



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 – HKD counter
Stock code: 82805 – RMB counter
Stock code: 9805 – USD counter

VANGUARD FTSE DEVELOPED EUROPE INDEX ETF
Stock code: 3101 – HKD counter
Stock code: 83101 – RMB counter
Stock code: 9101 – USD counter

VANGUARD FTSE JAPAN INDEX ETF
Stock code: 3126 – HKD counter
Stock code: 83126 – RMB counter
Stock code: 9126 – USD counter

VANGUARD FTSE ASIA EX JAPAN HIGH DIVIDEND YIELD INDEX ETF
Stock code: 3085 – HKD counter
Stock code: 83085 – RMB counter
Stock code: 9085 – USD counter

VANGUARD S&P 500 INDEX ETF
Stock code: 3140 – HKD counter
Stock code: 83140 – RMB counter
Stock code: 9140 – USD counter

VANGUARD TOTAL CHINA INDEX ETF
Stock code: 83169 – RMB counter
Stock code: 3169 – HKD counter
Stock code: 9169 – USD counter

(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 30 April 2019 (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 of the following changes which will take immediate effect (unless otherwise specified):

Amendments to the offering documents of the Trust and each of the Sub-Funds

1 Inclusion of China A-Shares into FTSE Asia Pacific ex Japan, Australia and New Zealand Index (“2805 Underlying Index”), the underlying index of Vanguard FTSE Asia Ex Japan Index ETF (“2805”)

FTSE, the index provider of the 2805 Underlying Index, has announced the reclassification of China A-Shares available via stock connect, and that FTSE standard global indexes will include eligible China A-Shares from 24 June 2019. Accordingly, China A-Shares will be included into the underlying index universe of 2805.

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

The Prospectus and Product Key Fact Statement (“KFS”) for 2805 have been updated to reflect the inclusion of China A-Shares in the 2805 Underlying Index, and corresponding disclosures in relation to Stock Connect.

2 Inclusion of China A-Shares and China N-Shares into FTSE Asia Pacific ex Japan, Australia and New Zealand High Dividend Yield Index (“3085 Underlying Index”), the underlying index of Vanguard FTSE Asia Ex Japan High Dividend Yield Index ETF (“3085”)

FTSE, the index provider of the 3085 Underlying Index, will also add China A-Shares available via Stock Connect and China N-Shares into the underlying index universe of 3085 from 24 June 2019.

The Manager does not consider such changes to materially affect the index construction, methodology, level of diversification or overall investment objective of 3085.

The Prospectus and KFS for 3085 have been updated to reflect the inclusion of China A-Shares and China N-Shares in the 3085 Underlying Index, together with a new risk factor that 3085 may trade on stock exchanges beyond the Asia ex Japan region (e.g. New York Stock Exchange for China N-Shares) and other corresponding disclosures in relation to Stock Connect.

Given the applicability of China A-Shares to 2805 and 3085, the disclosures related to Stock Connect, PRC taxation and other PRC related risks shall also apply to 2805 and 3085.

3 Annual updates

The Prospectus and the KFS for each Sub-Fund have been revised to reflect the updated index information relating to the Underlying Indices of the Sub-Funds as at 2 April 2019.

Where the top 10 constituent securities of the underlying indices are not set out in the Prospectus, details of the index constituents together with their respective weightings shall be made available at: <http://www.ftse.com/vanguard/Home/Indices?Region=ASIA>.

The KFS of each Sub-Fund has further been revised to reflect the updated ongoing charges, tracking difference and past performance information for each Sub-Fund.

4 Amendments to Taxation Considerations

The Prospectus has been updated with minor amendments in relation to the taxation considerations in order to provide additional clarity to the Unitholders.

5 Consolidation of the Prospectus

The Prospectus has also been consolidated with the previous addendum dated 7 September 2018.

Hard copies of the Prospectus and each KFS for 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

30 April 2019