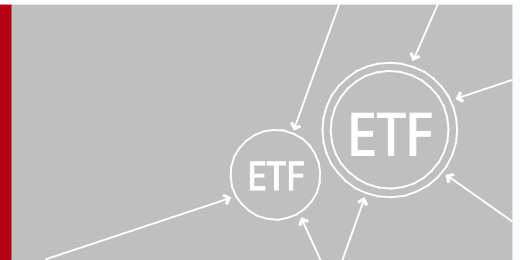


**Vanguard**

Final Distribution Announcement for the Vanguard® Exchange Traded Funds

2 October 2012

Vanguard Investments Australia Ltd is pleased to announce the following final distribution amounts and distribution timetable for the period ending **30 September 2012**:

Final Distribution Amount

FUND	ASX CODE	FREQUENCY	CENTS PER UNIT
Vanguard® Australian Government Bond Index ETF	VGB	Quarterly	76.5293

Anticipated Breakdown on Distribution

AUSTRALIAN INCOME	
Franked distributions	0.00%
Unfranked distributions	0.00%
Unfranked CFI distributions	0.00%
Interest	0.64%
Other income	99.36%
CAPITAL GAINS	
Discounted capital gain TAP	0.00%
Discounted capital gain NTAP	0.00%
CGT concession	0.00%
Capital gains - other method TAP	0.00%
Capital gains - other method NTAP	0.00%
FOREIGN INCOME	
Assessable Foreign Source Income	0.00%
OTHER NON-ASSESSABLE AMOUNTS	
Tax exempt	0.00%
Tax free	0.00%
Tax deferred	0.00%
NET CASH DISTRIBUTION	100.00%

Fund Payment Information: VGB is a separate class of units in the Vanguard® Australian Government Bond Index Fund (ARSN 134 177 807). At the date of this distribution, Vanguard Australian Government Bond Index Fund is a Managed Investment Trust for the purposes of Subdivision 12-H of Schedule 1 of the *Taxation Administration Act 1953* ("TAA 1953"). For the purpose of Section 12-415 of Schedule 1 of TAA 1953, the "fund payment" of the distribution is calculated as the sum of the following components:

- Australian income: other income;
- Capital gains: discounted capital gain TAP, multiplied by 2; and
- Capital gains: other method TAP.

The income components set out in this announcement are estimates for this distribution period only. Estimated tax components and 'fund payment' amounts are provided to assist entities (holding units on behalf of non-resident investors) in applying an appropriate rate of withholding tax. Australian resident unit holders should not rely on this information for the purpose of completing their income tax returns as **details of full year components of distributions will be provided** in the *Annual Tax Statement*, issued following the end of the financial year.

Non Cash Items

Franking Credits (cents per unit)	0.0000
Foreign Income Tax Offset (cents per unit)	0.0000

Distribution Timetable

EVENT	DATE
Ex Distribution Date	02 OCT 2012
Record Date	05 OCT 2012
Payment Date	19 OCT 2012

The Distribution Reinvestment Plan (DRP) is available for the VGB ETF. Any DRP elections must have been made by 5pm on the Record Date.

The DRP issue price is \$50.5727

You must be registered as a security holder of the respective Vanguard ETF on the Record Date to be eligible for this distribution.

To ensure prompt distribution payments please ensure that the correct bank details have been provided to the registrar, Computershare, prior to the Record Date.

Further Information

If you have any queries, please contact Computershare on 1300 757 905.

Prior to making an investment decision please consider your circumstances, read our Product Disclosure Statement (PDS) and consult your investment advisor or broker. You can access our PDS at vanguard.com.au. Past performance is not an indication of future performance. There is no guarantee that distributions will be declared in the future or the future availability of the Distribution Reinvestment Plan.

© 2012 Vanguard Investments Australia Ltd (ABN 72 072 881 086 / AFS Licence 227263) is the product issuer, and is a wholly owned subsidiary of The Vanguard Group, Inc. based in the US. All rights reserved. 'Vanguard', 'Vanguard Investments' and the ship logo are the trademarks of The Vanguard Group, Inc.

Vanguard Investments Australia Ltd, Level 34, Freshwater Place, 2 Southbank Boulevard, Southbank VIC 3006 www.vanguard.com.au