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Annual Report

for the Vanguard® Exchange Traded Funds

15 September 2023

Vanguard Investments Australia Ltd announces the following:

ETF	ASX CODE	ANNOUNCEMENT
Vanguard MSCI Index International Shares (Hedged) ETF	VGAD	Annual Report
Vanguard Ethically Conscious International Shares Index ETF	VESG	Annual Report
Vanguard Global Minimum Volatility Active ETF (Managed Fund)	VMIN	Annual Report

Vanguard has prepared an Annual report for the year ended 30 June 2023, for the Vanguard Wholesale International Equities Funds (Hedged) and ETFs. The ETFs above are classes of units in the relevant funds. Units in the ETF class are those that are traded on the Australian Securities Exchange (ASX).

The Annual report provides financial information for each fund and where indicated, provides specific information for the ETF class.

Further Information

If you have any queries on Vanguard ETFs, please visit vanguard.com.au

Past performance information is given for illustrative purposes only and should not be relied upon as, and is not, an indication of future performance. In preparing the information, individual circumstances, for example tax implications, have not been taken into account and it may, therefore, not be applicable to an individual's situation. Before making an investment decision, you should consider your circumstances and whether the above information is applicable to your situation.

© 2023 Vanguard Investments Australia Ltd (ABN 72 072 881 086 / AFS Licence 227263) ("Vanguard") is the issuer of the Vanguard® Australian ETFs.

Vanguard ETFs will only be issued to Authorised Participants. That is, persons who have entered into an Authorised Participant Agreement with Vanguard ("Eligible Investors"). Retail investors can transact in Vanguard ETFs through Vanguard Personal Investor, a stockbroker or financial adviser on the secondary market.

Investors should consider the Prospectus or Product Disclosure Statement ("PDS") in deciding whether to acquire Vanguard ETFs. Retail investors can only use the Prospectus or PDS for informational purposes. A copy of the Target Market Determinations (TMD) for Vanguard's financial products can be obtained at vanguard.com.au free of charge and include a description of who the financial product is appropriate for. You should refer to the TMD of these Fund before making any investment decisions. You can access our disclosure documents at vanguard.com.au or by calling 1300 655 101. This publication was prepared in good faith and we accept no liability for any errors or omissions.

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The funds or securities referred to herein are not sponsored, endorsed or promoted by MSCI and MSCI bears no liability with respect to any such funds or securities. The Product Disclosure Statement contains a more detailed description of the limited relationship MSCI has with The Vanguard Group and any related funds.

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Annual report | 30 June 2023

Vanguard Wholesale International Equities Funds (Hedged) and ETFs

Responsible Entity

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Vanguard Wholesale International Equities Funds (Hedged) and ETFs

Fund	ASX	ARSN	ABN
Vanguard Global Infrastructure Index Fund (Hedged)	-	128 385 197	92 392 829 821
Vanguard MSCI Index International Shares (Hedged) ETF	VGAD	165 786 989	92 314 430 239
Vanguard International Property Securities Index Fund (Hedged)	-	115 001 360	52 511 318 838
Vanguard International Small Companies Index Fund (Hedged)	-	127 015 436	13 064 564 42
Vanguard Ethically Conscious International Shares Index Fund	VESG	626 133 275	89 276 633 202
Vanguard Global Minimum Volatility Fund	VMIN	165 787 708	80 259 391 198
Vanguard International Shares Index Fund (Hedged)	-	093 254 909	97 123 270 094
Vanguard International Shares Select Exclusions Index Fund	-	613 045 739	45 215 187 041

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About Vanguard

Since our establishment in 1975, Vanguard has strived to be the world's highest-value provider of investment products and services. We have an unwavering focus on our clients with a commitment to champion what's best for investors by offering outstanding service, while keeping costs low.

Over the years Vanguard has built a reputation as a global leader in client advocacy and earned the trust of millions of investors along the way. Our sole purpose has been to align our interest with those of our investors to ensure they have the best chance for investment success.

With over AUD \$12 trillion in assets under management globally as of 30 June 2023, including over AUD \$3.4 trillion in ETFs, Vanguard is one of the world's largest global investment management companies.

In Australia, Vanguard has been serving financial advisers, retail clients and institutional investors for over 25 years.

Our unique structure — putting investors' interests first

What sets Vanguard apart — and allows Vanguard to put investors first around the world — is the ownership structure of The Vanguard Group, Inc., in the United States.

Rather than being publicly traded or owned by a small group of individuals, the Vanguard Group is owned by Vanguard's US-domiciled funds and ETFs. Those funds, in turn, are owned by their investors.

This mutual structure aligns our interests with those of our investors and drives the culture, philosophy and policies throughout the Vanguard organisation worldwide. As a result, Australian investors benefit from Vanguard's stability and experience, low costs and client focus.

Our investment expertise

When you invest with Vanguard, you have more than 45+ years of investing experience behind you. So no matter which investment products suit your needs, you can feel confident that Vanguard investments are built on a rigorous investment philosophy that stands the test of time.

Low-cost investing

We know we can't control the markets, but we can control the costs of investing. To that end, providing low-cost investments isn't a pricing strategy for us. It's how we do business.

We can keep costs low because of our unique ownership structure in the United States, which allows us to return profits to investors through lower costs.

Directors' report

The Responsible Entity of the Vanguard Wholesale International Equities Funds (Hedged) and ETFs (the "Funds") for the year ended 30 Jun 2023 was Vanguard Investments Australia Ltd (the "Responsible Entity").

The directors of Vanguard Investments Australia Ltd present their report together with the financial statements for the year ended 30 Jun 2023.

Principal activities

The Funds invest in accordance with the investment policy of the Funds as set out in their respective Product Disclosure Statements (PDSs) and in accordance with the Funds' Constitution. The Funds (with the exception of Vanguard Global Minimum Volatility Fund) seek to track the returns of the Funds' respective indices, before taking into account fees, expenses and tax. The Vanguard Global Minimum Volatility Fund seeks to provide long-term capital appreciation with volatility lower than the FTSE Global All Cap Index (AUD Hedged), before taking into account fees, expenses and tax.

The ETF Class units of the Funds operate as Exchange Traded Funds (ETFs) listed on the Australian Securities Exchange (ASX).

The Funds did not have any employees during the year.

There were no significant changes in the nature of the activities of the Funds during the year.

Directors

The following persons held office as directors of the Responsible Entity during the year and up to the date of this report:

Daniel Shrimski

John Bendl

Curt Jacques

Kim Petersen

Review and results of operations

The Funds invest in listed equity securities, listed unit trusts, unlisted unit trusts, fixed interest securities, derivatives and cash and cash equivalents. The investment policy of the Funds continues to be in accordance with the provisions of the Funds' Constitution.

Results

The results of the operations of the Funds were as follows:

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
Operating profit/(loss) before finance costs attributable to unitholders (\$'000)	(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Distributions - Wholesale Class								
Distribution paid and payable (\$'000)	-	-	-	-	-	19,144	-	-
Distribution (cents per unit)	-	-	-	-	-	1.1568	-	-
Distributions - ETF Class								
Distribution paid and payable (\$'000)	-	-	-	13	-	-	-	-
Distribution (cents per unit)	-	-	-	0.0576	-	-	-	-

Directors' report (continued)

Review and results of operations (continued)

Results (continued)

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
Operating profit/(loss) before finance costs attributable to unitholders (\$'000)	619,809	(502,018)	1,317	(1,529)	1,272,969	(1,027,624)	296,236	(179,299)
Distributions - Wholesale Class								
Distribution paid and payable (\$'000)	-	-	-	-	-	-	-	-
Distribution (cents per unit)	-	-	-	-	-	-	-	-
Distributions - ETF Class								
Distribution paid and payable (\$'000)	13,084	12,585	-	-	-	-	-	-
Distribution (cents per unit)	139.0336	144.1795	-	-	-	-	-	-
Distributions - AUD Class								
Distribution paid and payable (\$'000)	-	-	-	-	-	-	-	-
Distribution (cents per unit)	-	-	-	-	-	-	-	-
Distributions - NZD Class								
Distribution paid and payable (\$'000)	-	-	-	-	-	-	-	-
Distribution (cents per unit)	-	-	-	-	-	-	-	-
Distributions - AUD Unhedged Class								
Distribution paid and payable (\$'000)	26,067	30,108	-	-	-	-	15,984	35,237
Distribution (cents per unit)	3.0482	3.4383	-	-	-	-	5.4855	10.5780
Distributions - NZD Hedged Class								
Distribution paid and payable (\$'000)	-	47	-	-	-	-	-	27
Distribution (cents per unit)	-	0.0039	-	-	-	-	-	0.0035
Distributions - AUD Hedged Class								
Distribution paid and payable (\$'000)	-	1	-	-	-	-	2	1
Distribution (cents per unit)	-	0.0005	-	-	-	-	0.0018	0.0020

Performance

The tables below detail the performance of the Funds as represented by the total return, net of fees, which is calculated as the aggregation of the percentage capital growth and percentage distribution of income. The total return is shown for the past five years to 30 June 2023 and assumes that all distributions were re-invested during that period. These are calculated in accordance with FSC Standard 6.0 Product Performance - calculation and presentation of returns. The directors assess the performance of the Funds by comparing each Fund's total return with the corresponding Index (the "Benchmark") gross of fees.

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard Global Infrastructure Index Fund (Hedged)					
Capital growth	(4.45)	4.19	1.55	(9.78)	15.16
Distribution of income	-	-	15.07	4.66	0.04
Total return	(4.45)	4.19	16.62	(5.12)	15.20
Benchmark					
FTSE Developed Core Infrastructure (with net dividends reinvested) hedged into AUD	(4.49)	4.33	16.57	(5.17)	15.29
	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard MSCI Index International Shares (Hedged) ETF					
Capital growth	16.67	(12.42)	21.45	1.40	6.40
Distribution of income	-	-	14.27	-	-
Total return	16.67	(12.42)	35.72	1.40	6.40
Benchmark					
MSCI World ex-Australia (with net dividends reinvested), hedged into Australian dollars Index	16.55	(12.51)	35.75	1.30	6.22

Directors' report (continued)

Review and results of operations (continued)

Performance (continued)

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Property Securities Index Fund (Hedged)					
Capital growth	(6.38)	(12.71)	20.13	(16.46)	7.80
Distribution of income	-	1.36	11.30	-	0.01
Total return	(6.38)	(11.35)	31.43	(16.46)	7.81
Benchmark					
FTSE EPRA/NAREIT Developed ex-Australia Rental index (with net dividends reinvested) hedged into AUD	(6.56)	(11.28)	31.10	(16.60)	7.63

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Small Companies Index Fund (Hedged)					
Capital growth	12.13	(19.27)	25.48	(7.78)	(4.08)
Distribution of income	-	-	23.04	-	1.00
Total return	12.13	(19.27)	48.52	(7.78)	(3.08)
Benchmark					
MSCI World ex-Australia Small Cap (with net dividends reinvested) hedged into AUD	12.03	(19.26)	48.92	(7.52)	(2.99)

