



**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 DEVELOPED EUROPE INDEX ETF**

**Stock code: 3101 – HKD counter**  
**Stock code: 83101 – RMB counter**  
**Stock code: 9101 – USD counter**

(the "Fund")

**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 Fund nor does it guarantee the commercial merits of the Trust or the Fund or their performance. It does not mean the Trust or the 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. Vanguard Investments Hong Kong Limited (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

**Incorrect display of estimated intraday Net Asset Value on the Fund's website**

We, the manager of the Trust and the Fund, are writing to inform you that the estimated intraday Net Asset Value of the Fund (the "iNAV") displayed on the Fund's website ([www.vanguard.com.hk](http://www.vanguard.com.hk)) on 8 August 2019 was incorrect during the period between 09:00 am (Hong Kong time) and 10:19 am (Hong Kong time) on that day (the "Incident").

Under the Code on Unit Trusts and Mutual Funds, the Manager must publish the iNAV on the Fund's own website on a near real-time basis. The incorrect display of iNAV was due to an operational error in the information contained in the Fund's Portfolio Construction File ("PCF") which resulted in producing an overstated PCF which caused the iNAV to be incorrect.

The Manager believes that that the Incident did not cause any impact to the Unitholders of the Fund as the Incident did not relate to the actual calculation of the NAV of the Fund. In addition, the duration of the Incident was short as the Incident was rectified on a timely basis.

The Manager rectified and corrected the error in the PCF and the rectified iNAV was published on the Fund's website at 10:19am on that same day. There was also no primary market activity for the Fund on that day.

The Manager has taken steps to minimize the risk of such Incident happening in the future.

If you have any queries or concerns regarding the above Incident, please direct them to your financial adviser or contact the Manager 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.).

**Vanguard Investments Hong Kong Limited**

**27 August 2019**