

GLOBAL CREDIT BOND FUND

Quarterly update

LOW-COST ACTIVE
FIXED INCOME

Marketing communication

The Vanguard Global Credit Bond Fund is an actively managed fixed income solution investing primarily in a diversified portfolio of global investment-grade fixed income securities. The fund is managed by Vanguard's Fixed Income Group and aims to generate a diversified, consistent level of return and income over the long term.

Highlights

- Global credit delivered positive returns in the second quarter of 2025.
- The Vanguard Global Credit Bond Fund returned 2.10%, outperforming its benchmark, the Bloomberg Global Aggregate Credit Index (USD Hedged), which returned 1.98%.
- The top contributors to the fund's performance were credit selection in European and emerging market corporate bonds.

Market overview

Despite experiencing significant tariff-related volatility in April, global credit markets rallied in May and June, with spreads retracing much of their earlier widening. Geopolitical tensions in the Middle East in June had little impact on the broader rally in risk assets.

Inflation in developed markets continued to align with central bank targets over the quarter. In the US, headline inflation rose to 2.4%, while core inflation (which excludes energy and food prices) remained steady at 2.8%. In the UK, headline and core inflation declined to 3.4% and 3.5%, respectively. In the euro area, headline and core inflation remained steady at 2.0% and 2.3%, respectively.

In the US, the Federal Reserve (Fed) held its policy rate steady at a range of 4.25%-4.50% during the quarter, citing uncertainty around the inflationary impact of tariffs. At its June meeting, the Fed increased its inflation forecast to 3% for 2025 and lowered its GDP forecast to 1.4%.

The European Central Bank cut its Deposit Facility Rate by 25 basis points (bps) at both its April and June meetings, from 2.50% to 2.00%, in a bid to boost the euro area's flagging economy. Meanwhile, in the UK, the Bank of England reduced its Bank Rate by 25 bps in May, from 4.50% to 4.25%, after data showed the UK economy had declined 0.3% in April, having been weighed down by tax hikes and weaker exports to the US.

Government bond yields broadly steepened over the quarter. In the US, 2-year US Treasury yields

declined by 6 bps, while 10-year yields rose by 6 bps¹. In the euro area, German 2- and 10-year bund yields fell by 16 bps and 8 bps², respectively. In the UK, 2- and 10-year gilt yields declined by 35 bps and 19 bps³, respectively.

In credit markets, investment-grade (IG) credit spreads tightened, in line with the general risk-on sentiment in markets. US dollar-, euro- and sterling-denominated IG spreads tightened by 11 bps, 6 bps and 10 bps⁴, respectively. Emerging market (EM) IG and EM high yield (HY) spreads tightened by 16 bps and 38 bps, respectively⁵.

Fund performance and positioning

The Vanguard Global Credit Bond Fund returned 2.10% in the second quarter, outperforming its benchmark, the Bloomberg Global Aggregate Credit Index (USD Hedged), which returned 1.98%⁶.

Beta-related gains due to tightening credit spreads contributed to the fund's performance over the quarter, but the largest contributor to returns came from credit selection. European financials and utilities posted strong gains, while selective positions in EM names such as Mexico and Bulgaria also contributed to fund performance over the quarter. Detractors included the fund's bias to European IG over US IG, as US IG spreads tightened more than European IG spreads, after experiencing significant widening at the end of Q1 and in early April. The fund's underweight to

^{1, 2, 3, 4, 5, 6} Vanguard and Bloomberg, for the period 31 March 2025 to 30 June 2025.

higher-beta names also weighed on returns amid the broader risk-on move in markets.

In terms of rates positioning, we are short the long end of US rates, and favour UK gilts over German bunds. We are also positioned for a flattening of the Japanese yield curve.

In credit markets, we remain cautiously overweight to high-quality credit, focusing on well-capitalised companies and attractive new issues. We continue to favour euro-denominated IG over USD-denominated IG and have been increasingly finding good opportunities in Australian dollar credit. We maintain a bias towards non-cyclicals over cyclicals and financials over non-financials, favouring individual companies in resilient sectors in a tariff-driven environment, including tobacco, UK utilities and European REITs.