	2023 %	2022 %	2021 %	2020 %	*2019 %
Vanguard Ethically Conscious International Shares Index Fund - ETF Class					
Capital growth	20.20	(11.68)	26.35	7.97	3.00
Distribution of income	2.44	1.89	1.50	1.83	1.27
Total return	22.64	(9.79)	27.85	9.80	4.27
Benchmark					
FTSE Developed ex Australia Choice Index (with net dividends reinvested) in AUD	22.58	(9.79)	27.80	9.83	4.16

* Benchmark performance data is since inception

	2023 %	2022 %	2021 %	2020 %	*2019 %
Vanguard Ethically Conscious International Shares Index Fund - AUD Unhedged Class					
Capital growth	20.13	(11.88)	26.47	8.51	10.20
Distribution of income	2.50	2.08	1.35	1.29	1.21
Total return	22.63	(9.80)	27.82	9.80	11.41
Benchmark					
FTSE Developed ex Australia Choice Index (with net dividends reinvested) in AUD	22.58	(9.79)	27.80	9.83	11.33

* Benchmark performance data is since inception

	2023 %	2022 %	*2021 %	2020 %	2019 %
Vanguard Ethically Conscious International Shares Index Fund - AUD Hedged Class					
Capital growth	16.82	(15.43)	1.85	-	-
Distribution of income	-	-	1.04	-	-
Total return	16.82	(15.43)	2.89	-	-
Benchmark					
FTSE Developed ex Australia Choice Index (with net dividends reinvested) hedged into AUD	16.78	(15.54)	2.93	-	-

* Benchmark performance data is since inception

Directors' report (continued)

Review and results of operations (continued)

Performance (continued)

	2023 %	2022 %	2021 %	2020 %	*2019 %
Vanguard Ethically Conscious International Shares Index Fund - NZD Hedged Class					
Capital growth	17.60	(15.21)	24.16	6.53	(1.27)
Distribution of income	-	-	12.48	-	2.62
Total return	17.60	(15.21)	36.64	6.53	1.35
Benchmark					
FTSE Developed ex Australia Choice Index (with net dividends reinvested) hedged into NZD	17.62	(15.06)	36.74	6.70	1.28

* Benchmark performance data is since inception

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard Global Minimum Volatility Fund - Wholesale Class					
Capital growth	4.23	(5.27)	1.59	(6.14)	8.52
Distribution of income	-	-	14.74	2.10	-
Total return	4.23	(5.27)	16.33	(4.04)	8.52
Benchmark					
FTSE Global All Cap Index (AUD hedged)	14.21	(13.94)	36.44	0.07	4.61

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard Global Minimum Volatility Fund - ETF Class					
Capital growth	4.32	(5.16)	1.50	(6.02)	8.59
Distribution of income	-	-	14.91	2.06	-
Total return	4.32	(5.16)	16.41	(3.96)	8.59
Benchmark					
FTSE Global All Cap Index (AUD hedged)	14.21	(13.94)	36.44	0.07	4.61

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Shares Index Fund (Hedged) - AUD Class					
Capital growth	16.64	(12.39)	10.05	(0.62)	5.73
Distribution of income	-	-	25.67	2.04	0.70
Total return	16.64	(12.39)	35.72	1.42	6.43
Benchmark					
MSCI World ex-Australia (with net dividends reinvested) hedged into Australian dollars Index	16.55	(12.51)	35.75	1.30	6.22

	2023 %	*2022 %	2021 %	2020 %	2019 %
Vanguard International Shares Index Fund (Hedged) - NZD Class					
Capital growth	-	4.40	(4.93)	(5.14)	1.16
Distribution of income	-	-	40.99	6.83	5.27
Total return	-	4.40	36.06	1.69	6.43
Benchmark					
MSCI World ex-Australia (with net dividends reinvested) hedged into New Zealand dollars Index	-	4.30	36.20	1.91	6.30

* Benchmark performance data is up to 9 September 2021

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Shares Select Exclusions Index Fund - AUD Unhedged Class					
Capital growth	18.53	(12.87)	22.63	1.05	8.70
Distribution of income	4.34	6.15	5.03	4.82	3.52
Total return	22.87	(6.72)	27.66	5.87	12.22
Benchmark					
MSCI World ex Australia, ex Tobacco, ex Controversial Weapons, ex Nuclear Weapons (with net dividends reinvested) in Australian dollars Index	22.76	(6.80)	27.63	5.81	12.10

Directors' report (continued)

Review and results of operations (continued)

Performance (continued)

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Shares Select Exclusions Index Fund - AUD Hedged Class					
Capital growth	16.85	(12.71)	17.06	2.01	4.64
Distribution of income	-	-	18.78	-	1.87
Total return	16.85	(12.71)	35.84	2.01	6.51
Benchmark					
MSCI World ex Australia, ex Tobacco, ex Controversial Weapons, ex Nuclear Weapons (with net dividends reinvested) hedged into Australian dollars Index	16.73	(12.77)	35.90	1.92	6.36

	2023 %	2022 %	2021 %	2020 %	2019 %
Vanguard International Shares Select Exclusions Index Fund - NZD Hedged Class					
Capital growth	17.59	(12.41)	18.86	2.57	3.99
Distribution of income	-	-	17.36	0.02	2.51
Total return	17.59	(12.41)	36.22	2.59	6.50
Benchmark					
MSCI World ex Australia, ex Tobacco, ex Controversial Weapons, ex Nuclear Weapons (with net dividends reinvested) hedged into New Zealand dollars Index	17.56	(12.44)	36.35	2.53	6.45

Investors should be aware that past performance is not necessarily an indicator of future performance.

Unit redemption prices

Unit redemption prices (quoted including distribution) are shown as follows:

	At 30 June		Period high		Period low	
	2023 \$	2022 \$	2023 \$	2022 \$	2023 \$	2022 \$
Vanguard Global Infrastructure Index Fund (Hedged)	0.9485	0.9917	1.0850	1.0912	0.8713	0.9396
Vanguard MSCI Index International Shares (Hedged) ETF	86.8582	74.4560	86.8582	92.8302	70.4818	72.6258
Vanguard International Property Securities Index Fund (Hedged)	0.6922	0.7510	0.8187	0.9455	0.6327	0.7288
Vanguard International Small Companies Index Fund (Hedged)	1.0236	0.9127	1.0525	1.1994	0.8778	0.8926
Vanguard Ethically Conscious International Shares Index Fund - ETF Class	75.2006	62.6864	75.2006	78.8619	61.8959	60.1920
Vanguard Ethically Conscious International Shares Index Fund - AUD Unhedged Class	1.6134	1.3457	1.6134	1.6965	1.3288	1.2921
Vanguard Ethically Conscious International Shares Index Fund - AUD Hedged Class	1.0057	0.8603	1.0057	1.1124	0.8058	0.8347
Vanguard Ethically Conscious International Shares Index Fund - NZD Hedged Class*	1.3015	1.1061	1.3015	1.4295	1.0367	1.0726
Vanguard Global Minimum Volatility Fund - Wholesale Class	1.2306	1.1808	1.2372	1.2967	1.1048	1.1424
Vanguard Global Minimum Volatility Fund - ETF Class	53.0571	50.8641	53.3338	55.8366	47.5990	49.2064
Vanguard International Shares Index Fund (Hedged) - AUD Class	0.9571	0.8203	0.9571	1.0232	0.7771	0.8007
Vanguard International Shares Index Fund (Hedged) - NZD Class*	-	1.3439	-	1.3710	-	1.2894
Vanguard International Shares Select Exclusions Index Fund - AUD Unhedged Class	1.6442	1.4022	1.6442	1.7548	1.3764	1.3532
Vanguard International Shares Select Exclusions Index Fund - AUD Hedged Class	1.2763	1.0912	1.2763	1.3672	1.0327	1.0647
Vanguard International Shares Select Exclusions Index Fund - NZD Hedged Class*	1.5484	1.3157	1.5484	1.6451	1.2459	1.2829

* All unit prices are expressed in New Zealand dollars.

Directors' report (continued)

Significant changes in state of affairs

Significant market disruptions, such as those caused by pandemics (e.g., COVID-19 pandemic), natural or environmental disasters, war (e.g., Russia's invasion of Ukraine), acts of terrorism, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Funds' investments and fund performance.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Funds that occurred during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect:

- (i) the operations of the Funds in future financial years; or
- (ii) the results of those operations in future financial years; or
- (iii) the state of affairs of the Funds in future financial years.

Likely developments and expected results of operations

The Funds will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Funds and in accordance with the provisions of the Funds' Constitution.

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Indemnity and insurance of officers and auditors

No insurance premiums were paid for out of the assets of the Funds in regards to insurance cover provided to either the officers of Vanguard Investments Australia Ltd or the auditors of the Funds. So long as the officers of Vanguard Investments Australia Ltd act in accordance with the Funds' Constitution and the Law, the officers remain indemnified out of the assets of the Funds against losses incurred while acting on behalf of the Funds. The auditors of the Funds are in no way indemnified out of the assets of the Funds.

Fees paid to and interests held in the Funds by the Responsible Entity or its associates

Fees paid to the Responsible Entity and its associates out of the Funds' property during the year are disclosed in note 16 of the financial statements.

No fees were paid out of the Funds' property to the directors of the Responsible Entity during the year.

The number of interests in the Funds held by the Responsible Entity or its associates as at the end of the financial year are disclosed in note 16 of the financial statements.

Interests in the Funds

The movement in units on issue in the Funds during the year is disclosed in note 10 of the financial statements.

The value of the Funds' assets and liabilities are disclosed on the balance sheet and derived using the basis set out in note 2 of the financial statements.

Environmental regulation

The operations of the Funds are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

Directors' report (continued)

Rounding of amounts to the nearest thousand dollars

Amounts in the directors' report have been rounded to the nearest thousand dollars in accordance with *Australian Securities and Investments Commission (ASIC) Corporations (Rounding in Financial/Directors' Report) Instrument 2016/191*, unless otherwise indicated.

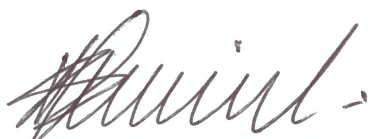
Additional disclosure

The relief available in *ASIC Corporations (Related Scheme Reports) Instrument 2015/839* has been applied in the directors' report and the financial report, combining information related to multiple Funds. In accordance with that, information related to each included Fund has been readily identified and amounts for each included Fund is presented in the adjacent columns in this report.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 9.

This report is made in accordance with a resolution of the directors.



D Shrimski
Managing Director, Vanguard Investments Australia Ltd
Melbourne
13 September 2023



Auditor's Independence Declaration

- Vanguard Global Infrastructure Index Fund (Hedged)
- Vanguard MSCI Index International Shares (Hedged) ETF*
- Vanguard International Property Securities Index Fund (Hedged)
- Vanguard International Small Companies Index Fund (Hedged)
- Vanguard Ethically Conscious International Shares Index Fund*
- Vanguard Global Minimum Volatility Fund*
- Vanguard International Shares Index Fund (Hedged)
- Vanguard International Shares Select Exclusions Index Fund

referred to collectively as the Vanguard Wholesale International Equities Funds (Hedged) and ETFs.

