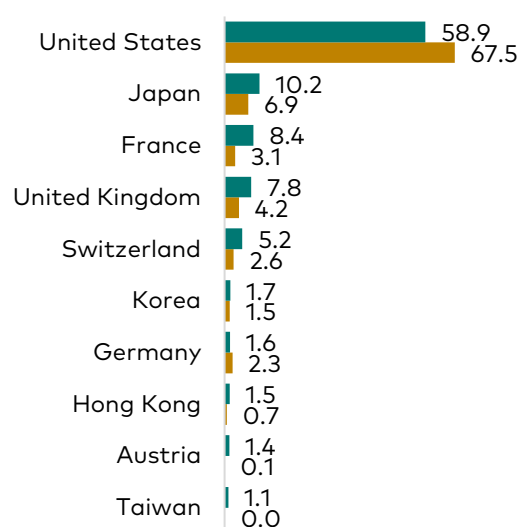
Equity portfolio (as at 31 December 2023)

| Characteristics | Fund | Benchmark |
|-------------------------|--------|-----------|
| Number of stocks | 82 | 2,110 |
| Median market cap | £86.0B | £88.3B |
| PE ratio | 15.5x | 19.1x |
| Equity yield (dividend) | 2.9% | 1.9% |

Sector exposure (%)



Regional exposure – top 10 regions (%)



Fixed income portfolio (as at 31 December 2023)

Average coupon: 4.0%

Average maturity: 8.6 years

Average quality: A

Average duration: 5.9 years

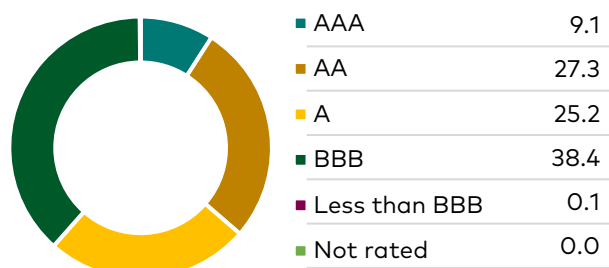
Turnover rate: 212.8%

Number of bonds: 601

Distribution by issuer (% of bonds)

| Characteristics | Fund % |
|---------------------------------------|--------|
| Financial institutions | 28.1 |
| Industrial | 27.0 |
| Treasury | 17.6 |
| Mortgage Backed Security Pass-through | 10.2 |
| Utility | 7.6 |
| Supranational | 2.9 |
| Other | 2.4 |
| Local authority | 1.6 |
| Asset-backed security | 1.1 |
| Sovereign | 1.1 |
| Agency | 0.3 |
| Commercial mortgage-backed security | 0.2 |

Distribution by credit quality (% of bonds)



Credit quality ratings for each issue are obtained from Barclays using ratings derived from Moody's Investors Service, Fitch Ratings, and Standard & Poor's. When ratings from all three agencies are available, the median rating is used. When ratings are available from two of the agencies, the lower rating is used. When one rating is available, that rating is used.

Source: Vanguard, as at 31 December 2023.

Benchmark is a composite index comprised of: 65% FTSE Developed Net Tax Index; 28% Bloomberg Global Aggregate Credit Index; 3.5% Bloomberg Global Aggregate Treasury Index; and 3.5% Bloomberg Global Aggregate Securitized Index.

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Vanguard SustainableLife 60-70% Equity Fund

Performance analysis¹

Top contributors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------------|------------------|--------------|----------------|--------------|
| BlackRock Inc. | 1.4 | 0.2 | 21.0 | 0.2 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -18.1 | 0.2 |
| AMERICAN TOWER CORP | 1.3 | 0.2 | 28.0 | 0.2 |
| American Express Company | 1.7 | 0.2 | 20.7 | 0.2 |
| Intel Corporation | 1.4 | 0.4 | 35.8 | 0.2 |

Top detractors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------|------------------|--------------|----------------|--------------|
| AstraZeneca | 2.5 | 0.0 | -4.8 | -0.3 |
| Exelon Corporation | 1.6 | 0.1 | -8.2 | -0.3 |
| Cisco Systems Inc. | 2.0 | 0.3 | -9.4 | -0.3 |
| Nokia Oyj | 1.0 | 0.0 | -13.7 | -0.3 |
| Pfizer Inc. | 1.2 | 0.3 | -15.8 | -0.3 |

Top contributors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|-------------------------|------------------|--------------|-----------------|--------------|
| Intel Corporation | 1.4 | 0.4 | 83.7 | 0.4 |
| Autoliv Inc. | 1.4 | 0.0 | 39.7 | 0.3 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -12.4 | 0.3 |
| Schneider Electric SE | 1.0 | 0.2 | 38.6 | 0.2 |
| Chevron Corporation | 0.0 | 0.4 | -19.4 | 0.2 |