Outlook

Policy and geopolitics are playing a growing role in markets and their impact on monetary policy. While developed market central banks have broadly been cutting rates, the path ahead remains uncertain amid ongoing economic and trade policy risks.

Our outlook for global credit remains positive. Starting yields are higher than they are for cash and the asset class could outperform meaningfully if rate cuts continue. Valuations are at the tighter end, with spreads back down near their pre-tariff historical low levels. The technical backdrop remains supportive, with 2025 net supply expected to be flat or lower than last year, alongside record demand for high-quality credit.

In HY credit, valuations now appear stretched. We remain cautious but will add to positions selectively, given the area's attractive yields and favourable return potential.

Vanguard Global Credit Bond Fund Investor USD Hedged

Key fund facts (as at 30 June 2025)

Investment manager: Vanguard Global Advisers, LLC

Inception date: 14 September 2017

Domicile: Ireland

Benchmark: Bloomberg Global Aggregate Credit Index
Hedged in USD

Peer group: EAA Fund Global Corporate Bond - USD Hedged

Ongoing charges figure¹: 0.35%

Fund AUM: USD 1,850m

Number of holdings: 1696

Yield to worst: 4.6%

Average coupon: 4.4%

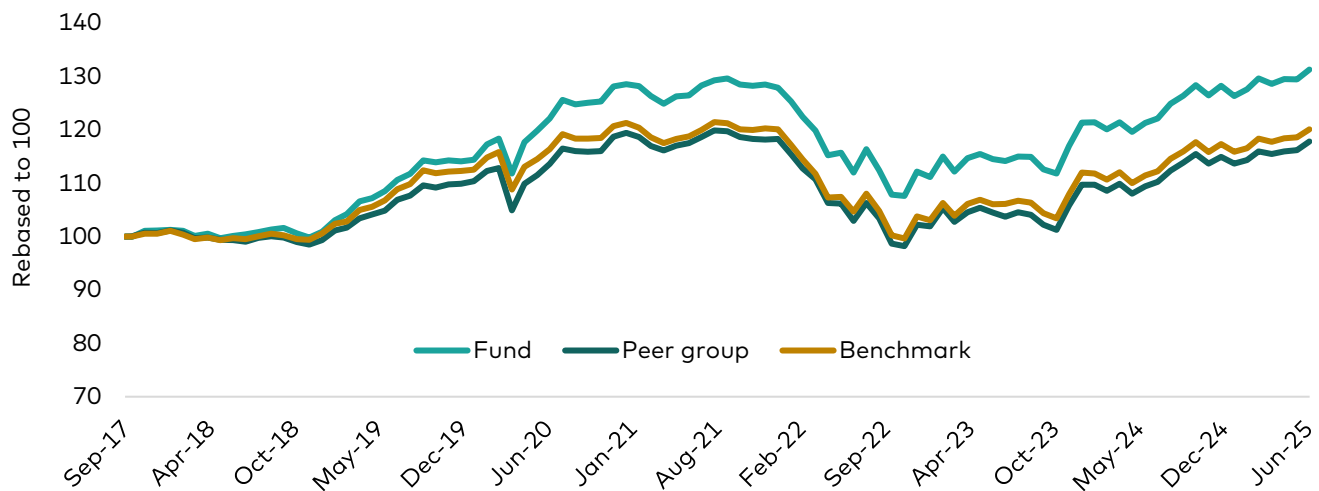
Average maturity: 8.4 years

Average quality: A-

Average duration: 5.9 years

ISIN: IE00BYV1RD15

Fund performance (Cumulative % growth, USD, 14 September 2017 to 30 June 2025)



Cumulative return (%) as at 30 June 2025	YTD	3 month	1 year	3 yr (ann.)	5 yr (ann.)	Since inception (ann.)
Fund	3.90	2.10	7.47	5.45	1.46	3.55
Peer group	7.86	4.58	9.55	5.50	0.58	1.42
Benchmark	3.61	1.98	7.01	4.68	0.63	2.38

Calendar year return (%)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Fund	--	--	--	-0.39	13.38	12.39	-0.50	-13.09	9.14	4.15
Peer group	-4.22	3.56	9.25	-4.47	10.21	10.54	-3.34	-16.88	9.31	0.21
Benchmark	-0.13	5.69	5.36	-0.47	11.85	7.78	-0.95	-14.22	8.68	3.52