*denotes listed Funds

As lead auditor for the audit of the Vanguard Wholesale International Equities Funds (Hedged) and ETFs for the year ended 30 June 2023, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'Adrian Gut'.

Adrian Gut
Partner
PricewaterhouseCoopers

Melbourne
13 September 2023

Statements of comprehensive income

For the year ended 30 June 2023

		Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Investment income									
Interest income		76	-	134	-	56	-	23	-
Distribution income		21,559	43,252	43,937	30,401	42,141	133,369	2,831	5,380
Net gains/(losses) on financial instruments at fair value through profit or loss	6	(53,044)	(14,298)	284,242	(252,540)	(123,439)	(287,429)	8,658	(28,927)
Other operating income		2	-	335	466	-	-	-	-
Total net investment income/(loss)		(31,407)	28,954	328,648	(221,673)	(81,242)	(154,060)	11,512	(23,547)
Expenses									
Responsible Entity's fees	17	304	218	690	593	507	500	30	38
Custody fees		16	23	41	43	19	24	15	28
Transaction costs		2	1	9	7	3	3	1	1
Other operating expenses		52	1	-	50	102	28	-	2
Total operating expenses		374	243	740	693	631	555	46	69
Operating profit/(loss)		(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Finance costs attributable to unitholders									
Distributions to unitholders	11	-	-	-	-	-	-	-	-
(Increase)/decrease in net assets attributable to unitholders	10	-	-	-	-	-	-	-	-
Profit/(loss) for the year		(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)

The above statements of comprehensive income should be read in conjunction with the accompanying notes.

Statements of comprehensive income (continued)

For the year ended 30 June 2023

		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Investment income									
Interest income		328	49	14	-	578	-	131	-
Dividend income		58,273	50,048	836	653	-	-	30,967	32,496
Distribution income		3,212	2,160	105	24	312,657	284,368	1,303	1,163
Net gains/(losses) on financial instruments at fair value through profit or loss	6	574,661	(540,396)	596	(1,989)	962,495	(1,309,161)	272,154	(203,212)
Other operating income		259	478	23	17	55	49	66	184
Total net investment income/(loss)		636,733	(487,661)	1,574	(1,295)	1,275,785	(1,024,744)	304,621	(169,369)
Expenses									
Responsible Entity's fees	17	7,191	6,686	90	88	2,734	2,653	3,704	4,602
Custody fees		104	167	20	28	48	67	113	154
Transaction costs		290	615	26	25	34	32	187	194
Withholding tax expense		7,822	6,534	115	80	-	-	4,118	4,050
Other operating expenses		1,517	355	6	13	-	128	263	930
Total operating expenses		16,924	14,357	257	234	2,816	2,880	8,385	9,930
Operating profit/(loss)		619,809	(502,018)	1,317	(1,529)	1,272,969	(1,027,624)	296,236	(179,299)
Finance costs attributable to unitholders									
Distributions to unitholders	11	(39,151)	(42,741)	-	-	-	-	(15,986)	(35,265)
(Increase)/decrease in net assets attributable to unitholders	10	(580,658)	544,759	(1,317)	1,529	(1,272,969)	1,027,624	(280,250)	214,564
Profit/(loss) for the year		-	-	-	-	-	-	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	-	-	-

The above statements of comprehensive income should be read in conjunction with the accompanying notes.

Balance sheets

As at 30 June 2023

		Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets									
Cash and cash equivalents	12	5,510	609	2,055	6,149	5,900	3,333	3,170	1,386
Margin accounts		98	-	1,905	53,524	412	284	209	2,639
Receivables		728	245	1,304	1,517	1,082	1,201	4	12
Accrued income		5,728	14,134	25,829	10,051	9,104	42,455	793	2,340
Due from brokers - receivable for securities sold		-	27,955	-	1,500	-	63,379	-	1,042
Financial assets at fair value through profit or loss	7	784,639	687,879	2,441,527	1,638,481	1,271,182	1,193,680	77,909	91,650
Total assets		796,703	730,822	2,472,620	1,711,222	1,287,680	1,304,332	82,085	99,069
Liabilities									
Margin accounts		11,680	-	41,120	4,836	25,920	-	1,980	290
Distribution payable	11	-	-	-	13	-	19,144	-	-
Payables		2,483	222	386	281	11,947	5,870	31	8
Due to brokers - payable for securities purchased		2,840	-	36,800	-	2,800	-	1,400	-
Financial liabilities at fair value through profit or loss	8	8,216	27,529	18,001	81,757	9,828	55,575	611	4,932
Total liabilities		25,219	27,751	96,307	86,887	50,495	80,589	4,022	5,230
Net assets attributable to unitholders (equity)	10	771,484	703,071	2,376,313	1,624,335	1,237,185	1,223,743	78,063	93,839

		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets									
Cash and cash equivalents	12	8,944	11,788	1,083	263	2,778	17,952	23,929	6,142
Margin accounts		1,093	49,500	156	1,225	2,265	234,042	2,953	34,614
Receivables		6,453	7,503	307	43	3,310	10,854	4,669	3,027
Accrued income		1,329	2,585	68	80	181,595	151,720	1,171	1,057
Due from brokers - receivable for securities sold		6,797	39,352	183	-	4,059	80,627	-	29,731
Financial assets at fair value through profit or loss	7	1,980,403	3,214,016	27,582	26,400	8,922,547	7,090,090	1,808,801	1,298,717
Total assets		2,005,019	3,324,744	29,379	28,011	9,116,554	7,585,285	1,841,523	1,373,288
Liabilities									
Payable securities lending		-	-	-	-	-	-	197	-
Margin accounts		5,458	10,775	-	250	151,240	21,583	20,802	4,017
Distribution payable	11	13,552	20,189	-	-	-	-	5,959	7,260
Payables		1,352	20,207	9	8	64,342	20,555	1,215	575
Due to brokers - payable for securities purchased		-	6	-	-	20,000	-	-	-
Financial liabilities at fair value through profit or loss	8	2,709	74,109	301	1,287	68,191	363,724	10,339	58,950
Total liabilities		23,071	125,286	310	1,545	303,773	405,862	38,512	70,802
Net assets attributable to unitholders (liability)	10	1,981,948	3,199,458	29,069	26,466	8,812,781	7,179,423	1,803,011	1,302,486

The above balance sheets should be read in conjunction with the accompanying notes.

Statements of changes in equity

For the year ended 30 June 2023

		Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial year		703,071	654,994	1,624,335	1,655,862	1,223,743	1,650,803	93,839	75,288
Comprehensive income for the year									
Profit/(loss) for the year		(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Transactions with unitholders									
Applications		244,333	221,113	456,053	432,540	431,842	279,752	9,554	51,582
Redemptions		(144,139)	(208,810)	(32,029)	(254,850)	(345,351)	(542,672)	(36,796)	(10,294)
Units issued upon reinvestment of distributions		-	7,063	46	13,162	8,824	9,619	-	879
Distributions paid and payable	11	-	-	-	(13)	-	(19,144)	-	-
Total transactions with unitholders		100,194	19,366	424,070	190,839	95,315	(272,445)	(27,242)	42,167
Total equity at the end of the financial year	10	771,484	703,071	2,376,313	1,624,335	1,237,185	1,223,743	78,063	93,839

		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial year		-	-	-	-	-	-	-	-
Comprehensive income for the year									
Profit/(loss) for the year		-	-	-	-	-	-	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	-	-	-
Transactions with unitholders									
Applications		-	-	-	-	-	-	-	-
Redemptions		-	-	-	-	-	-	-	-
Units issued upon reinvestment of distributions		-	-	-	-	-	-	-	-
Distributions paid and payable	11	-	-	-	-	-	-	-	-
Total transactions with unitholders		-	-	-	-	-	-	-	-
Total equity at the end of the financial year	10	-	-	-	-	-	-	-	-

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Statements of cash flows

For the year ended 30 June 2023

		Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
		30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities									
Proceeds from sale of financial instruments at fair value through profit or loss		142,268	222,726	93,642	329,561	309,868	624,218	38,966	13,042
Purchases of financial instruments at fair value through profit or loss		(239,069)	(233,904)	(522,200)	(438,949)	(389,098)	(360,090)	(9,986)	(50,622)
Transaction costs on purchases of financial instruments at fair value through profit or loss		(2)	(1)	(9)	(7)	(3)	(3)	(1)	(1)
Interest received		76	-	134	-	56	-	23	-
Other income received		4	-	449	466	-	-	7	-
Responsible Entity's fees paid		(281)	(221)	(667)	(592)	(476)	(513)	(31)	(36)
Operating expenses paid		(18)	(28)	-	(98)	(27)	(52)	(15)	(31)
Net cash inflow/(outflow) from operating activities	13(a)	(97,022)	(11,428)	(428,651)	(109,619)	(79,680)	263,560	28,963	(37,648)
Cash flows from financing activities									
Proceeds from applications by unitholders		243,848	221,287	456,269	454,381	431,962	279,189	9,561	51,608
Payments for redemptions by unitholders		(141,951)	(208,731)	(32,029)	(254,850)	(339,400)	(537,880)	(36,778)	(10,291)
Distributions paid from operating activities		-	(4,113)	(43)	(113,631)	(10,320)	(7,212)	-	(4,199)
Net cash inflow/(outflow) from financing activities		101,897	8,443	424,197	85,900	82,242	(265,903)	(27,217)	37,118
Net increase/(decrease) in cash and cash equivalents		4,875	(2,985)	(4,454)	(23,719)	2,562	(2,343)	1,746	(530)
Cash and cash equivalents at the beginning of the year		609	3,560	6,149	28,594	3,333	6,125	1,386	1,831
Effects of foreign currency exchange rate changes on cash and cash equivalents		26	34	360	1,274	5	(449)	38	85
Cash and cash equivalents at the end of the year	12	5,510	609	2,055	6,149	5,900	3,333	3,170	1,386
Non-cash financing activities	13(b)	-	7,063	46	13,162	8,824	9,619	-	879

The above statements of cash flows should be read in conjunction with the accompanying notes.