Top detractors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|---------------------|------------------|--------------|-----------------|--------------|
| NVIDIA Corporation | 0.0 | 1.9 | 219.9 | -1.4 |
| Apple Inc. | 0.0 | 4.6 | 40.4 | -0.9 |
| Meta Platforms Inc. | 0.0 | 1.3 | 177.5 | -0.8 |
| Amazon.com Inc. | 0.0 | 2.2 | 70.7 | -0.8 |
| Nokia Oyj | 1.0 | 0.0 | -29.0 | -0.7 |

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Source: FactSet, as at 31 December 2023. FactSet is a holdings-based attribution tool. Portfolio transactions are valued at closing price, which may cause some slight deviations with the fund return (based on NAV).

Benchmark is a composite index comprised of: 65% FTSE Developed Net Tax Index; 28% Bloomberg Global Aggregate Credit Index; 3.5% Bloomberg Global Aggregate Treasury Index; and 3.5% Bloomberg Global Aggregate Securitized Index.

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Vanguard SustainableLife 80-90% Equity Fund

Key fund facts (as at 31 December 2023)

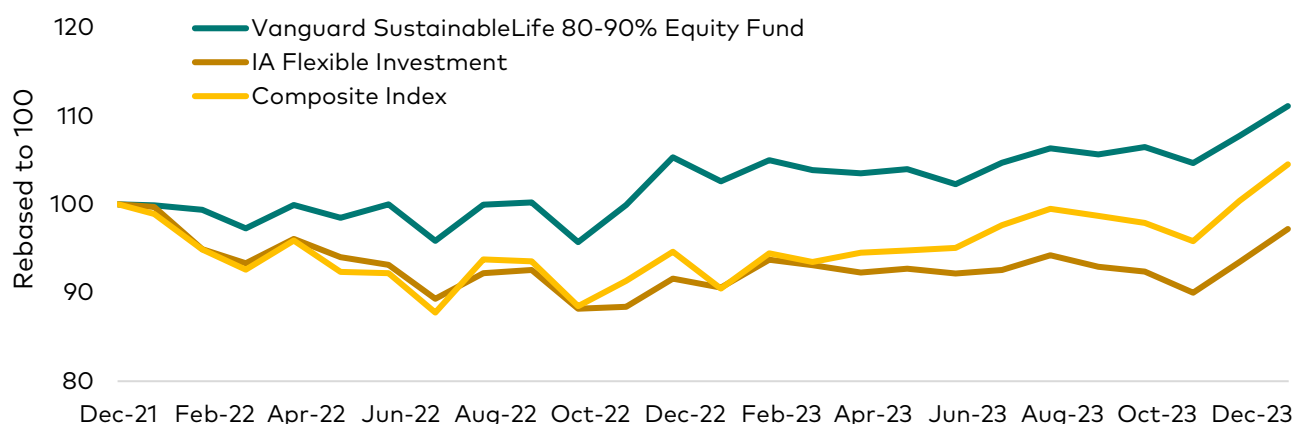
Investment manager: Wellington Management Company LLP
Target weighting: Equities 85%; Bonds 15%
Domicile: United Kingdom
Benchmark: Composite Index

Inception date: 08 Dec 2021
Ongoing charges figure¹: 0.48%
Fund AUM: GBP 100m
ISIN: GB00BMCQS161

Top 10 fund holdings (% exposure, as at 31 December 2023)

| Company | % |
|--------------------|-----|
| Microsoft Corp. | 2.3 |
| AstraZeneca plc | 2.1 |
| Novartis AG | 2.1 |
| TotalEnergies SE | 2.0 |
| Johnson & Johnson | 1.9 |
| Chubb Ltd. | 1.8 |
| Cisco Systems Inc. | 1.7 |
| Merck & Co. Inc. | 1.6 |
| Accenture plc | 1.5 |
| Duke Energy Corp. | 1.5 |

Fund performance (Cumulative % growth, GBP, 8 Dec 2021 to 31 December 2023)



| Cumulative (%) | YTD | 3 month | 1 year | 3 yr (ann.) | 5 yr (ann.) | Since inception (ann.) |
|------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|------------------------|
| Fund | 8.30 | 4.37 | 8.30 | -- | -- | 5.25 |
| Peer group | 7.30 | 5.23 | 7.30 | 2.79 | 6.09 | -1.35 |
| Benchmark | 15.52 | 6.77 | 15.52 | 7.78 | 11.17 | 2.18 |
| Year on year (%) | 1-Jan-19 to 31-Dec-19 | 1-Jan-20 to 31-Dec-20 | 1-Jan-21 to 31-Dec-21 | 1-Jan-22 to 31-Dec-22 | 1-Jan-23 to 31-Dec-23 | |
| Fund | -- | -- | -- | 2.72 | 8.30 | |
| Peer group | 15.64 | 7.01 | 11.38 | -9.13 | 7.30 | |
| Benchmark | 20.69 | 12.35 | 18.49 | -8.52 | 15.52 | |