12-month return (%) to:	30 Jun 2016	30 Jun 2017	30 Jun 2018	30 Jun 2019	30 Jun 2020	30 Jun 2021	30 Jun 2022	30 Jun 2023	30 Jun 2024	30 Jun 2025
Fund	--	--	--	10.16	10.37	5.07	-12.73	1.93	7.03	7.47
Peer group	3.53	3.90	-0.13	6.38	4.06	7.05	-17.45	1.77	4.87	9.55
Benchmark	6.70	2.34	0.79	9.40	6.90	3.11	-12.75	1.36	5.76	7.01

Past performance is not a reliable indicator of future results.

Source: Vanguard and Morningstar. Performance figures include the reinvestment of all dividends and any capital gains distributions. The performance data does not take account of the commissions and costs incurred in the issue and redemption of shares. Basis of fund performance NAV to NAV. Basis of index performance is total return. All performance is calculated in USD, net of fees. Performance figures shown may be calculated in a currency that differs from the currency of the share class that you are invested in. As a result, returns may decrease or increase due to currency fluctuations. ¹The Ongoing Charges Figure (OCF) covers the fund manager's costs of managing the fund. It does not include dealing costs or additional costs such as audit fees.

This is a marketing communication. For professional investors only (as defined under the MiFID II Directive) investing for their own account (including management companies (fund of funds) and professional clients investing on behalf of their discretionary clients). In Switzerland for professional investors only. Not to be distributed to the public.

Vanguard Global Credit Bond Fund Institutional EUR Hedged

Key fund facts (as at 30 June 2025)

Investment manager: Vanguard Global Advisers, LLC

Inception date: 14 September 2017

Domicile: Ireland

Benchmark: Bloomberg Global Aggregate Credit Index Hedged in EUR

Peer group: EAA Fund Global Corporate Bond - EUR Hedged

Ongoing charges figure¹: 0.35%

Fund AUM: EUR 1,576m

Number of holdings: 1696

Yield to worst: 4.6%

Average coupon: 4.4%

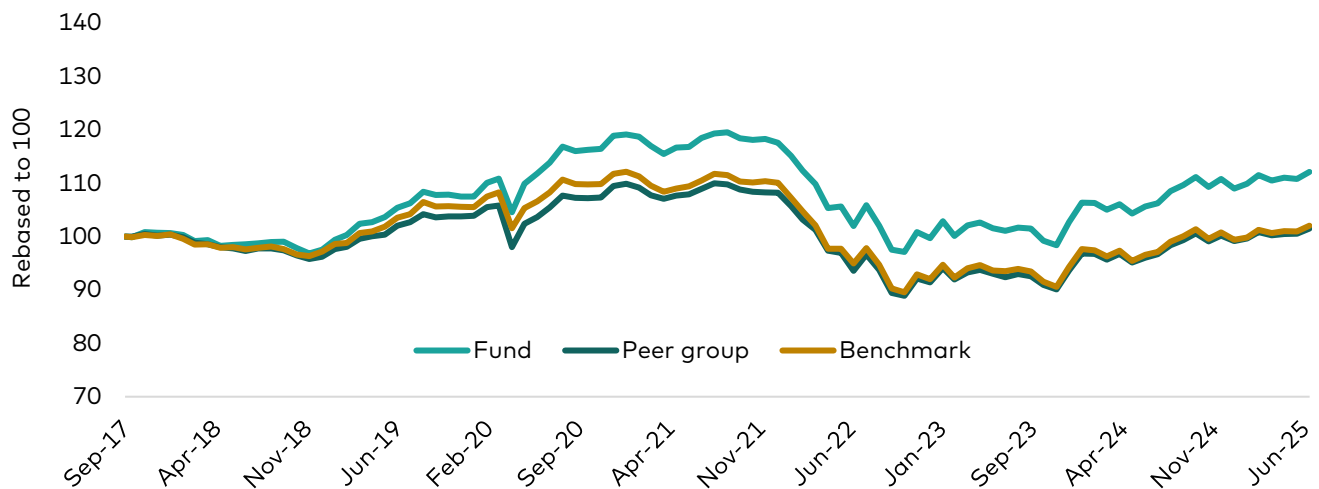
Average maturity: 8.4 years

Average quality: A-

Average duration: 5.9 years

ISIN: IE00BF7MPP31

Fund performance (Cumulative % growth, EUR, 14 September 2017 to 30 June 2025)