Statements of cash flows (continued)

For the year ended 30 June 2023

		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	Notes	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Cash flows from operating activities									
Proceeds from sale of financial instruments at fair value through profit or loss		2,268,832	187,823	20,440	17,264	818,472	540,035	191,355	1,017,109
Purchases of financial instruments at fair value through profit or loss		(466,986)	(1,717,531)	(21,350)	(20,734)	(1,244,094)	(1,632,742)	(400,432)	(428,808)
Transaction costs on purchases of financial instruments at fair value through profit or loss		(290)	(615)	(26)	(25)	(34)	(32)	(187)	(194)
Interest received		360	18	13	-	625	-	159	-
Dividends received		50,668	41,129	732	547	-	-	26,357	28,145
Distributions received		2,883	1,716	102	21	-	-	1,097	1,024
Other income received		262	478	23	18	640	49	66	211
Responsible Entity's fees paid		(7,457)	(6,489)	(90)	(87)	(2,681)	(2,642)	(3,628)	(4,729)
Operating expenses paid		(1,600)	(597)	(26)	(41)	(48)	(250)	(317)	(1,116)
Net cash inflow/(outflow) from operating activities	13(a)	1,846,672	(1,494,068)	(182)	(3,037)	(427,120)	(1,095,582)	(185,530)	611,642
Cash flows from financing activities									
Proceeds from applications by unitholders		544,913	1,821,511	9,893	12,269	1,348,231	2,244,755	451,975	459,810
Payments for redemptions by unitholders		(2,385,167)	(328,768)	(8,865)	(8,663)	(937,149)	(1,124,671)	(245,402)	(1,070,394)
Distributions paid from operating activities		(19,967)	(14,530)	-	(669)	-	(131,475)	(4,197)	(12,614)
Net cash inflow/(outflow) from financing activities		(1,860,221)	1,478,213	1,028	2,937	411,082	988,609	202,376	(623,198)
Net increase/(decrease) in cash and cash equivalents		(13,549)	(15,855)	846	(100)	(16,038)	(106,973)	16,846	(11,556)
Cash and cash equivalents at the beginning of the year		11,788	30,495	263	382	17,952	119,333	6,142	17,253
Effects of foreign currency exchange rate changes on cash and cash equivalents		10,705	(2,852)	(26)	(19)	864	5,592	941	445
Cash and cash equivalents at the end of the year	12	8,944	11,788	1,083	263	2,778	17,952	23,929	6,142
Non-cash financing activities	13(b)	25,821	22,157	-	276	-	198,492	13,090	71,145

The above statements of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements

For the year ended 30 June 2023

1 General information

These financial statements cover the Vanguard Wholesale International Equities Funds (Hedged) and ETFs (the “Funds”) as registered managed investment schemes. The respective constitution dates are as follows:

- Vanguard Global Infrastructure Index Fund (Hedged) 26 October 2007
- Vanguard MSCI Index International Shares (Hedged) ETF 12 September 2013
- Vanguard International Property Securities Index Fund (Hedged) 30 June 2005
- Vanguard International Small Companies Index Fund (Hedged) 9 August 2007
- Vanguard Ethically Conscious International Shares Index Fund 23 April 2018
- Vanguard Global Minimum Volatility Fund 12 September 2013
- Vanguard International Shares Index Fund (Hedged) 8 June 2000
- Vanguard International Shares Select Exclusions Index Fund 10 June 2016

The Responsible Entity of the Vanguard Wholesale International Equities Funds (Hedged) and ETFs is Vanguard Investments Australia Ltd (the “Responsible Entity”). The Responsible Entity’s registered office is Level 13, 130 Lonsdale Street, Melbourne VIC 3000.

The Funds invest in accordance with the investment policy of the Funds as set out in their respective Product Disclosure Statements (PDSs) and in accordance with the Funds’ Constitution. The Funds (with the exception of Vanguard Global Minimum Volatility Fund) seek to track the returns of the Funds’ respective indices, before taking into account fees, expenses and tax. The Vanguard Global Minimum Volatility Fund seeks to provide long-term capital appreciation with volatility lower than the FTSE Global All Cap Index (AUD Hedged), before taking into account fees, expenses and tax.

The ETF Class units of the Funds operate as Exchange Traded Funds (ETFs) listed on the Australian Securities Exchange (ASX).

The financial statements were authorised for issue by the directors on 13 September 2023. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated in the following text.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Accounting Standards Board and the *Corporations Act 2001* in Australia. The Funds are for-profit unit trusts for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The balance sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All material balances are expected to be recovered or settled within 12 months, except for investments in financial assets at fair value through profit or loss and net assets attributable to unitholders. The amount expected to be recovered or settled within 12 months after the end of each reporting period cannot be reliably determined.

The Funds manage financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at balance date.

In the case of net assets attributable to unitholders, the units are redeemed on demand at the unitholder’s option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within 12 months cannot be reliably determined.

Notes to the financial statements (continued)

For the year ended 30 June 2023

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

(i) Compliance with International Financial Reporting Standards

The financial statements of the Funds also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

(ii) New and amended standards adopted by the Funds

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2022 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

(iii) New standards, amendments and interpretations effective after 1 July 2023 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Funds.

(b) Financial instruments

(i) Classification

The Funds classify their investments based on their business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Funds' portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Funds' documented investment strategy. The Funds' policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

Equity securities, listed unit trusts, unlisted unit trusts, fixed interest securities and derivatives are measured at fair value through profit or loss.

(ii) Recognition/derecognition

The Funds recognise financial assets and financial liabilities on the date they become party to the contractual agreement (trade date) and recognise changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments has expired or the Funds have transferred substantially all risks and rewards of ownership.

(iii) Measurement

At initial recognition, the Funds measure financial assets and financial liabilities at fair value. Transaction costs of financial assets carried at fair value through profit and loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within net gains/(losses) on financial instruments at fair value through profit or loss in the period in which they arise. Realised gains and losses on investments transactions and unrealised gain or loss of investments are both computed on weighted average cost basis.

For further details on how the fair value of the financial instruments is determined are disclosed in note 5.

(iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to note 4 to the financial statements for further information.

Notes to the financial statements (continued)

For the year ended 30 June 2023

2 Summary of significant accounting policies (continued)

(c) Net assets attributable to unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Funds at any time for cash based on the redemption price, which is equal to a proportionate share of the Funds' net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Funds. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial instruments: Presentation*:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- apart from the contractual obligation to redeem the units, the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

(d) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown as a liability in the balance sheet.

Cash collateral provided to the Funds under the securities lending arrangements are separately identified in the balance sheet as cash collateral. The Funds may invest this cash collateral into reverse repurchase agreements and the assets purchased are included in financial assets at fair value through profit or loss on the balance sheet. Details of collateral received at year end are disclosed in note 18.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Funds' main income generating activity.

(e) Margin accounts

Margin accounts comprise of cash held with brokers for derivative transactions to meet margin calls. It is not included as a component of cash and cash equivalents.

(f) Investment income

Dividend, distribution and interest income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income, distribution income and interest income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in note 2(b) to the financial statements.

(g) Expenses

All expenses, including Responsible Entity's fees and custodian fees, are recognised in the statement of comprehensive income on an accruals basis.

Notes to the financial statements (continued)

For the year ended 30 June 2023

2 Summary of significant accounting policies (continued)

(h) Income tax

Under current legislation, the Funds are not subject to income tax provided it attributes the entirety of its taxable income to its unitholders.

The benefits of imputation credits and foreign tax paid are passed on to unitholders. The Funds may incur withholding taxes imposed by certain countries on investment income. Such income is recorded gross of withholding taxes in the statement of comprehensive income.

(i) Distributions

Distributions are payable as set out in the Funds' Product Disclosure Statement and/or Funds' Constitution. Such distributions are recognised as payable when they are determined by the Responsible Entity of the Funds.

(j) Increase/decrease in net assets attributable to unitholders

Income not distributed is included in net assets attributable to unitholders. Where the Funds' units are classified as liabilities, movements in net assets attributable to unitholders are recognised in the statement of comprehensive income as finance costs.

(k) Functional and presentation currency

(i) Functional and presentation currency

Items included in the Funds' financial statements are measured using the currency of the primary economic environment in which it operates (the 'functional currency'). This is the Australian dollar, which reflects the currency of the economy in which the Funds compete for funds and is regulated. The Australian dollar is also the Funds' presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the statement of comprehensive income on a net basis within net gains/(losses) on financial instruments at fair value through profit or loss.

(l) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Funds shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance.

(m) Receivables and accrued income

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(f) above. Amounts are generally received within 30 days of being recorded as receivables.

(n) Payables

Payables include liabilities and accrued expenses owing by the Funds which are unpaid as at the end of the reporting period.

Notes to the financial statements (continued)

For the year ended 30 June 2023

2 Summary of significant accounting policies (continued)

(n) Payables (continued)

As the Funds have a contractual obligation to distribute their distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

(o) Applications and redemptions

Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of units redeemed.

(p) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Responsible Entity by third parties have been passed onto the Funds. The Funds qualify for Reduced Input Tax Credit recovery rate of between 55% and 100%, hence Responsible Entity's fees, custodial fees and other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the balance sheet. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(q) Comparative revisions

Comparative information has been revised where appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

(r) Use of estimates

The Funds make estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the immediate or short-term nature of these financial instruments.

(s) Consolidation

The Funds meet the criteria for the investment entity exception and as such, do not prepare consolidated financial statements. Instead, the Funds investments are accounted for at fair value as disclosed in note 2(b). Further, the Funds do not control any entities where they have investments.

(t) Operating segments

The Funds with ETF class units are within the scope of AASB 8: *Operating Segments* as they satisfy the requirement, under AASB 8, of having debt or equity instruments traded in a public market or filing financial statements with a regulator for the purpose of issuing any class of instruments in a public market.

(u) Securities lending arrangements

The Funds have entered into securities lending arrangements under which legal title to some of the Funds' assets may be transferred to another entity. The securities are loaned by JPM Chase Bank, N.A., Sydney Branch as securities lending agent of the Responsible Entity, to a limited number of pre-approved brokers and other financial institutions (the "Borrowers").

During the year, Vanguard Ethically Conscious International Shares Index Fund, Vanguard Global Minimum Volatility Fund and Vanguard International Shares Select Exclusions Index Fund entered into revised arrangements whereby cash qualified as eligible collateral in securities lending transactions.

Notes to the financial statements (continued)

For the year ended 30 June 2023

2 Summary of significant accounting policies (continued)

(u) Securities lending arrangements (continued)

Under the amended agreement, Borrowers provide cash collateral to an amount equal to 102% of the fair value of the loaned securities if the cash collateral is in the same currency as the loaned securities otherwise at 105% of the fair value of the loaned securities. Cash collateral can only be in US Dollar or Australian Dollar and can be invested by the securities lending agent. The Funds may invest the cash collateral received to purchase a reverse repurchase agreement or borrow securities subject to a commitment to resell or return them. The assets purchased are included in financial assets at fair value through profit or loss on the balance sheet.

The non-cash collateral is maintained at 105% of the fair value of the loaned securities and cannot be sold, re-invested or pledged by the Funds except in the event of Borrowers default.

The earnings on securities lending arrangements and cash collateral have been recognised in the statement of comprehensive income as other operating income. The earnings are recognised net of rebates and fees paid to the Borrowers and to the securities lending agent, respectively.

JPM Chase Bank, N.A., Sydney Branch, as lending agent, indemnifies the Funds for replacement of any loaned securities (or, in certain circumstances, return of equivalent cash value) due to a Borrowers default on a security loan and for the default caused by a reverse repurchase agreement counterparty. The Funds assumes the risks of loss resulting from the investment of cash collateral, which includes a loss realised on those investments or investments determined to be unlikely to be redeemed or will be redeemed at a loss at maturity.

Details of all open transactions at year end are disclosed in note 18.

(v) Rounding of amounts

The Funds are registered schemes of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, relating to the "rounding off" amounts in the financial statements. Amounts in the financial statements have been rounded off to the nearest thousand dollars, unless otherwise indicated.