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Peer group is IA Flexible Investment. Performance figures include the reinvestment of all dividends and any capital gains distributions. Basis of fund performance is NAV to NAV. Basis of index performance is total return. All performance is calculated in GBP, net of fees. Benchmark is a composite index comprised of: 85% FTSE Developed Net Tax Index; 12% Bloomberg Global Aggregate Credit Index; 1.5% Bloomberg Global Aggregate Treasury Index; and 1.5% Bloomberg Global Aggregate Securitized Index.

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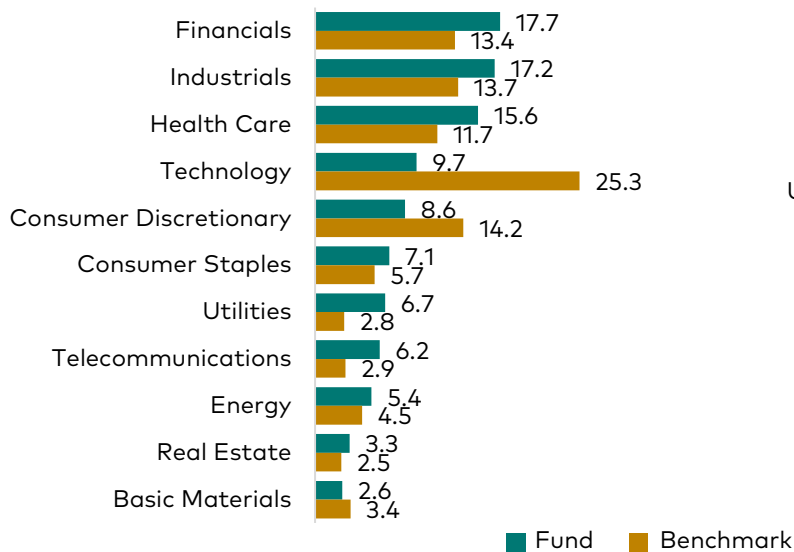
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Vanguard SustainableLife 80-90% Equity Fund

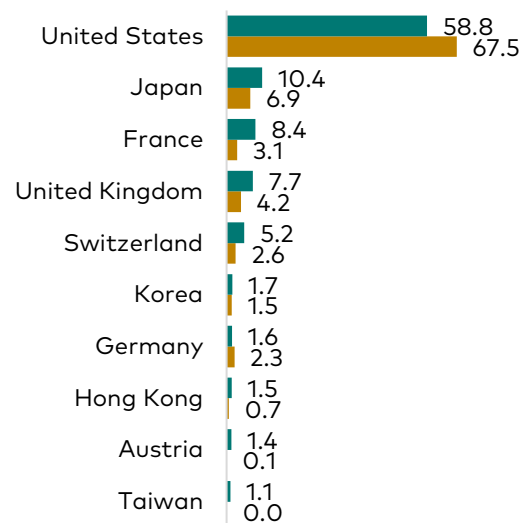
Equity portfolio (as at 31 December 2023)

| Characteristics | Fund | Benchmark |
|-------------------------|--------|-----------|
| Number of stocks | 83 | 2,110 |
| Median market cap | £86.0B | £88.3B |
| PE ratio | 15.5x | 19.1x |
| Equity yield (dividend) | 2.9% | 1.9% |

Sector exposure (%)



Regional exposure – top 10 regions (%)



Fixed income portfolio (as at 31 December 2023)

Average coupon: 4.0%

Average maturity: 8.6 years

Average quality: A

Distribution by issuer (% of bonds)

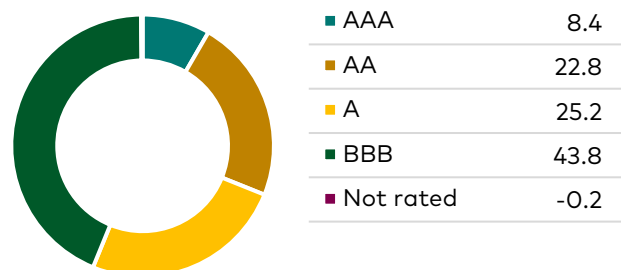
| Characteristics | Fund % |
|---------------------------------------|--------|
| Industrial | 30.6 |
| Financial institutions | 27.5 |
| Treasury | 13.4 |
| Mortgage Backed Security Pass-through | 9.4 |
| Utility | 9.2 |
| Other | 2.7 |
| Supranational | 2.4 |
| Local authority | 2.2 |
| Asset-backed security | 1.2 |
| Sovereign | 1.0 |
| Commercial mortgage-backed security | 0.3 |
| Agency | 0.2 |

