



# Vanguard Managed Service costs and charges information

What you pay to invest should never come as a surprise. It's important because every pound you pay in charges is a pound out of your potential returns. The lower your charges, the better your chance of investment success.

Vanguard Managed Service clients pay four main costs:

- Management fee
- Account fee
- Fund management costs
- Transaction costs

These are explained further in this document.

## Our fees are changing soon

There are upcoming changes to our fees, further information can be found here: <https://www.vanguardinvestor.co.uk/what-we-offer/fees-explained/changes>

**The report is dated 10 December 2024.**

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

## 1. Management fee

This is what you pay in return for our initial and our ongoing management service. This includes monitoring and rebalancing your investments.

The amount you pay is based on the overall value of your Vanguard Managed account(s), including any cash held. The rate of charge is 0.30% per year of the value of your Vanguard Managed account holdings.

## 2. Account fee

This is paid to Vanguard for the provision of the Vanguard Investor online service. It is an annual charge calculated daily and deducted in arrears on a quarterly basis. The charge is 0.15% per annum of the value of your account holdings, excluding cash, up to £250,000, with a maximum annual charge of £375.

## 3. Fund management costs

**3.1. Ongoing costs:** This includes the Ongoing Charges Figure (OCF) which is paid to Vanguard for managing the fund and associated costs. These fees are deducted from the price of the fund.

**3.2. Transaction costs:** These are the charges incurred within the fund for buying and selling the underlying investments. It includes dealing costs and taxes. We use our scale and experience to trade globally to keep these costs as low as possible. These charges are not paid to Vanguard but are deducted from the fund's price and are reflected in the performance of the fund.

**One-off costs:** Currently Vanguard mutual funds do not incur one-off costs.

**Incidental costs:** Vanguard funds do not currently have any incidental costs (for example performance fees).

Under the Vanguard Managed Service Vanguard selects the portfolio of up to thirteen funds that you will be invested in.

The average fund management costs equals ongoing costs plus transaction costs, as there are no one-off or incidental costs. This is an average cost across all managed portfolios. It will vary slightly depending on the exact make up of your portfolio at any given time. Transaction costs will vary between funds and are based on historical figures.

You can view the breakdown of costs for each individual fund in the table provided below.

#### **4. Interest on cash balances**

Interest will be earned on cash balances at a managed rate, meaning that it will be fixed and updated from time to time. The rate will be determined by reference to the interest we receive from the bank(s) we deposit your money with and the cost to us of managing cash within your account. We will retain any extra interest we receive on your cash above the stated rate to cover the costs of managing it (for example, the costs associated with our banking arrangements) and to enable us to continue to develop our products and services. Further information on how we manage your cash, including the applicable interest rates and how your cash is protected can be found here <https://www.vanguardinvestor.co.uk/need-help/answer/will-i-receive-interest-on-cash-held-in-my-account>.

## Total cost of investing for the Vanguard Managed Service

The total cost of investing will be the total of the above charges as shown below:

Management fee	+	Account fee capped at £375	+	Fund management costs	+	Transaction costs	=	Total cost of investing in your Vanguard Managed Service
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### Fund Management Costs

ISIN	Fund name – Share Class Name	Ongoing Costs <sup>1</sup>	Transaction Costs <sup>2</sup>	One-Off Costs <sup>3</sup>	Incidental Costs <sup>4</sup>
VANGUARD FTSE U. K. ALL SHARE INDEX UNIT TRUST					
GB00B3X7QG63	Vanguard FTSE U.K. All Share Index Unit Trust – GBP Acc	0.06%	0.04%	0.00%	0.00%
VANGUARD INVESTMENT SERIES PLC					
IE00B50MZ724	Vanguard Emerging Markets Stock Index Fund – GBP Acc	0.23%	0.07%	0.00%	0.00%
IE00B50MZ948	Vanguard Japan Stock Index Fund – GBP Acc	0.16%	0.02%	0.00%	0.00%
IE00B523L313	Vanguard Pacific ex-Japan Stock Index Fund – GBP Acc	0.16%	0.03%	0.00%	0.00%
IE00BFRTD722	Vanguard Euro Government Bond Index Fund – GBP Hedged Acc	0.12%	0.03%	0.00%	0.00%
IE00BDFB5M56	Vanguard Global Corporate Bond Index Fund – GBP Hedged Acc	0.18%	0.08%	0.00%	0.00%
IE00BFRTD946	Vanguard Japan Government Bond Index Fund – GBP Hedged Acc	0.12%	0.03%	0.00%	0.00%
IE00B1S75374	Vanguard U.K. Government Bond Index Fund – GBP Acc	0.12%	0.03%	0.00%	0.00%
IE00B9M1BB17	Vanguard U.K. Short-Term Investment Grade Bond Index Fund – GBP Acc	0.12%	0.06%	0.00%	0.00%
IE00BFRTDB69	Vanguard U.S. Government Bond Index Fund – GBP Hedged Acc	0.12%	0.05%	0.00%	0.00%
VANGUARD® INVESTMENTS FUNDS ICVC					
GB00B5B71H80	Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund – GBP Acc	0.12%	0.02%	0.00%	0.00%
GB00B45Q9038	Vanguard U.K. Inflation-Linked Gilt Index Fund – GBP Acc	0.12%	0.02%	0.00%	0.00%
GB00B5B71Q71	Vanguard U.S. Equity Index Fund – GBP Acc	0.10%	0.01%	0.00%	0.00%

- 1 Ongoing costs:** All ongoing costs and charges related to the management of the fund that are deducted from the value of the fund. This includes management fees, service costs, securities lending costs and taxes, custody, etc. Ongoing costs as at 30 April 2024.
- 2 Transaction costs:** All costs and charges incurred as a result of the acquisition and disposal of underlying investments within the fund. This includes broker commissions, entry and exit charges, spreads, stamp duty, transactions tax, and foreign exchange costs. (Please note that when rounded to 2 decimal places, transaction costs less than 0.01% will be displayed as 0.00%). Transaction costs as at 30 April 2024.
- 3 One-off costs:** All costs and charges paid to fund providers at the beginning or at the end of the investment in the fund. This includes front-loaded management fee, structuring fee and distribution fee. Costs are correct at the time of publishing, however they may be subject to change without notice. One-off costs as at 30 April 2024.
- 4 Incidental costs:** Performance fees and anything similar. Vanguard funds have no incidental costs currently.

### **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.

For further information on risks please see the "Risk Factors" section of the prospectus on our website at <https://www.vanguardinvestor.co.uk>

### **Important information**

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**If you have any further questions in relation to this document, please email: [personalinvestor@vanguard.co.uk](mailto:personalinvestor@vanguard.co.uk)**

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