3 Financial risk management

The Funds' activities expose them to a variety of financial risks: market risk (including price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The Funds' overall risk management program focuses on ensuring compliance with the Funds' Product Disclosure Statement and seeks to maximise the returns derived for the level of risk to which the Funds are exposed. The Funds use derivative financial instruments to moderate and create certain risk exposures. Financial risk management is carried out by the investment management department of the Responsible Entity under policies approved by the Board of Directors of the Responsible Entity (the "Board").

The Funds use different methods to measure different types of risks to which they are exposed. These methods are explained on the following pages.

Significant market disruptions, such as those caused by pandemics (e.g., COVID-19 pandemic), natural or environmental disasters, war (e.g., Russia's invasion of Ukraine), acts of terrorism, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Fund's investments and fund performance.

(a) Market risk

(i) Price risk

The Funds are exposed to securities price risk. This arises from investments held by the Funds for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates. Paragraph (ii) 'Foreign exchange risk' below sets out how this component of price risk is managed and measured.

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(i) Price risk (continued)

In any asset sector the returns of individual securities are a combination of the market returns and returns specific to each security. By diversifying their holdings across the market, index funds are generally well protected from the specific risk of individual securities. Vanguard employs an indexing investment strategy in all asset classes in which the Funds invest.

At 30 June, the fair value of securities exposed to price risk were as follows:

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative assets	32	-	519	55	7	1	8	-
Unlisted unit trusts	731,130	686,643	2,308,252	1,597,732	1,168,989	1,184,682	75,623	89,648
Derivative liabilities	-	-	(2)	(13)	(1)	(57)	-	(80)
Net total	731,162	686,643	2,308,769	1,597,774	1,168,995	1,184,626	75,631	89,568

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative assets	165	133	18	-	174	-	293	6
Equity securities	1,922,828	3,090,275	26,894	25,110	-	-	1,730,596	1,247,178
Listed unit trusts	45,382	91,721	505	1,063	-	-	34,826	31,025
Unlisted unit trusts	-	-	-	-	8,484,772	6,927,862	-	-
Derivative liabilities	(10)	(222)	-	(1)	-	(381)	(2)	(235)
Net total	1,968,365	3,181,907	27,417	26,172	8,484,946	6,927,481	1,765,713	1,277,974

The tables presented in note 3(b) summarise the impact on operating profit before finance costs attributable to unitholders and liabilities attributable to unitholders from possible changes in market prices that were reasonably based on the risk that the Funds were exposed to at reporting date.

(ii) Foreign exchange risk

The Funds have exposure to foreign assets and hold both monetary and non-monetary assets denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies will fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk, not foreign exchange risk.

In accordance with the Funds' policy, the Investment Manager monitors the Funds' foreign exchange exposure on all foreign currency denominated assets and liabilities on a daily basis. Currency positions are reconciled daily and discrepancies are immediately resolved. Procedures are established with the Investment Manager to trade currency as closely as possible to the close of the markets, so as to obtain exchange rates that closely approximate the rates used in the daily valuation.

The Funds are exposed to foreign exchange risk as a result of investments in financial instruments denominated in foreign currencies. Fluctuations in the value of the Australian dollar and foreign currencies can affect the returns from overseas investments. This is because gains or losses must be converted back to Australian dollars.

The foreign exchange risk disclosures have been prepared on the basis of the Funds' direct investments and not on a lookthrough basis to investments held via interposed investment funds. In addition, any currency hedging to minimise the impact of foreign exchange risk has not been incorporated into the disclosures unless the derivatives are held directly in these Funds.

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

The tables below summarises the Funds' financial assets and liabilities, monetary and non-monetary, which are denominated in a currency other than the Australian dollar.

Vanguard Global Infrastructure Index Fund (Hedged)					
30 Jun 2023					
	Canadian Dollar A\$'000	Euro A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	20	86	59	4,316	-
Margin accounts	23	16	9	50	-
Financial assets at fair value through profit or loss	192	31	6	1,353	40
Total assets	235	133	74	5,719	40
Liabilities					
Financial liabilities at fair value through profit or loss	3,167	808	20	151	809
Total liabilities	3,167	808	20	151	809
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	117,174	38,606	31,432	1,248,636	50,504
- Sell foreign currency	(223,344)	(75,418)	(65,094)	(1,781,049)	(98,063)
Net exposure including foreign currency forward contracts	(109,102)	(37,487)	(33,608)	(526,845)	(48,328)

Vanguard Global Infrastructure Index Fund (Hedged)					
30 Jun 2022					
	Canadian Dollar A\$'000	Euro A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	39	18	36	52	-
Financial assets at fair value through profit or loss	81	30	2	707	38
Total assets	120	48	38	759	38
Liabilities					
Financial liabilities at fair value through profit or loss	2,612	713	5	23,315	879
Total liabilities	2,612	713	5	23,315	879
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	121,900	47,080	28,323	620,894	51,486
- Sell foreign currency	(221,113)	(83,258)	(55,636)	(1,077,993)	(91,127)
Net exposure including foreign currency forward contracts	(101,705)	(36,843)	(27,280)	(479,655)	(40,482)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard MSCI Index International Shares (Hedged) ETF					
30 Jun 2023					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	313	22	384	104	221
Margin accounts	189	136	62	641	117
Financial assets at fair value through profit or loss	190	131	37	6,079	463
Total assets	692	289	483	6,824	801
Liabilities					
Financial liabilities at fair value through profit or loss	4,643	2,445	49	371	4,564
Total liabilities	4,643	2,445	49	371	4,564
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	222,099	101,064	137,649	3,628,234	220,109
- Sell foreign currency	(442,663)	(197,211)	(296,188)	(5,301,944)	(437,040)
Net exposure including foreign currency forward contracts	(224,515)	(98,303)	(158,105)	(1,667,257)	(220,694)

Vanguard MSCI Index International Shares (Hedged) ETF					
30 Jun 2022					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	164	78	161	2,944	252
Margin accounts	976	283	162	2,444	199
Financial assets at fair value through profit or loss	31	21	600	24,054	380
Total assets	1,171	382	923	29,442	831
Liabilities					
Margin accounts	-	-	-	-	26
Financial liabilities at fair value through profit or loss	29	12	604	80,527	417
Total liabilities	29	12	604	80,527	443
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	190,815	88,944	119,689	3,213,971	208,309
- Sell foreign currency	(332,079)	(162,941)	(224,753)	(4,312,473)	(367,595)
Net exposure including foreign currency forward contracts	(140,122)	(73,627)	(104,745)	(1,149,587)	(158,898)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard International Property Securities Index Fund (Hedged)					
30 Jun 2023					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	166	66	23	4,451	46
Margin accounts	-	-	-	2	-
Financial assets at fair value through profit or loss	152	93	13	4,710	342
Total assets	318	159	36	9,163	388
Liabilities					
Financial liabilities at fair value through profit or loss	1,540	1,511	53	295	2,011
Total liabilities	1,540	1,511	53	295	2,011
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	73,049	69,189	92,056	2,070,150	166,582
- Sell foreign currency	(137,365)	(117,941)	(186,378)	(2,964,013)	(314,335)
Net exposure including foreign currency forward contracts	(65,538)	(50,104)	(94,339)	(884,995)	(149,376)

Vanguard International Property Securities Index Fund (Hedged)					
30 Jun 2022					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	119	465	38	1,288	61
Margin accounts	13	66	17	149	39
Financial assets at fair value through profit or loss	198	79	35	6,722	391
Total assets	330	610	90	8,159	491
Liabilities					
Financial liabilities at fair value through profit or loss	1,789	449	19	48,675	4,595
Total liabilities	1,789	449	19	48,675	4,595
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	122,498	88,348	111,816	1,282,668	219,625
- Sell foreign currency	(200,316)	(150,436)	(202,841)	(2,100,741)	(369,235)
Net exposure including foreign currency forward contracts	(79,277)	(61,927)	(90,954)	(858,589)	(153,714)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard International Small Companies Index Fund (Hedged)					
30 Jun 2023					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	43	5	75	102	4
Margin accounts	66	-	-	143	-
Financial assets at fair value through profit or loss	7	6	1	361	24
Total assets	116	11	76	606	28
Liabilities					
Financial liabilities at fair value through profit or loss	128	112	6	6	206
Total liabilities	128	112	6	6	206
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	6,252	4,631	8,721	133,621	9,576
- Sell foreign currency	(12,274)	(8,971)	(18,724)	(182,186)	(19,011)
Net exposure including foreign currency forward contracts	(6,034)	(4,441)	(9,933)	(47,965)	(9,613)

Vanguard International Small Companies Index Fund (Hedged)					
30 Jun 2022					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	119	14	52	139	5
Margin accounts	132	-	30	237	-
Financial assets at fair value through profit or loss	3	-	62	1,896	31
Total assets	254	14	144	2,272	36
Liabilities					
Financial liabilities at fair value through profit or loss	5	1	64	4,821	32
Total liabilities	5	1	64	4,821	32
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	10,151	7,427	11,627	202,927	15,712
- Sell foreign currency	(17,297)	(13,384)	(22,596)	(258,089)	(27,481)
Net exposure including foreign currency forward contracts	(6,897)	(5,944)	(10,889)	(57,711)	(11,765)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard Ethically Conscious International Shares Index Fund					
30 Jun 2023					
	Euro A\$'000	Japanese Yen A\$'000	New Zealand Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	315	567	953	637	850
Margin accounts	309	60	249	437	38
Receivables	2,102	2	-	6	1,991
Accrued income	-	150	3	704	471
Due from brokers - receivable for securities sold	916	629	-	4,708	544
Financial assets at fair value through profit or loss	153,453	143,532	10,769	1,409,044	261,339
Total assets	157,095	144,940	11,974	1,415,536	265,233
Liabilities					
Margin accounts	-	-	3,958	-	-
Payables	-	-	14	-	-
Financial liabilities at fair value through profit or loss	578	15	635	85	920
Total liabilities	578	15	4,607	85	920
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	27,623	23,913	488,826	552,659	49,673
- Sell foreign currency	(54,128)	(52,117)	(242,908)	(799,471)	(96,924)
Net exposure including foreign currency forward contracts	130,012	116,721	253,285	1,168,639	217,062

Vanguard Ethically Conscious International Shares Index Fund					
30 Jun 2022					
	Euro A\$'000	Japanese Yen A\$'000	New Zealand Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	1,049	700	1,037	3,809	3,683
Margin accounts	1,025	106	43,002	2,083	214
Receivables	1,497	-	-	169	1,136
Accrued income	26	263	6	1,370	920
Due from brokers - receivable for securities sold	3,373	2,884	-	27,005	6,090
Financial assets at fair value through profit or loss	237,425	238,729	10,944	2,260,756	466,161
Total assets	244,395	242,682	54,989	2,295,192	478,204
Liabilities					
Margin accounts	-	-	10,751	-	24
Due to brokers - payable for securities purchased	-	-	-	-	6
Financial liabilities at fair value through profit or loss	48	562	1	73,086	412
Total liabilities	48	562	10,752	73,086	442
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	129,515	111,612	2,756,413	2,621,444	242,315
- Sell foreign currency	(227,068)	(213,646)	(1,581,498)	(3,514,723)	(435,116)
Net exposure including foreign currency forward contracts	146,794	140,086	1,219,152	1,328,827	284,961