Average duration: 5.9 years

Turnover rate: 103.1%

Number of bonds: 351

Distribution by credit quality (% of bonds)



Credit quality ratings for each issue are obtained from Barclays using ratings derived from Moody's Investors Service, Fitch Ratings, and Standard & Poor's. When ratings from all three agencies are available, the median rating is used. When ratings are available from two of the agencies, the lower rating is used. When one rating is available, that rating is used.

Source: Vanguard, as at 31 December 2023.

Benchmark is a composite index comprised of: 85% FTSE Developed Net Tax Index; 12% Bloomberg Global Aggregate Credit Index; 1.5% Bloomberg Global Aggregate Treasury Index; and 1.5% Bloomberg Global Aggregate Securitized Index.

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Performance analysis¹

Top contributors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------------|------------------|--------------|----------------|--------------|
| AMERICAN TOWER CORP | 1.3 | 0.2 | 28.0 | 0.2 |
| Intel Corporation | 1.3 | 0.4 | 35.8 | 0.2 |
| BlackRock Inc. | 1.4 | 0.2 | 21.0 | 0.2 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -18.1 | 0.2 |
| American Express Company | 1.8 | 0.2 | 20.7 | 0.2 |

Top detractors 3-month (%)

| Company name | Portfolio weight | Bench weight | 3-month return | Total effect |
|--------------------|------------------|--------------|----------------|--------------|
| Exelon Corporation | 1.6 | 0.1 | -8.2 | -0.3 |
| Pfizer Inc. | 1.2 | 0.3 | -15.8 | -0.3 |
| Cisco Systems Inc. | 2.0 | 0.3 | -9.4 | -0.3 |
| Nokia Oyj | 1.0 | 0.0 | -13.7 | -0.3 |
| AstraZeneca | 2.5 | 0.0 | -4.8 | -0.3 |

Top contributors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|-------------------------|------------------|--------------|-----------------|--------------|
| Intel Corporation | 1.3 | 0.4 | 83.7 | 0.4 |
| Exxon Mobil Corporation | 0.0 | 0.7 | -12.4 | 0.3 |
| Autoliv Inc. | 1.4 | 0.0 | 39.7 | 0.3 |
| Chevron Corporation | 0.0 | 0.4 | -19.4 | 0.2 |
| Schneider Electric SE | 1.0 | 0.2 | 38.6 | 0.2 |

Top detractors 12-month (%)

| Company name | Portfolio weight | Bench weight | 12-month return | Total effect |
|---------------------|------------------|--------------|-----------------|--------------|
| NVIDIA Corporation | 0.0 | 1.9 | 219.9 | -1.4 |
| Apple Inc. | 0.0 | 4.6 | 40.4 | -0.9 |
| Amazon.com Inc. | 0.0 | 2.2 | 70.7 | -0.8 |
| Meta Platforms Inc. | 0.0 | 1.3 | 177.5 | -0.8 |
| Nokia Oyj | 1.0 | 0.0 | -29.0 | -0.7 |

Past performance is not a reliable indicator of future results.

¹Weights are as at the end of the reporting period, but the total effect is based on positions held over the full period.

The portfolio attribution data shown above is provided by FactSet based on information provided by Vanguard about the fund's daily portfolio holdings as of the market close. Because the fund buys and sells stocks throughout the trading day and not necessarily at the market close, the attribution data shown above is an estimate and may not precisely reflect actual attribution information.

Source: FactSet, as at 31 December 2023. FactSet is a holdings-based attribution tool. Portfolio transactions are valued at closing price, which may cause some slight deviations with the fund return (based on NAV).

Benchmark is a composite index comprised of: 85% FTSE Developed Net Tax Index; 12% Bloomberg Global Aggregate Credit Index; 1.5% Bloomberg Global Aggregate Treasury Index; and 1.5% Bloomberg Global Aggregate Securitized Index.

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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.

Reference in this document to specific securities should not be construed as a recommendation to buy or sell these securities, but is included for the purposes of illustration only.

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.

Some funds invest in securities which are denominated in different currencies. Movements in currency exchange rates can affect the return of investments.

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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