



**VANGUARD ETF SERIES**  
(the “TRUST”)

*A Hong Kong umbrella unit trust authorised under Section 104 of the Securities and Futures Ordinance (Cap.571) of Hong Kong comprising:*

**VANGUARD FTSE ASIA EX JAPAN INDEX ETF (Stock Code: 2805)**  
**VANGUARD FTSE DEVELOPED EUROPE INDEX ETF (Stock Code: 3101)**  
**VANGUARD FTSE JAPAN INDEX ETF (Stock Code: 3126)**  
**VANGUARD FTSE ASIA EX JAPAN HIGH DIVIDEND YIELD INDEX ETF (Stock Code: 3085)**  
**VANGUARD S&P 500 INDEX ETF (Stock Code: 3140)**  
(together, the “Sub-Funds”)

**NOTICE TO UNITHOLDERS**

***Important***

*The Stock Exchange of Hong Kong Limited, Hong Kong Exchanges and Clearing Limited, Hong Kong Securities Clearing Company Limited and the Securities and Futures Commission (the “SFC”) take no responsibility for the contents of this document, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this document.*

***This notice is important and requires your immediate attention.***

*If you are in doubt about the contents of this document, you should seek independent professional financial advice. SFC authorisation is not a recommendation or endorsement of the Trust or the Sub-Funds nor does it guarantee the commercial merits of the Trust or the Sub-Funds or their performance. It does not mean the Trust or any Sub-Fund is suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.*

*All capitalized terms used in this document have the same meaning as in the prospectus of the Trust dated 28 April 2017 (as amended by an addendum dated 21 July 2017) (the “Prospectus”), unless otherwise defined herein. The Manager accepts full responsibility for the accuracy of the information contained in this document and confirms that, having made all reasonable enquiries, to the best of its knowledge and belief there are no other facts the omission of which would make any statement in this document misleading as at the date of publication of this document.*

Dear Unitholders

We are writing to inform you that a second addendum to the Prospectus (the “**Second Addendum**”) has been issued today to reflect the following amendments:

**1 Inclusion of China N-Shares and China S-Chips into the FTSE Asia Pacific ex Japan, Australia and New Zealand Index (“Underlying Index”), the underlying index of Vanguard FTSE Asia ex Japan Index ETF (Stock Code: 2805)(“2805”)**

FTSE, the index provider of the Underlying Index of 2805, has announced a change in China N-Share and China S-Chip nationality classification of the FTSE Global Equity Index Series which will be implemented as part of its September 2017 semi-annual index review. Effective from 18 September 2017 (the “**Effective Date**”), securities designated as China N-shares and China S-chips will be considered for inclusion in FTSE China indexes as part of the FTSE Global Equity Index Series.

For details of the re-assignment of China N-Share and S-Chip nationality, please refer to the FAQ issued by the Index Provider:

<[http://www.ftse.com/products/downloads/China\\_N\\_Shares\\_and\\_S\\_Chips\\_Treatment\\_FAQ.pdf](http://www.ftse.com/products/downloads/China_N_Shares_and_S_Chips_Treatment_FAQ.pdf)>.

Further information on the Underlying Index can also be found on the FTSE website:  
<<http://www.ftse.com/analytics/factsheets/Home/Search>>.

The Manager does not consider such nationality assignment change to materially affect the index construction, methodology, the level of diversification or overall investment objective of 2805

The second addendum has also updated the risk factors section to reflect that 2805 may trade on stock exchanges beyond the Asia ex Japan region (e.g. New York Stock Exchange for China N-shares).

## **2 Change to the Valuation Point of 2805**

As a result of the inclusion of China N-shares and China S-chips to the Underlying Index, the Valuation Point of 2805 will be changed as follows:

<b>Valuation Point prior to 18 September 2017</b>	<b>Valuation Point on and from 18 September 2017</b>
12.30 a.m. (Hong Kong time) on a day following the relevant Dealing Day	4 p.m. (Eastern time)  i.e. 4 a.m. (Hong Kong time, with daylight savings); or 5 a.m. (Hong Kong time, without daylight savings) on a day following the relevant Dealing Day

## **3 Update on information relating to the Underlying Indices in respect of each Sub-Fund**

The Second Addendum provides updates on the index information (including the 10 largest Index Securities) relating to the Underlying Indices of the Sub-Funds as at 31 August 2017.

Hard copies of the Prospectus (appended with the Second Addendum), the KFS of the Sub-Funds, the Trust Deed and all supplemental deeds are available for inspection at the Manager's office located at 48/F, The Center, 99 Queen's Road Central, Hong Kong (telephone number: +852 3409 8333) during normal office hours (Monday to Friday (excluding public holidays), from 9:00a.m. to 5:30p.m.).

If you have any queries or concerns regarding the above change, please direct them to your financial adviser or contact the Manager at the address or telephone number mentioned above.

**Vanguard Investments Hong Kong Limited**

**18 September 2017**