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard Global Minimum Volatility Fund					
30 Jun 2023					
	British Pound A\$'000	Indian Rupee A\$'000	Taiwan New Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	1	-	-	431	(144)
Margin accounts	-	-	-	156	-
Receivables	-	-	-	7	31
Accrued income	6	-	-	27	32
Due from brokers - receivable for securities sold	90	-	-	-	86
Financial assets at fair value through profit or loss	1,954	-	-	16,703	7,837
Total assets	2,051	-	-	17,324	7,842
Liabilities					
Financial liabilities at fair value through profit or loss	37	3	-	224	36
Total liabilities	37	3	-	224	36
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	127	-	32	13,138	368
- Sell foreign currency	(2,156)	(430)	(834)	(28,952)	(8,500)
Net exposure including foreign currency forward contracts	(15)	(433)	(802)	1,286	(326)

Vanguard Global Minimum Volatility Fund					
30 Jun 2022					
	Indian Rupee A\$'000	Mexican Peso A\$'000	Taiwan New Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	-	-	-	212	(48)
Margin accounts	-	-	-	35	-
Receivables	-	-	-	7	26
Accrued income	-	-	-	23	49
Financial assets at fair value through profit or loss	-	-	2	16,212	9,120
Total assets	-	-	2	16,489	9,147
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	1,274	13
Total liabilities	-	-	-	1,274	13
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	-	-	-	12,130	363
- Sell foreign currency	(707)	(134)	(698)	(26,850)	(9,502)
Net exposure including foreign currency forward contracts	(707)	(134)	(696)	495	(5)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard International Shares Index Fund (Hedged)					
30 Jun 2023					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	5	69	75	1,461	33
Margin accounts	65	29	11	267	23
Financial assets at fair value through profit or loss	649	472	337	22,644	1,715
Total assets	719	570	423	24,372	1,771
Liabilities					
Payables	-	-	-	1	-
Financial liabilities at fair value through profit or loss	17,645	9,273	471	1,425	17,327
Total liabilities	17,645	9,273	471	1,426	17,327
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	846,460	379,172	524,785	13,697,034	832,220
- Sell foreign currency	(1,659,042)	(739,284)	(1,107,716)	(19,913,238)	(1,639,681)
Net exposure including foreign currency forward contracts	(829,508)	(368,815)	(582,979)	(6,193,258)	(823,017)

Vanguard International Shares Index Fund (Hedged)					
30 Jun 2022					
	Euro A\$'000	British Pound A\$'000	Japanese Yen A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	401	671	899	7,126	907
Margin accounts	3,866	600	447	9,737	662
Financial assets at fair value through profit or loss	127	83	2,689	107,589	1,612
Total assets	4,394	1,354	4,035	124,452	3,181
Liabilities					
Margin accounts	-	-	-	-	83
Financial liabilities at fair value through profit or loss	219	77	2,803	358,032	1,856
Total liabilities	219	77	2,803	358,032	1,939
Net increase/(decrease) in exposure from foreign					
- Buy foreign currency	840,626	392,163	528,678	14,206,752	923,595
- Sell foreign currency	(1,461,313)	(717,982)	(991,488)	(19,033,729)	(1,626,881)
Net exposure including foreign currency forward contracts	(616,512)	(324,542)	(461,578)	(5,060,557)	(702,044)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

Vanguard International Shares Select Exclusions Index Fund					
30 Jun 2023					
	Euro A\$'000	Japanese Yen A\$'000	New Zealand Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	170	372	941	1,213	516
Margin accounts	326	184	1,619	682	122
Receivables	1,825	-	-	31	1,478
Accrued income	77	104	3	601	386
Financial assets at fair value through profit or loss	170,189	112,418	36,177	1,252,648	233,505
Total assets	172,587	113,078	38,740	1,255,175	236,007
Liabilities					
Payable securities lending	-	-	-	197	-
Margin accounts	-	-	17,312	-	-
Payables	-	-	60	-	-
Financial liabilities at fair value through profit or loss	2,622	50	3,047	383	3,897
Total liabilities	2,622	50	20,419	580	3,897
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	126,572	78,747	2,237,432	2,055,133	179,479
- Sell foreign currency	(245,854)	(164,722)	(1,114,441)	(2,948,841)	(349,420)
Net exposure including foreign currency forward contracts	50,683	27,053	1,141,312	360,887	62,169

Vanguard International Shares Select Exclusions Index Fund					
30 Jun 2022					
	British Pound A\$'000	Japanese Yen A\$'000	New Zealand Dollar A\$'000	US Dollar A\$'000	Other currencies A\$'000
Assets					
Cash and cash equivalents	505	563	971	2,239	1,171
Margin accounts	198	266	30,190	1,463	1,057
Receivables	10	-	-	114	2,685
Accrued income	189	103	2	542	221
Due from brokers - receivable for securities sold	1,348	1,569	-	20,391	6,423
Financial assets at fair value through profit or loss	52,527	82,424	2,809	916,331	244,615
Total assets	54,777	84,925	33,972	941,080	256,172
Liabilities					
Margin accounts	-	-	3,725	-	12
Financial liabilities at fair value through profit or loss	5	395	1	58,280	262
Total liabilities	5	395	3,726	58,280	274
Net increase/(decrease) in exposure from foreign currency forward contracts					
- Buy foreign currency	53,463	74,667	2,168,968	2,035,596	256,005
- Sell foreign currency	(97,077)	(141,691)	(1,255,939)	(2,717,182)	(443,048)
Net exposure including foreign currency forward contracts	11,158	17,506	943,275	201,214	68,855

The tables presented in note 3(b) summarise the impact of an increase/decrease of foreign exchange rates of each Funds' operating profit and net assets attributable to unitholders through changes in fair value or changes in future cash flows.

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(a) Market risk (continued)

(iii) Cash flow and fair value interest rate risk

Interest rate risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market interest rates.

The Funds have insufficient direct exposure to interest rate risk to be material. The Vanguard Global Infrastructure Index Fund (Hedged), Vanguard MSCI Index International Shares (Hedged) ETF, Vanguard International Property Securities Index Fund (Hedged), Vanguard International Small Companies Index Fund (Hedged) and Vanguard International Shares Index Fund (Hedged) are indirectly exposed to interest rate risk via their investment strategy of investing in the Vanguard Wholesale Funds. All financial liabilities are non-interest bearing.

(b) Summarised sensitivity analysis

The following tables summarise the sensitivity of the Funds' operating profit and net assets attributable to unitholders to price risk and foreign exchange risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates as well as the indices that the individual Funds are designed to track. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of the economies, markets and securities in which the Funds invest. As a result, historic variations in risk variables are not a definitive indicator of future variations in the risk variables.

Price risk movement represents the range of historical index returns from the average return based on the minimum suggested investment time frames indicated within the Funds' respective PDS minus one standard deviation to average return plus one standard deviation. Foreign exchange risk reasonable possible movements are determined using Reserve Bank of Australia (RBA) foreign exchange rates for each currency published during the reporting period. The Funds have not made any changes to the methods used to determine its sensitivity to the market risk.

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard Global Infrastructure Index Fund (Hedged)												
Price risk		Foreign exchange risk										
		Canadian Dollar		Euro		Japanese Yen		US Dollar		Other currencies		
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Low	High	Low	High	Low	High	Low	High	Low	High	Low	High	High
-3%	+4%	-8%	+2%	-15%	+2%	-2%	+9%	-8%	+6%	-13%	+3%	
30 Jun 2023	(21,935)	29,246	236	(59)	101	(14)	(1)	5	(444)	333	100	(23)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard MSCI Index International Shares (Hedged) ETF												
Price risk		Foreign exchange risk										
		Canadian Dollar		Euro		Japanese Yen		US Dollar		Other currencies		
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Low	High	Low	High	Low	High	Low	High	Low	High	Low	High	High
-3%	+4%	-7%	0%	-6%	+7%	-2%	+17%	-11%	0%	-6%	+3%	
30 Jun 2022	(20,599)	27,466	174	-	40	(47)	(1)	6	2,481	-	50	(25)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard MSCI Index International Shares (Hedged) ETF												
Price risk		Foreign exchange risk										
		Euro		British Pound		Japanese Yen		US Dollar		Other currencies		
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Low	High	Low	High	Low	High	Low	High	Low	High	Low	High	High
-3%	+5%	-15%	+2%	-17%	+1%	-2%	+9%	-8%	+6%	-9%	+3%	
30 Jun 2023	(69,263)	115,438	601	(80)	366	(22)	(8)	37	(482)	362	339	(113)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(b) Summarised sensitivity analysis (continued)

	Euro				British Pound		Japanese Yen		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-3%	+5%	-6%	+7%	-2%	+8%	-2%	+17%	-11%	0%	-6%	+3%
30 Jun 2022	(47.933)	79.889	(69)	80	(7)	30	(6)	53	5.624	-	(24)	12

Impact on operating profit/(loss) and net assets attributable to unitholders

Vanguard International Property Securities Index Fund (Hedged)

	Price risk		Euro		British Pound		Japanese Yen		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-5%	+5%	-15%	+2%	-17%	+1%	-2%	+9%	-8%	+6%	-8%	+3%
30 Jun 2023	(58,450)	58,450	183	(24)	230	(14)	-	(2)	(709)	532	130	(49)

	Euro				British Pound		Japanese Yen		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-4%	+5%	-6%	+7%	-2%	+8%	-2%	+17%	-11%	0%	-6%	+3%
30 Jun 2022	(47,385)	59,231	88	(102)	(3)	13	(1)	13	4,453	-	245	(123)

Impact on operating profit/(loss) and net assets attributable to unitholders

Vanguard International Small Companies Index Fund (Hedged)

	Price risk		Euro		British Pound		Japanese Yen		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-4%	+6%	-15%	+2%	-17%	+1%	-2%	+9%	-8%	+6%	-7%	+5%
30 Jun 2023	(3,025)	4,538	2	-	17	(1)	(1)	6	(47)	36	12	(9)

	Euro				British Pound		Japanese Yen		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-4%	+6%	-6%	+7%	-2%	+8%	-2%	+17%	-11%	0%	-6%	+3%
30 Jun 2022	(3,583)	5,374	(15)	17	-	1	(2)	13	280	-	-	-

Impact on operating profit/(loss) and net assets attributable to unitholders

Vanguard Ethically Conscious International Shares Index Fund

	Price risk		Euro		Japanese Yen		New Zealand Dollar		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-2%	+4%	-15%	+2%	-2%	+9%	-5%	+3%	-8%	+6%	-10%	+3%
30 Jun 2023	(39,367)	78,735	(463)	62	(28)	126	(81)	48	(596)	447	(307)	91

