

**Vanguard**<sup>®</sup>

Factsheet | 30 November 2018

# Vanguard S&P 500 Index ETF

## (HKD: 3140 / RMB: 83140 / USD: 9140)

An exchange-traded fund

**IMPORTANT:** Investment involves risk, including the loss of principal. Investors are advised to consider their own investment objectives and circumstances in determining the suitability of an investment in the Vanguard S&P 500 Index ETF (the "Fund"). If you are in any doubt, you should seek professional advice. Investors should refer to the fund prospectus for further details, including the product features and risk factors. Investors should not base investment decisions on this marketing material alone. Investors should note:

- The Fund aims to provide investment results that, before fees and expenses, closely correspond to the performance of the S&P 500 Index ("Underlying Index").
- The Fund concentrates its investment in the U.S. securities market which may be more volatile than other securities markets and may be subject to a higher level of risks compared to investing in a more diversified portfolio/ strategy. Investment in the U.S. securities market may involve a greater risk of loss than investing in other markets and may result in a higher risk of loss to the Fund. Changes in financial regulations, tax regulations or governmental regulations on trade, decreasing imports or exports, terrorist acts, political movements and/or an economic crisis or recession in the U.S. may have a significant adverse effect on the U.S. economy. Such changes may have a negative impact on the securities held by the Fund.
- The Fund invests in financial derivatives instruments ("FDIs"), which are more sensitive to changes in market prices of the underlying assets, and investing in FDIs may expose investors to a higher degree of fluctuation and the Fund may be exposed to credit risk on the counterparties with which it trades FDIs.
- The units of the Fund are traded on the Stock Exchange of Hong Kong Limited ("SEHK"). Their prices on the SEHK are based on secondary market trading factors, and the Fund's market prices may deviate significantly from the net asset value.
- The limited availability of RMB outside the PRC may affect the liquidity and trading price of RMB traded units. Investors who buy and sell units traded in RMB counter are exposed to foreign exchange currency risk arising from the fluctuations between the base currency and the RMB.
- The market price of units traded in each HKD, RMB and USD counter may deviate from each other significantly. Further, if there is a suspension of the inter-counter transfer of units between the counters and/or any limitation on the level of services by brokers, investors will only be able to trade their units in one counter only.

Key fund facts	
Benchmark	S&P 500 Index
Base currency	HKD
Distribution schedule*	Quarterly
Net assets (HKD)	464 million
Inception date	18 May 2015
Ongoing charges (per annum)**	0.18%
Manager	Vanguard Investments Hong Kong Limited

### Investment approach

- The Fund seeks to track the performance of the S&P 500 Index, before deduction of fees and expenses.
- Employs a passively managed, full-replication strategy to gain exposure to the large-cap equity market in the U.S.

### About the benchmark

- The index is a widely recognized benchmark of U.S. stock market performance that is dominated by the stocks of large U.S. companies.
- The index includes approximately 500 leading companies in leading industries of the U.S. economy.

Trading information	
Stock code	3140
Trading currency	HKD
Listing date	21 May 2015
SEDOL	BX8ZST2
ISIN	HK0000248903
Intraday NAV ticker	3140iv.P
Bloomberg ticker	3140 HK
Benchmark ticker	SPXHKDN
Exchange	The Stock Exchange of Hong Kong Limited
Trading lot size	100

	83140	9140
	RMB	USD
	9 April 2018	9 April 2018
	BDSHDG0	BDSHDF9
	HK0000399052	HK0000399045
	83140iv.P	9140iv.P
	83140 HK	9140 HK
	SPXHKDN	SPXHKDN
	The Stock Exchange of Hong Kong Limited	The Stock Exchange of Hong Kong Limited
	100	100

\*At the Manager's absolute discretion and distributions will be made in the base currency only.

\*\*Ongoing charges (per annum) is expressed as a percentage of the average net asset value of the Fund, including Manager's fee and all costs and expenses connected with the management and operating activities of the Fund. Please refer to the Fund's prospectus and product key facts statement for details.

