



Vanguard Australian Shares High Yield ETF

VHY

Key ETF facts

Management cost	0.25% p.a.
Inception date	23 May 2011
Income distribution	Quarterly
Distribution reinvestment plan	Yes
ETF size	\$667.6 million
Total fund size	\$1,525.8 million
Number of holdings	38

Trading information

ASX code	VHY
ISIN	AU000000VHY4
Minimum investment	No minimum
ETF listed on ASX	26 May 2011

Benchmark information

Benchmark (Bmk)	FTSE ASFA Australia High Dividend Yield Index
Number of holdings	38

Investment objective

The Vanguard Australian Shares High Yield ETF seeks to track the return of the FTSE ASFA Australia High Dividend Yield Index before taking into account fees, expenses and tax.

ETF overview

The ETF provides low-cost exposure to companies listed on the Australian Securities Exchange (ASX) that have higher forecast dividends relative to other ASX-listed companies. Security diversification is achieved by restricting the proportion invested in any one industry to 40% of the total ETF and 10% for any one company. Australian Real Estate Investment Trusts (A-REITS) are excluded from the index.

Performance return^{A,B,C} (%)

	ETF gross	Bmk	ETF total	Distb'n	Growth
1 month	-2.52	-2.52	-2.54	0.00	-2.54
3 months	1.42	1.21	1.35	1.42	-0.07
6 months	13.72	13.54	13.58	2.48	11.10
1 year	3.35	3.06	3.09	5.68	-2.59
3 years (p.a.)	3.22	2.98	2.97	6.06	-3.09
5 years (p.a.)	10.53	10.36	10.26	6.36	3.90
10 years (p.a.)	N/A	N/A	N/A	N/A	N/A
Inception (p.a.)	9.03	8.87	8.76	6.01	2.75

Year to year franking levels and gross return^{A,B,C,E} (%)

	Dec - Dec		June - June		
	ETF	Bmk	ETF	Bmk	Franking
YTD	2.94	2.75	3.55	3.55	89.1
2016	N/A	N/A	-6.26	-6.59	89.1
2015	-3.85	-3.92	3.58	3.50	62.7
2014	4.54	4.18	18.28	17.98	69.1
2013	27.04	26.75	29.69	29.45	73.8

Income distribution^D

Quarter ended	Amount (CPU)	Reinvestment price
30 June 2016	79.1911	\$55.7292

As at 30 June 2016, the gross distribution of 117.0215 cents per unit comprised 79.1911 of net (cash) distribution plus 37.8304 by way of franking credits and foreign tax credits.

Notes

- A Past performance is not an indication of future performance.
- B Returns assume reinvestment of all distributions. Returns for periods longer than 1 year are annualised. ETF gross returns are before management costs and taxes, but after transaction and operational costs. ETF total return is the ETF gross return less management costs. Index returns do not allow for taxes, management, transaction and operational costs.
- C Returns assume that an investor purchased units at Net Asset Value (NAV) and does not reflect the transaction costs imposed on the creation and redemptions of ETF units, brokerage or the bid ask spread that investors pay to buy and sell ETF securities on the Australian Securities Exchange.
- D Past distributions are not an indication of future distributions.
- E The franking level is an indication of the amount of imputation tax credits which may be claimable by Australian investors. A higher percentage indicates a larger amount of imputation tax credits distributed relative to net cash distributed income.

Vanguard Australian Shares High Yield ETF

Characteristics

	ETF	Bmk
Number of holdings	38	38
Median market cap	\$25.8B	\$25.8B
Price/Earnings ratio	19.4x	19.4x
Price/Book ratio	1.8x	1.8x
Return on equity ratio	12.7%	12.7%
Earnings growth rate	3.8%	3.8%
Equity yield (dividend)	5.8%	5.8%
Forecast equity yield (dividend)	5.8%	5.8%
Forecast equity yield grossed-up (dividend)	7.7%	7.7%

Top 10 holdings

1. Wesfarmers Ltd.
2. Westpac Banking Corp.
3. Telstra Corp. Ltd.
4. Aurizon Holdings Ltd.
5. Australia & New Zealand Banking Group Ltd.
6. National Australia Bank Ltd.
7. Commonwealth Bank of Australia
8. DUET Group
9. Spark Infrastructure Group
10. Tabcorp Holdings Ltd.

The top 10 holdings represent 70.6% of the total ETF.

Sector allocation¹ (%)

	ETF	Bmk
Financials	39.1	39.1
Consumer Services	20.0	20.0
Industrials	15.9	15.9
Utilities	13.0	13.0
Telecommunications	9.0	9.0
Oil & Gas	1.7	1.7
Consumer Goods	1.3	1.3

Notes

1 Allocation follows FTSE ICB classification.

For more information:

Personal investors can transact in Vanguard ETFs through their financial adviser or stockbroker. Our telephone service is available from 8am to 6pm, Monday-Friday AEST.

For personal investors:

Call 1300 655 888
Email clientservices@vanguard.com.au

For advisers:

Call 1300 655 888
Email adviserservices@vanguard.com.au

For institutional investors:

Call 1300 655 888
Email institutional@vanguard.com.au



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Glossary

Median market cap is the midpoint of market capitalisation (market price multiplied by the number of shares outstanding) of the shares in the fund. Half the shares in the fund will have higher market capitalisation, half will have lower.

Price/Earnings ratio (P/E ratio) is a measure of the market value of a share compared to the earnings of the company. A share with a price of \$10, and earnings last year of \$1 a share, would have a P/E ratio of 10. For a fund, the ratio is the weighted average P/E ratio of the shares it holds. In general, a high P/E suggests that investors are expecting higher earnings growth in the future compared to companies with a lower P/E.

Price/Book ratio is calculated by dividing the current market price of the share by the book value per share of the company.

Return on equity ratio is a measure of how much profit a company generates relative to its shareholders' equity. For a fund, the ratio is the weighted average return on equity ratio of the shares it holds.

Earnings growth rate is a measure of the trailing Earnings Per Share growth for a given company and share. For a fund, the rate is the weighted average earnings growth of the shares it holds.

Equity yield (dividend) is the dividend income earned by shares, expressed as a percentage of the market price of those shares. For a fund, the yield is the weighted average equity yield of the shares it holds.

Forecast equity yield (dividend) is the forecast dividend income divided by the current market price of a share (forecast dividends sourced from I/B/E/S). Within a fund, the yield is calculated for each share and weighted by each share's market value.

Forecast equity yield grossed-up (dividend) is the forecast equity yield grossed up by the historical franking level of each underlying share within the fund.

For the most up-to-date fund data, please scan the QR code below.