	Euro				Japanese Yen		New Zealand Dollar		US Dollar		Other currencies	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-2%	+4%	-6%	+7%	-2%	+17%	-1%	+7%	-11%	0%	-6%	+3%
30 Jun 2022	(63,637)	127,276	(418)	487	(79)	670	(333)	2,331	1,651	-	(713)	356

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(b) Summarised sensitivity analysis (continued)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard Global Minimum Volatility Fund												
Price risk		Foreign exchange risk										
		British Pound		Indian Rupee		Taiwan New Dollar		US Dollar		Other currencies		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-4%	+6%	-17%	+1%	-7%	+6%	-5%	+3%	-8%	+6%	-9%	+4%
30 Jun 2023	(1,097)	1,645	(10)	1	-	-	-	-	(45)	34	3	(1)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard International Shares Index Fund (Hedged)												
Price risk		Foreign exchange risk										
		Euro		British Pound		Japanese Yen		US Dollar		Other currencies		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-3%	+5%	-15%	+2%	-17%	+1%	-2%	+9%	-8%	+6%	-9%	+3%
30 Jun 2023	(254,548)	424,247	2,541	(339)	1,480	(87)	1	(5)	(1,824)	1,368	1,401	(466)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard International Shares Select Exclusions Index Fund												
Price risk		Foreign exchange risk										
		Euro		Japanese Yen		New Zealand Dollar		US Dollar		Other currencies		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-3%	+5%	-15%	+2%	-2%	+9%	-5%	+3%	-8%	+6%	-13%	+1%
30 Jun 2023	(52,971)	88,286	21	(3)	(12)	56	(267)	160	(436)	327	141	(12)

Impact on operating profit/(loss) and net assets attributable to unitholders												
Vanguard International Shares Select Exclusions Index Fund												
Price risk		Foreign exchange risk										
		British Pound		Japanese Yen		New Zealand Dollar		US Dollar		Other currencies		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Low	High	Low	High	Low	High	Low	High	Low	High	Low	High
	-2%	+4%	-2%	+8%	-2%	+17%	-1%	+7%	-11%	0%	-6%	+4%
30 Jun 2022	(25,559)	51,119	(45)	180	(50)	424	(274)	1,921	1,723	-	(695)	463

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(c) Credit risk

The Funds are exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due.

The Funds are exposed to counterparty credit risk on derivative financial instruments, cash and cash equivalents, amounts due from brokers and other receivables. No loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds.

For Funds which invest in forward exchange contracts there is risk associated with unrealised profits.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets. There were no significant concentrations of credit risk to counterparties at 30 June 2023 or 30 June 2022.

(i) Derivatives

The Responsible Entity has established counterparty limits such that, at any time, exposure to derivative financial instruments equivalent to less than 5% of the value of a Fund are with any individual counterparty, and all contracts are with counterparties included in the Board's Approved Counterparties list.

The Funds also restrict their exposure to credit losses on derivative instruments they hold by entering into master netting arrangements with counterparts with whom they undertake a significant volume of transactions. Master netting arrangements do not result in an offset of balance sheet assets and liabilities unless transactions are settled on a net basis. However, the credit risk associated with favourable contracts is reduced by master netting arrangements to the extent that if an event of default occurs, all amounts with the counterparty are closed and settled on a net basis. The Funds' overall exposure to credit risk on derivative instruments subject to master netting arrangements can change substantially within a short period, as it is affected by each transaction subject to the arrangements. The Funds' agreements with derivative counterparties are based on the International Swaps and Derivatives Association, Inc. (ISDA) Master Agreement. Under the terms of these arrangements, only where certain credit events occur (such as default), the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated. As the Funds do not presently have a legally enforceable right of set-off, these amounts have not been offset and are presented gross in the balance sheet.

During the year, the Funds could enter into collateral arrangements for forward foreign exchange contracts, repurchase agreements and reverse repurchase agreements to assist in enhancing returns in a risk controlled environment for the cash flow management of the Funds. Refer to note 7 for the balances in relation to these arrangements as of year end.

(ii) Settlement of securities transactions

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has made payment. Payment is made on purchase once the securities have been received by the Fund. The trade will fail if either party fails to meet its obligations.

(iii) Cash and cash equivalents

The exposure to credit risk for cash and cash equivalents is low as all counterparties have a rating of A-1 or higher short-term Standard & Poor's credit ratings (or Moody's equivalent).

In accordance with the Responsible Entity's derivatives policy, the Responsible Entity monitors the Funds' exposures on a daily basis, which the Board of Directors reviews quarterly. The derivatives policy is subject to annual review.

(iv) Other

The Funds are not materially exposed to credit risk on other financial assets. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of the financial assets.

The clearing and depository operations for the Funds' security transactions are mainly concentrated with one counterparty, namely JPM Chase Bank, N.A., Sydney Branch. JPM Chase Bank, N.A., Sydney Branch, is a member of a major securities exchange, and at 30 June 2023 had a credit rating of A-1 (30 June 2022: A-1). At 30 June 2023, substantially all cash and cash equivalents, balances due from brokers and investments are held in custody by JPM Chase Bank, N.A., Sydney Branch.

(d) Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(d) Liquidity risk (continued)

The Funds are exposed to daily cash redemptions of redeemable units. The Funds primarily hold investments that are traded in active markets and can be readily disposed. The Funds' financial instruments include investments in equity investments, fixed interest securities and derivative contracts traded over-the-counter and on an exchange. The Funds' listed securities are considered to be readily realisable as they are all listed on major stock exchanges. The Funds may use futures to gain market exposure without investing directly in the securities. This allows the Funds to maintain liquidity without being under-invested in their respective investment policies. The derivatives are not used to leverage the Funds' portfolios.

The tables below analyses the Funds' non-derivative financial liabilities into relevant maturity groupings based on the remaining period at balance sheet date to the contractual maturity date. The amounts in the tables are the contractual undiscounted cash flows.

Vanguard Global Infrastructure Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Margin accounts	11,680	-	-	-	11,680	-	-	-	-	-
Payables	2,483	-	-	-	2,483	222	-	-	-	222
Due to brokers - payable for securities purchased	2,840	-	-	-	2,840	-	-	-	-	-
Total liabilities	17,003	-	-	-	17,003	222	-	-	-	222

Vanguard MSCI Index International Shares (Hedged) ETF										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Margin accounts	41,120	-	-	-	41,120	4,836	-	-	-	4,836
Distribution payable	-	-	-	-	-	13	-	-	-	13
Payables	386	-	-	-	386	281	-	-	-	281
Due to brokers - payable for securities purchased	36,800	-	-	-	36,800	-	-	-	-	-
Total liabilities	78,306	-	-	-	78,306	5,130	-	-	-	5,130

Vanguard International Property Securities Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Margin accounts	25,920	-	-	-	25,920	-	-	-	-	-
Distribution payable	-	-	-	-	-	19,144	-	-	-	19,144
Payables	11,947	-	-	-	11,947	5,870	-	-	-	5,870
Due to brokers - payable for securities purchased	2,800	-	-	-	2,800	-	-	-	-	-
Total liabilities	40,667	-	-	-	40,667	25,014	-	-	-	25,014

Vanguard International Small Companies Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Margin accounts	1,980	-	-	-	1,980	290	-	-	-	290
Payables	31	-	-	-	31	8	-	-	-	8
Due to brokers - payable for securities purchased	1,400	-	-	-	1,400	-	-	-	-	-
Total liabilities	3,411	-	-	-	3,411	298	-	-	-	298

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(d) Liquidity risk (continued)

Vanguard Ethically Conscious International Shares Index Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Margin accounts	5,458	-	-	-	5,458	10,775	-	-	-	10,775
Distribution payable	13,552	-	-	-	13,552	20,189	-	-	-	20,189
Payables	1,352	-	-	-	1,352	20,207	-	-	-	20,207
Due to brokers - payable for securities purchased	-	-	-	-	-	6	-	-	-	6
Net assets attributable to unitholders	1,981,948	-	-	-	1,981,948	3,199,458	-	-	-	3,199,458
Total liabilities	2,002,310	-	-	-	2,002,310	3,250,635	-	-	-	3,250,635

Vanguard Global Minimum Volatility Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Margin accounts	-	-	-	-	-	250	-	-	-	250
Payables	9	-	-	-	9	8	-	-	-	8
Net assets attributable to unitholders	29,069	-	-	-	29,069	26,466	-	-	-	26,466
Total liabilities	29,078	-	-	-	29,078	26,724	-	-	-	26,724

Vanguard International Shares Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Margin accounts	151,240	-	-	-	151,240	21,583	-	-	-	21,583
Payables	64,342	-	-	-	64,342	20,555	-	-	-	20,555
Due to brokers - payable for securities purchased	20,000	-	-	-	20,000	-	-	-	-	-
Net assets attributable to unitholders	8,812,781	-	-	-	8,812,781	7,179,423	-	-	-	7,179,423
Total liabilities	9,048,363	-	-	-	9,048,363	7,221,561	-	-	-	7,221,561

Vanguard International Shares Select Exclusions Index Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Payables securities lending	197	-	-	-	197	-	-	-	-	-
Margin accounts	20,802	-	-	-	20,802	4,017	-	-	-	4,017
Distribution payable	5,959	-	-	-	5,959	7,260	-	-	-	7,260
Payables	1,215	-	-	-	1,215	575	-	-	-	575
Net assets attributable to unitholders	1,803,011	-	-	-	1,803,011	1,302,486	-	-	-	1,302,486
Total liabilities	1,831,184	-	-	-	1,831,184	1,314,338	-	-	-	1,314,338

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(d) Liquidity risk (continued)

Maturities of gross-settled derivative financial instruments

The tables below analyse the Funds' gross-settled derivative financial instruments based on their contractual maturity. The Funds may at their discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

Vanguard Global Infrastructure Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative										
Inflows	2,380,913	639,197	-	-	3,020,110	1,553,157	846,508	-	-	2,399,665
(Outflows)	(2,368,874)	(637,970)	-	-	(3,006,844)	(1,579,430)	(846,529)	-	-	(2,425,959)
Net	12,039	1,227	-	-	13,266	(26,273)	(21)	-	-	(26,294)

Vanguard MSCI Index International Shares (Hedged) ETF										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative										
Inflows	5,853,038	3,052,173	-	-	8,905,211	4,914,224	2,642,643	-	-	7,556,867
(Outflows)	(5,812,859)	(3,046,723)	-	-	(8,859,582)	(4,965,308)	(2,648,107)	-	-	(7,613,415)
Net	40,179	5,450	-	-	45,629	(51,084)	(5,464)	-	-	(56,548)

Vanguard International Property Securities Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative										
Inflows	3,427,913	1,591,965	-	-	5,019,878	3,236,008	1,619,894	-	-	4,855,902
(Outflows)	(3,401,959)	(1,589,205)	-	-	(4,991,164)	(3,282,484)	(1,619,939)	-	-	(4,902,423)
Net	25,954	2,760	-	-	28,714	(46,476)	(45)	-	-	(46,521)