Cumulative return (%) as at 30 June 2025	YTD	3 month	1 year	3 yr (ann.)	5 yr (ann.)	Since inception (ann.)
Fund	2.90	1.50	5.50	3.22	-0.31	1.48
Peer group	2.39	1.30	4.99	3.01	-0.57	0.19
Benchmark	2.64	1.40	5.04	2.42	-1.18	0.26

Calendar year return (%)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Fund	--	--	--	-3.06	10.21	10.80	-1.30	-15.22	6.68	2.48
Peer group	-1.04	4.09	3.17	-4.13	7.98	5.76	-1.54	-15.51	5.90	2.42
Benchmark	-0.44	4.08	3.32	-3.24	8.61	6.27	-1.83	-16.39	6.13	1.77

12-month return (%) to:	30 Jun 2016	30 Jun 2017	30 Jun 2018	30 Jun 2019	30 Jun 2020	30 Jun 2021	30 Jun 2022	30 Jun 2023	30 Jun 2024	30 Jun 2025
Fund	--	--	--	6.95	8.03	4.01	-13.91	-0.89	5.17	5.50
Peer group	4.06	1.86	-2.12	4.82	3.40	3.30	-14.12	-1.27	4.68	4.99
Benchmark	5.75	0.51	-1.59	6.11	4.56	2.06	-14.04	-1.51	3.84	5.04

Past performance is not a reliable indicator of future results.

Source: Vanguard and Morningstar. Performance figures include the reinvestment of all dividends and any capital gains distributions. The performance data does not take account of the commissions and costs incurred in the issue and redemption of shares. Basis of fund performance NAV to NAV. Basis of index performance is total return. All performance is calculated in EUR, net of fees. Performance figures shown may be calculated in a currency that differs from the currency of the share class that you are invested in. As a result, returns may decrease or increase due to currency fluctuations. ¹The Ongoing Charges Figure (OCF) covers the fund manager's costs of managing the fund. It does not include dealing costs or additional costs such as audit fees.

This is a marketing communication. For professional investors only (as defined under the MiFID II Directive) investing for their own account (including management companies (fund of funds) and professional clients investing on behalf of their discretionary clients). In Switzerland for professional investors only. Not to be distributed to the public.

Vanguard Global Credit Bond Fund Investor GBP Hedged

Key fund facts (as at 30 June 2025)

