



Fact sheet | February 28, 2015

Vanguard U.S. Dividend Appreciation Index ETF (CAD-hedged)

VGH**Trading information**

| | |
|---------------|------------------------|
| Ticker symbol | VGH |
| CUSIP | 92206E108 |
| SEDOL | BBX4823 |
| ISIN | CA92206E1088 |
| Index ticker | DVGCADH |
| Exchange | Toronto Stock Exchange |
| Currency | CAD |

ETF facts

| | |
|----------------------|--|
| Benchmark | NASDAQ US Dividend Achievers Select Index (CAD-hedged) |
| Dividend schedule | Quarterly |
| ETF total net assets | \$44 million |
| Inception date | August 02, 2013 |
| Eligibility | RRSP, RRI, RESP, TFSA, DPSP, RDSP |
| Management fee* | 0.28% |
| MER** | 0.30% |

Objective

The fund seeks to track, to the extent reasonably possible and before fees and expenses, the performance of a U.S. equity index that measures the investment return of common stocks of U.S. companies that have a record of increasing dividends over time, which Index is hedged to the Canadian dollar. Currently, this Vanguard ETF seeks to track the NASDAQ US Dividend Achievers Select Index (CAD-hedged) (or any successor thereto). It invests directly or indirectly primarily in stocks of U.S. companies and uses derivative instruments to seek to hedge the U.S. dollar exposure of the securities included in the NASDAQ US Dividend Achievers Select Index to the Canadian dollar.

About the benchmark

- The NASDAQ US Dividend Achievers Select Index consists of common stocks of companies that have a record of increasing dividends over time, with the U.S. exposure of the securities included in the NASDAQ US Dividend Achievers Select Index hedged to the Canadian dollar.

Performance history

Total returns for period ending February 28, 2015

| | 3 months | Year to date | 1 year | 3 years | 5 years | Since inception |
|---------------------------|----------|--------------|--------|---------|---------|-----------------|
| VGH Market price return | 1.68% | 1.52% | 12.36% | —% | —% | 12.64% |
| VGH Net asset value (NAV) | 1.70 | 1.63 | 12.31 | — | — | 12.61 |
| Benchmark | 2.00 | 1.71 | 13.21 | — | — | 13.33 |

The performance of the index is not an exact representation of any particular investment as you cannot invest directly in an index. The performance of the index does not reflect the deduction of any ongoing fees or expenses which would have reduced total returns. The historical performance of the index and of the Vanguard ETF is for illustrative purposes only and not meant to forecast, imply or guarantee the future performance of the Vanguard ETF. Performance information for the Vanguard ETF reflects waivers of certain expenses and/or fees. If the Vanguard ETF had incurred all expenses, investment returns would have been reduced. The indicated rates of return are the historical annual compounded total return, including changes in unit value and reinvestment of all dividends or distributions, and do not take into account certain fees such as commissions, bid ask spreads, optional charges or income taxes payable by any unitholder that would have reduced returns. Visit www.vanguardcanada.ca for the most recent performance figures.

* The management fee is equal to the fee paid by the Vanguard ETF™ to Vanguard Investments Canada Inc., and does not include applicable taxes or other fees and expenses of the Vanguard ETF. Since this Vanguard ETF invests in another Vanguard fund, the management also includes any fees paid to Vanguard Investments Canada Inc. or its affiliates by such other Vanguard fund as well as certain expenses of the other Vanguard fund that are paid directly by the other Vanguard Fund. Vanguard Investments Canada Inc. will not receive a fee in respect of its provision of services as trustee.

** Management Expense Ratio (MER) is the audited MER as of December 31, 2013, including waivers and absorptions and is expressed as an annualized percentage of the daily average NAV. The MER without waivers and absorptions is 0.39% for VGH. The Manager expects to continue absorbing or waiving certain fees indefinitely, but may, in its discretion, discontinue this practice at any time.

Vanguard U.S. Dividend Appreciation Index ETF (CAD-hedged)

ETF characteristics

| | VGH* | Benchmark |
|-------------------------|---------|-----------|
| Number of stocks | 163 | 163 |
| Median market cap | \$76.4B | \$76.4B |
| Price/earnings ratio | 20.0x | 20.0x |
| Price/book ratio | 3.8x | 3.8x |
| Return on equity | 21.4% | 21.3% |
| Earnings growth rate | 10.0% | 10.0% |
| Cash investments | 0.2% | — |
| Turnover rate | 50% | — |
| Equity yield (dividend) | 2.1% | 2.1% |

Top 10 holdings*

| | VGH* |
|---------------------------------------|-------|
| PepsiCo Inc. | 4.2% |
| Coca-Cola Co. | 4.1 |
| Wal-Mart Stores Inc. | 4.0 |
| Johnson & Johnson | 4.0 |
| CVS Health Corp. | 3.4 |
| QUALCOMM Inc. | 3.4 |
| Exxon Mobil Corp. | 3.3 |
| International Business Machines Corp. | 3.1 |
| 3M Co. | 3.1 |
| United Technologies Corp. | 3.1 |
| Total | 35.7% |

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* Information displayed is for the U.S.-domiciled ETF.

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Sector weighting

| | VGH* | Benchmark |
|--------------------|--------|-----------|
| Industrials | 23.0% | 23.2% |
| Consumer Goods | 19.1 | 19.1 |
| Consumer Services | 17.5 | 17.4 |
| Health Care | 10.6 | 10.5 |
| Technology | 9.4 | 9.3 |
| Financials | 6.9 | 6.9 |
| Oil & Gas | 6.9 | 7.0 |
| Basic Materials | 5.7 | 5.7 |
| Utilities | 0.8 | 0.8 |
| Telecommunications | 0.1 | 0.1 |
| Total | 100.0% | 100.0% |

The sector allocations provided exclude any temporary cash investments.