

VANGUARD GLOBAL CREDIT BOND FUND IN A NUTSHELL

**LOW-COST ACTIVE
FIXED INCOME**

ISIN: IE00BYV1RG46

The fund seeks to offer investors a core fixed income holding, providing consistent income and capital growth.

- **Consistent returns** – The fund aims to achieve consistent returns through bottom-up stock selection, targeting a broad variety of focused opportunities with a good probability of success.
- **Effective diversifier** – The manager focuses on high quality, investment grade holdings that should act as a diversifier relative to equities through varying market conditions.
- **Opportunity** – Though the emphasis is on the investment-grade universe, the fund has a wide remit on where it can seek opportunity for investor returns in a risk-controlled manner.

The management team has the advantage of being part of Vanguard's large, experienced, multi-sector Fixed Income Group. The group has over 35 years' experience running active strategies and includes experts on economics, interest rates, industry sectors, risk, trading and security analysis.

Key attributes



Low-cost: 0.35% versus a peer group average of 0.93%*



Diversified allocation: Security selection based on a diversified set of criteria



Investment talent: Vanguard Global Advisers, LLC

* Source: Morningstar. Peer group average OCF for IA Sector = Global Bonds as at 1 July 2020.

Please read the risk factors section in the prospectus, available on our website.

About Vanguard

Vanguard has been helping to bring value to investors since 1975, growing into one of the world's largest fund managers along the way. What sets us apart?

- **Client focus:** The Vanguard Group in the US is ultimately owned by its investors. This unique mutual structure aligns our interests with those of our clients.
- **Low-cost investing:** Providing low-cost investments isn't a pricing strategy for us. It's how we do business.
- **Stability and experience:** Our clients benefit from the expertise we've gained over the past 45 years.

Vanguard low-cost active

Active managers aim to deliver excess returns relative to their benchmarks that outweigh the fund's charges. We've made it easier for this equation to work by pricing our active funds competitively.

We leverage our scale and deep capabilities to identify and access both internal and external investment talent globally that might otherwise be out of reach to the average UK investor – all at low-cost and with the added benefit of Vanguard's robust oversight and due diligence.

Our active range is founded on three core principles:

- An ongoing commitment to driving down costs
- Unique access to a vast talent pool – both internal and external
- Designed for the long-term with clients in mind

Vanguard has a deep history of active management, having managed active funds since our beginning in 1975. Today, Vanguard is one of the largest active managers in the world.

Vanguard's Fixed Income Group

Fixed Income Group (FIG) is one of the largest fixed income managers in the world and has over 35 years of experience managing active fixed income portfolios, having launched their first active bond fund in 1982.

Their philosophy emphasises rigorous and consistent portfolio construction, driven by analysis, to achieve highly controlled and cost-effective investment results for clients.

Since inception, FIG have continuously sought to refine techniques for delivering consistent performance, tightening risk control and maintaining transparency in order to ensure they are capturing the critical drivers of performance.

The launch of Vanguard Global Credit Bond Fund in Europe, in September 2017, marked the group's first active fixed income product offering outside the US.

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.

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 Global Credit Bond Fund may use derivatives, including for investment purposes, in order to reduce risk or cost and/or generate extra income or growth. For all other funds they will be used 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.

Important information

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Vanguard Investment Series plc has been authorised by the Central Bank of Ireland as a UCITS and has been registered for public distribution in certain EU countries. Prospective investors are referred to the Funds' prospectus for further information. Prospective investors are also urged to consult their own professional advisers on the implications of making an investment in, and holding or disposing shares of the Funds and the receipt of distributions with respect to such shares under the law of the countries in which they are liable to taxation.

For further information on the fund's investment policy, please refer to the Key Investor Information Document ("KIID"). The KIID for this fund is available in local languages, alongside the prospectus via Vanguard's website <https://global.vanguard.com/>

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For Dutch investors only: The fund referred to in this document are listed in the AFM register as defined in section 1:107 Dutch Financial Supervision Act (Wet op het financieeltoezicht). For details of the Risk indicator for each fund listed in this document, please see the fact sheet(s) which are available from Vanguard via our website <https://www.vanguard.nl/portal/instit/nl/en/product.html>

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