Investment manager: Vanguard Global Advisers, LLC

Inception date: 14 September 2017

Domicile: Ireland

Benchmark: Bloomberg Global Aggregate Credit Index Hedged in GBP

Peer group: IA Global Corporate Bond

Ongoing charges figure¹: 0.35%

Fund AUM: GBP 1,350m

Number of holdings: 1696

Yield to worst: 4.6%

Average coupon: 4.4%

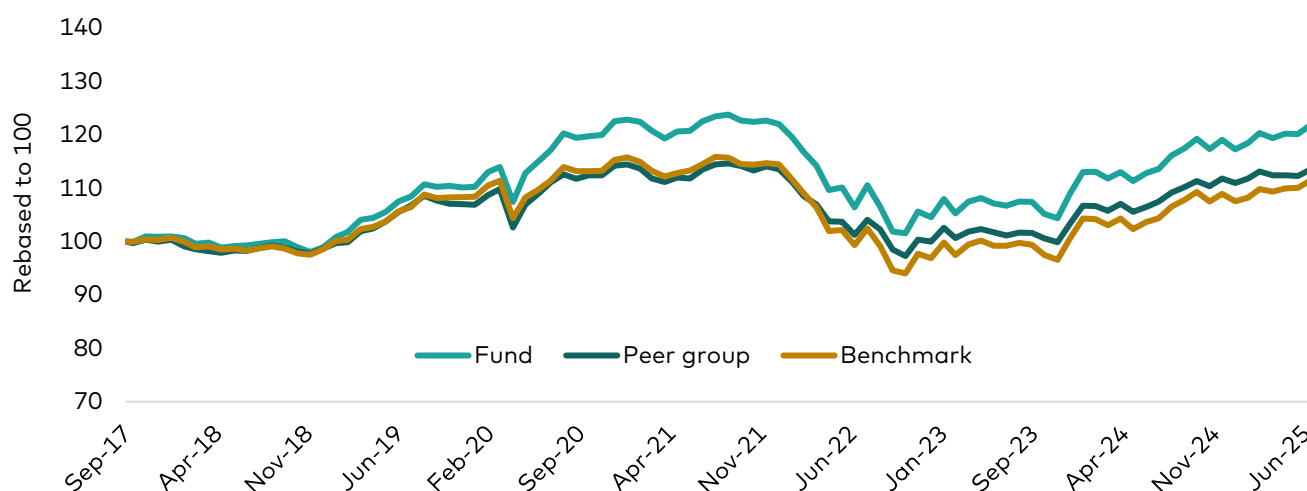
Average maturity: 8.4 years

Average quality: A-

Average duration: 5.9 years

ISIN: IE00BYV1RG46

Fund performance (Cumulative % growth, GBP, 14 September 2017 to 30 June 2025)



Cumulative return (%) as at 30 June 2025	YTD	3 month	1 year	3 yr (ann.)	5 yr (ann.)	Since inception (ann.)
Fund	3.89	2.05	7.23	4.62	0.79	2.57
Peer group	2.27	0.99	5.60	3.89	0.43	1.64
Benchmark	3.63	1.94	6.78	3.90	0.00	1.40

Calendar year return (%)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Fund	--	--	--	-2.01	11.50	11.41	-0.68	-14.32	8.08	3.78
Peer group	1.08	13.39	3.31	-1.66	8.36	7.04	-0.79	-11.94	6.72	4.01
Benchmark	0.21	5.33	4.22	-2.13	9.97	6.83	-1.13	-15.34	7.64	3.13

12-month return (%) to:	30 Jun 2016	30 Jun 2017	30 Jun 2018	30 Jun 2019	30 Jun 2020	30 Jun 2021	30 Jun 2022	30 Jun 2023	30 Jun 2024	30 Jun 2025
Fund	--	--	--	8.23	8.99	4.60	-13.17	0.31	6.46	7.23
Peer group	14.57	4.25	-0.85	7.37	5.25	2.20	-10.83	-0.10	6.29	5.60
Benchmark	6.78	1.46	-0.63	7.44	5.50	2.72	-13.22	-0.13	5.18	6.78

Past performance is not a reliable indicator of future results.

Source: Vanguard and Morningstar. Performance figures include the reinvestment of all dividends and any capital gains distributions. The performance data does not take account of the commissions and costs incurred in the issue and redemption of shares. Basis of fund performance NAV to NAV. Basis of index performance is total return. All performance is calculated in GBP, net of fees. Performance figures shown may be calculated in a currency that differs from the currency of the share class that you are invested in. As a result, returns may decrease or increase due to currency fluctuations. ¹The Ongoing Charges Figure (OCF) covers the fund manager's costs of managing the fund. It does not include dealing costs or additional costs such as audit fees.

This is a marketing communication. For professional investors only (as defined under the MiFID II Directive) investing for their own account (including management companies (fund of funds) and professional clients investing on behalf of their discretionary clients). In Switzerland for professional investors only. Not to be distributed to the public.

Vanguard Global Credit Bond Fund

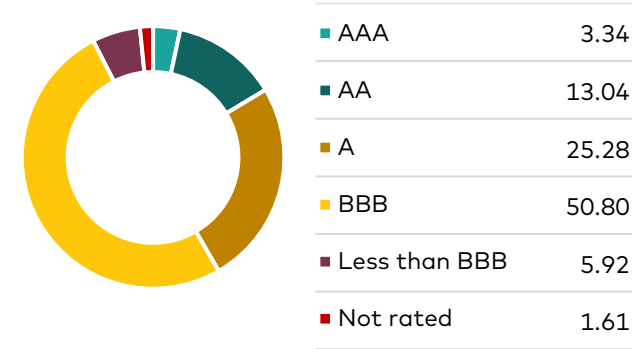
Fund breakdown (as at 30 June 2025)