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### An exchange-traded fund

#### Performance history

Total returns for period ending 30 November 2018

	3 months†	Year to date†	1 year††	3 years††	5 years††	Since inception††
Fund	-4.86%	4.49%	5.69%	11.57%	—	9.24%
Benchmark#	-4.82%	4.65%	5.87%	11.83%	—	9.48%

†Cumulative monthly return.

††Annualised return.

#Return since fund inception on 18 May 2015.

#Benchmark performance is based on the S&P 500 Index (HKD) which was incepted in January 2013. It is calculated in HKD based on total return and net of tax basis.

Fund performance is calculated on NAV to NAV basis in base currency and assumes dividend reinvestment.

The performance of an index is not an exact representation of any particular investment as you cannot invest directly in the Benchmark. The historical performance of the Benchmark is for illustrative purposes only. The historical performance of the Benchmark is not meant to forecast, imply or guarantee the future performance of the Fund. Benchmark performance does not reflect tracking error, charges and expenses associated with the Fund or brokerage commission associated with buying and selling the Fund.

Calendar year returns

	Fund	Benchmark#
2013	—	—
2014	—	—
2015†	-3.25%	-3.11%
2016	10.99%	11.27%
2017	21.83%	22.11%

#### Characteristics

	Fund	Benchmark
Number of stocks	503	505
Median market cap	\$806.7B	\$806.7B
Price/earnings ratio	19.2x	19.2x
Price/book ratio	3.1x	3.1x
Return on equity	16.2%	16.2%
Earnings growth rate	7.4%	7.4%
Cash investments	0.0%	—
Turnover rate (as of 30/09/2018)	1%	—
Equity yield (dividend)	1.9%	1.9%

#### Top 10 holdings

	Fund
Microsoft Corp.	3.6%
Apple Inc.	3.5
Amazon.com Inc.	2.9
Alphabet Inc.	2.9
Berkshire Hathaway Inc.	1.8
Johnson & Johnson	1.7
JPMorgan Chase & Co.	1.6
Facebook Inc.	1.4
Exxon Mobil Corp.	1.4
Pfizer Inc.	1.2
Total	22.0%

#### Sector weighting

	Fund	Benchmark
Communication Services	9.9%	9.9%
Consumer Discretionary	9.9	9.9
Consumer Staples	7.4	7.4
Energy	5.4	5.4
Financials	13.7	13.7
Health Care	15.6	15.8
Industrials	9.4	9.4
Information Technology	20.0	19.9
Materials	2.7	2.6
Real Estate	2.9	2.9
Utilities	3.1	3.1
Total	100.0%	100.0%

Sector categories are based on the Global Industry Classification Standard system ("GICS"), except for the "Other" category (if applicable), which includes securities that have not been provided a GICS classification as of the effective reporting period.

#### Participating dealers

ABN AMRO Clearing Hong Kong Limited
Merrill Lynch Far East Limited
SG Securities (HK) Limited
UBS Securities Hong Kong Limited
China International Capital Corporation Hong Kong Securities Limited
Goldman Sachs (Asia) Securities Limited
Credit Suisse Securities (Hong Kong) Limited
BNP Paribas Securities Services
J.P. Morgan Broking (Hong Kong) Limited
Haitong International Securities Company Limited

For the latest list of market makers, please visit [http://www.hkex.com.hk/Market-Data/Securities-Prices/Exchange-Traded-Products?sc\\_lang=en](http://www.hkex.com.hk/Market-Data/Securities-Prices/Exchange-Traded-Products?sc_lang=en)

#### For more information

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**Risk Disclosure Statement:** This factsheet is provided for information only and has been compiled by Vanguard from sources believed to be reliable.

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Investment involves risk. All ETF products are subject to market risk which may result in possible delays in repayment and loss of income and capital invested. Past performance is not an indication of future performance.

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Source: The Vanguard Group, Inc.