Distribution by issuer (% of bonds)

	Fund %
Financial institutions	33.6
Industrials	27.9
Treasury/federal	11.6
Utilities	8.5
Agencies	6.2
Sovereign	5.9
Local Authority	3.3
Supranational	1.3
Provincials/Municipals	0.1
Asset Backed Security	0.0
Other	-1.2
Cash	2.8

The allocations are subject to circumstances such as timing differences between trade and settlement dates of underlying securities, that may result in negative weightings. The fund may also employ certain derivative instruments for cash management or risk management purposes that may also result in negative weightings. Allocations are subject to change. Cash includes physical cash on the account, cash like instruments (such as ultra-short term treasury bonds) and derivative instruments.

Distribution by credit quality (% of bonds)



Credit quality ratings for each issue are obtained from Bloomberg using ratings derived from Moody's Investors Service, Fitch Ratings, and Standard & Poor's. When ratings from all three agencies are available, the median rating is used. When ratings are available from two of the agencies, the lower rating is used. When one rating is available, that rating is used.

Source: Vanguard, as at 30 June 2025.

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.

Past performance is not a reliable indicator of future results. The performance data does not take account of the commissions and costs incurred in the issue and redemption of shares.

Performance figures shown may be calculated in a currency that differs from the currency of the share class that you are invested in. As a result, returns may decrease or increase due to currency fluctuations.

Some funds invest in emerging markets which can be more volatile than more established markets. As a result the value of your investment may rise or fall.

Funds investing in fixed interest securities carry the risk of default on repayment and erosion of the capital value of your investment and the level of income may fluctuate. Movements in interest rates are likely to affect the capital value of fixed interest securities. Corporate bonds may provide higher yields but as such may carry greater credit risk increasing the risk of default on repayment and erosion of the capital value of your investment. The level of income may fluctuate and movements in interest rates are likely to affect the capital value of bonds.

The Vanguard Global Credit Bond Fund may use derivatives, including for investment purposes, in order to reduce risk or cost and/or generate extra income or growth. For all other funds they will be used to reduce risk or cost and/or generate extra income or growth. The use of derivatives could increase or reduce exposure to underlying assets and result in greater fluctuations of the Funds net asset value. A derivative is a financial contract whose value is based on the value of a financial asset (such as a share, bond, or currency) or a market index.

Some funds invest in securities which are denominated in different currencies. Movements in currency exchange rates can affect the return of investments.

For further information on risks please see the "Risk Factors" section of the prospectus on our website at <https://global.vanguard.com>.

Important information

This is a marketing communication.

For professional investors only (as defined under the MiFID II Directive) investing for their own account (including management companies (fund of funds) and professional clients investing on behalf of their discretionary clients). In Switzerland for professional investors only. Not to be distributed to the public.

For further information on the fund's investment policies and risks, please refer to the prospectus of the UCITS and to the KIID (for UK, Channel Islands, Isle of Man investors) and to the KID (for European investors) before making any final investment decisions. The KIID and KID for this fund are available in local languages, alongside the prospectus via Vanguard's website <https://global.vanguard.com/>.

The information contained herein is not to be regarded as an offer to buy or sell or the solicitation of any offer to buy or sell securities in any jurisdiction where such an offer or solicitation is against the law, or to anyone to whom it is unlawful to make such an offer or solicitation, or if the person making the offer or solicitation is not qualified to do so. The information is general in nature and does not constitute legal, tax, or investment advice. Potential investors are urged to consult their professional advisers on the implications of making an investment in, holding or disposing of shares and /or units of, and the receipt of distribution from any investment.

For Swiss professional investors: Potential investors will not benefit from the protection of the FinSA on assessing appropriateness and suitability.

Vanguard Investment Series plc has been authorised by the Central Bank of Ireland as a UCITS and has been registered for public distribution in certain EEA countries and the UK. Prospective investors are referred to the Funds' prospectus for further information. Prospective investors are also urged to consult their own professional advisers on the implications of making an investment in, and holding or disposing shares of the Funds and the receipt of distributions with respect to such shares under the law of the countries in which they are liable to taxation.

The Manager of Vanguard Investment Series plc is Vanguard Group (Ireland) Limited. Vanguard Asset Management, Limited is a distributor of Vanguard Investment Series plc.

For Swiss professional investors: The Manager of Vanguard Investment Series plc is Vanguard Group (Ireland) Limited. Vanguard Investments Switzerland GmbH is a financial services provider, providing services in the form of purchase and sales according to Art. 3 (c)(1) FinSA . Vanguard Investments Switzerland GmbH will not perform any appropriateness or suitability assessment. Furthermore, Vanguard Investments Switzerland GmbH does not provide any services in the form of advice. Vanguard Investment Series plc has been authorised by the Central Bank of Ireland as a UCITS. Prospective investors are referred to the Funds' prospectus for further information. Prospective investors are also urged to consult their own professional advisers on the implications of making an investment in, and holding or disposing shares of the Funds and the receipt of distributions with respect to such shares under the law of the countries in which they are liable to taxation.

For Swiss professional investors: Vanguard Investment Series plc has been approved for offer in Switzerland by the Swiss Financial Market Supervisory Authority (FINMA). The information provided herein does not constitute an offer of Vanguard Investment Series plc in Switzerland pursuant to FinSA and its implementing ordinance. This is solely an advertisement pursuant to FinSA and its implementing ordinance for Vanguard Investment Series plc. The Representative and the Paying Agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich. Copies of the Articles of Incorporation, KID, Prospectus, Declaration of Trust, By-Laws, Annual Report and Semiannual Report for these funds can be obtained free of charge from the Swiss Representative or from Vanguard Investments Switzerland GmbH via our website <https://global.vanguard.com/>.

The Manager of the Ireland domiciled funds may determine to terminate any arrangements made for marketing the shares in one or more jurisdictions in accordance with the UCITS Directive, as may be amended from time-to-time.

Important information

For investors in Ireland domiciled funds, a summary of investor rights can be obtained via <https://www.ie.vanguard/content/dam/intl/europe/documents/en/vanguard-investors-rights-summary-irish-funds-jan22.pdf> and is available in English, German, French, Spanish, Dutch and Italian.

BLOOMBERG® is a trademark and service mark of Bloomberg Finance L.P. Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL") (collectively, "Bloomberg"), or Bloomberg's licensors own all proprietary rights in the Bloomberg Indices.

The products are not sponsored, endorsed, issued, sold or promoted by "Bloomberg." Bloomberg makes no representation or warranty, express or implied, to the owners or purchasers of the products or any member of the public regarding the advisability of investing in securities generally or in the products particularly or the ability of the Bloomberg Indices to track general bond market performance. Bloomberg shall not pass on the legality or suitability of the products with respect to any person or entity. Bloomberg's only relationship to Vanguard and the products are the licensing of the Bloomberg Indices which are determined, composed and calculated by BISL without regard to Vanguard or the products or any owners or purchasers of the products. Bloomberg has no obligation to take the needs of the products or the owners of the products into consideration in determining, composing or calculating the Bloomberg Indices. Bloomberg shall not be responsible for and has not participated in the determination of the timing of, prices at, or quantities of the products to be issued. Bloomberg shall not have any obligation or liability in connection with the administration, marketing or trading of the products.

For Dutch investors only: The fund(s) referred to herein are listed in the AFM register as defined in section 1:107 Dutch Financial Supervision Act (Wet op het financieel toezicht). For details of the Risk indicator for each fund listed, please see the fact sheet(s) which are available from Vanguard via our website <https://www.nl.vanguard/professional/product>.

Issued in EEA by Vanguard Group (Ireland) Limited which is regulated in Ireland by the Central Bank of Ireland.

Issued in Switzerland by Vanguard Investments Switzerland GmbH.

Issued by Vanguard Asset Management, Limited which is authorised and regulated in the UK by the Financial Conduct Authority.

© 2025 Vanguard Group (Ireland) Limited. All rights reserved.

© 2025 Vanguard Investments Switzerland GmbH. All rights reserved.

© 2025 Vanguard Asset Management, Limited. All rights reserved.

Reference number: 4698316