Vanguard International Small Companies Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative										
Inflows	207,918	106,946	-	-	314,864	300,719	163,122	-	-	463,841
(Outflows)	(206,361)	(106,836)	-	-	(313,197)	(303,202)	(163,488)	-	-	(466,690)
Net	1,557	110	-	-	1,667	(2,483)	(366)	-	-	(2,849)

Vanguard Ethically Conscious International Shares Index Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month	1-6 months	6-12 months	1-3 years	Total	Less than 1 month	1-6 months	6-12 months	1-3 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative										
Inflows	894,280	453,224	-	-	1,347,504	4,048,955	2,107,296	-	-	6,156,251
(Outflows)	(889,401)	(452,390)	-	-	(1,341,791)	(4,092,303)	(2,113,542)	-	-	(6,205,845)
Net	4,879	834	-	-	5,713	(43,348)	(6,246)	-	-	(49,594)

Notes to the financial statements (continued)

For the year ended 30 June 2023

3 Financial risk management (continued)

(d) Liquidity risk (continued)

Vanguard Global Minimum Volatility Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Derivative										
Inflows	42,135	-	-	-	42,135	39,529	-	-	-	39,529
(Outflows)	(42,271)	-	-	-	(42,271)	(40,589)	-	-	-	(40,589)
Net	(136)	-	-	-	(136)	(1,060)	-	-	-	(1,060)

Vanguard International Shares Index Fund (Hedged)										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Derivative										
Inflows	22,151,132	11,366,142	-	-	33,517,274	21,677,874	11,698,632	-	-	33,376,506
(Outflows)	(21,997,559)	(11,345,652)	-	-	(33,343,211)	(21,905,088)	(11,721,932)	-	-	(33,627,020)
Net	153,573	20,490	-	-	174,063	(227,214)	(23,300)	-	-	(250,514)

Vanguard International Shares Select Exclusions Index Fund										
	30 Jun 2023					30 Jun 2022				
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	1-3 years \$'000	Total \$'000
Derivative										
Inflows	3,296,944	1,693,461	-	-	4,990,405	3,133,911	1,646,874	-	-	4,780,785
(Outflows)	(3,279,149)	(1,690,630)	-	-	(4,969,779)	(3,168,816)	(1,652,345)	-	-	(4,821,161)
Net	17,795	2,831	-	-	20,626	(34,905)	(5,471)	-	-	(40,376)

4 Offsetting financial assets and financial liabilities

Financial assets and liabilities are reported on a gross basis in the balance sheets. The Funds do not presently have a legally enforceable right to offset these amounts. The gross and net positions of financial assets and liabilities for Vanguard Global Infrastructure Index Fund (Hedged) are disclosed in the table below, amounts for all other funds are immaterial as of 30 June 2023 and 30 June 2022.

30 Jun 2023	Vanguard Global Infrastructure Index Fund (Hedged)			
	Gross amounts not offset in the balance sheet			
	Gross amount presented in the balance sheet \$'000	Amounts subject to master netting arrangements \$'000	Cash collateral \$'000	Net amount \$'000
Financial assets				
Forward currency contracts	21,482	(8,201)	(11,680)	1,601
Financial liabilities				
Forward currency contracts	8,216	(8,201)	-	15

Notes to the financial statements (continued)

For the year ended 30 June 2023

4 Offsetting financial assets and financial liabilities (continued)

30 Jun 2022	Vanguard Global Infrastructure Index Fund (Hedged)			
	Gross amounts not offset in the balance sheet			
	Gross amount presented in the balance sheet \$'000	Amounts subject to master netting arrangements \$'000	Cash collateral \$'000	Net amount \$'000
Financial assets				
Forward currency contracts	1,236	(1,157)	-	79
Financial liabilities				
Forward currency contracts	27,529	(1,157)	-	26,372

5 Fair value measurement

The Funds measure and recognise the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss (FVPL) (see note 7 and 8)
- Derivative financial instruments (see note 9)

The Funds have no assets or liabilities at fair value on a non-recurring basis in the current reporting period.

AASB 13 requires disclosure of fair value measurements by level of the following fair value hierarchy:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

(i) Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with the accounting policies set out in note 2(b) to the financial statements. For the majority of investments, the Funds rely on information provided by independent pricing services for the valuation of investments.

The quoted market price used for financial assets held by the Funds is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price. When the Funds hold derivatives with offsetting market risks, they use mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

(ii) Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions. The carrying amounts of the Funds' assets and liabilities at the balance sheet date approximate their fair values.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

Notes to the financial statements (continued)

For the year ended 30 June 2023

5 Fair value measurement (continued)

(ii) Fair value in an inactive or unquoted market (level 2 and level 3) (continued)

The fair value of derivatives that are not exchange traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the balance sheet date taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black-Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Funds hold. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund for similar financial instruments.

Recognised fair value measurements

The following tables present the Funds' financial assets and liabilities (by asset class) measured at fair value according to the fair value hierarchy at 30 June 2023 and 30 June 2022.

Vanguard Global Infrastructure Index Fund (Hedged)								
	30 Jun 2023				30 Jun 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives	32	21,948	-	21,980	-	1,236	-	1,236
Unlisted unit trusts	-	731,130	-	731,130	-	686,643	-	686,643
Fixed interest securities	-	31,529	-	31,529	-	-	-	-
Total	32	784,607	-	784,639	-	687,879	-	687,879
Financial liabilities at fair value through profit or loss								
Derivatives	-	8,216	-	8,216	-	27,529	-	27,529
Total	-	8,216	-	8,216	-	27,529	-	27,529

Vanguard MSCI Index International Shares (Hedged) ETF								
	30 Jun 2023				30 Jun 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives	519	63,628	-	64,147	55	25,195	-	25,250
Unlisted unit trusts	-	2,308,252	-	2,308,252	-	1,597,732	-	1,597,732
Fixed interest securities*	-	69,128	-	69,128	-	15,499	-	15,499
Total	519	2,441,008	-	2,441,527	55	1,638,426	-	1,638,481
Financial liabilities at fair value through profit or loss								
Derivatives	2	17,999	-	18,001	13	81,744	-	81,757
Total	2	17,999	-	18,001	13	81,744	-	81,757

*Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

Notes to the financial statements (continued)

For the year ended 30 June 2023

5 Fair value measurement (continued)

Recognised fair value measurements (continued)

Vanguard International Property Securities Index Fund (Hedged)								
	30 Jun 2023				30 Jun 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives	7	39,337	-	39,344	1	8,997	-	8,998
Unlisted unit trusts	-	1,168,989	-	1,168,989	-	1,184,682	-	1,184,682
Fixed interest securities*	-	62,849	-	62,849	-	-	-	-
Total	7	1,271,175	-	1,271,182	1	1,193,679	-	1,193,680
Financial liabilities at fair value through profit or loss								
Derivatives	1	9,827	-	9,828	57	55,518	-	55,575
Total	1	9,827	-	9,828	57	55,518	-	55,575

*Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

Vanguard International Small Companies Index Fund (Hedged)								
	30 Jun 2023				30 Jun 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives	8	2,278	-	2,286	-	2,002	-	2,002
Unlisted unit trusts	-	75,623	-	75,623	-	89,648	-	89,648
Total	8	77,901	-	77,909	-	91,650	-	91,650
Financial liabilities at fair value through profit or loss								
Derivatives	-	611	-	611	80	4,852	-	4,932
Total	-	611	-	611	80	4,852	-	4,932

Vanguard Ethically Conscious International Shares Index Fund								
	30 Jun 2023				30 Jun 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives	165	8,412	-	8,577	133	24,292	-	24,425
Equity securities	1,922,761	67	-	1,922,828	3,090,265	-	10	3,090,275
Listed unit trusts	45,382	-	-	45,382	91,721	-	-	91,721
Fixed interest securities*	-	3,616	-	3,616	-	7,595	-	7,595
Total	1,968,308	12,095	-	1,980,403	3,182,119	31,887	10	3,214,016
Financial liabilities at fair value through profit or loss								
Derivatives	10	2,699	-	2,709	222	73,887	-	74,109
Total	10	2,699	-	2,709	222	73,887	-	74,109

*Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

Notes to the financial statements (continued)

For the year ended 30 June 2023

5 Fair value measurement (continued)

Recognised fair value measurements (continued)

Vanguard Global Minimum Volatility Fund								
	30 Jun 2023				30 Jun 2022			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss								
Derivatives	18	165	-	183	-	227	-	227
Equity securities	26,894	-	-	26,894	25,110	-	-	25,110
Listed unit trusts	505	-	-	505	1,063	-	-	1,063
Total	27,417	165	-	27,582	26,173	227	-	26,400
Financial liabilities at fair value through profit or loss								
Derivatives	-	301	-	301	1	1,286	-	1,287
Total	-	301	-	301	1	1,286	-	1,287
Vanguard International Shares Index Fund (Hedged)								
	30 Jun 2023				30 Jun 2022			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss								
Derivatives	174	242,254	-	242,428	-	112,829	-	112,829
Unlisted unit trusts	-	8,484,772	-	8,484,772	-	6,927,862	-	6,927,862
Fixed interest securities	-	195,347	-	195,347	-	49,399	-	49,399
Total	174	8,922,373	-	8,922,547	-	7,090,090	-	7,090,090
Financial liabilities at fair value through profit or loss								
Derivatives	-	68,191	-	68,191	381	363,343	-	363,724
Total	-	68,191	-	68,191	381	363,343	-	363,724
Vanguard International Shares Select Exclusions Index Fund								
	30 Jun 2023				30 Jun 2022			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss								
Derivatives	293	30,963	-	31,256	6	18,338	-	18,344
Equity securities	1,730,596	-	-	1,730,596	1,247,178	-	-	1,247,178
Listed unit trusts	34,826	-	-	34,826	31,025	-	-	31,025
Fixed interest securities*	-	12,123	-	12,123	-	2,170	-	2,170
Total	1,765,715	43,086	-	1,808,801	1,278,209	20,508	-	1,298,717
Financial liabilities at fair value through profit or loss								
Derivatives	2	10,337	-	10,339	235	58,715	-	58,950
Total	2	10,337	-	10,339	235	58,715	-	58,950

*Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

The Funds' policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There were no changes made to any of the valuation techniques applied as of 30 June 2023.

Transfers between levels

There were no transfers between the levels for the fair value hierarchy at the end of the reporting period 30 June 2023 and 30 June 2022. There were no transfers into and out of level 3 during the reporting period 30 June 2023 and 30 June 2022.

Notes to the financial statements (continued)

For the year ended 30 June 2023

5 Fair value measurement (continued)

Valuation processes

Portfolio reviews are undertaken regularly by management to identify securities that potentially may not be actively traded or have stale security pricing. This process identifies securities which possibly could be regarded as being level 3 securities.

Further analysis, should it be required, is undertaken to determine the accounting significance of the identification. For certain security types, in selecting the most appropriate valuation model, management performs back testing and considers actual market transactions. Changes in allocation to or from level 3 are analysed at the end of each reporting period.

6 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss:

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net unrealised gain/(loss) on financial instruments at fair value through profit or loss	14,576	6,327	441,738	(236,698)	51,508	(265,827)
Net realised gain/(loss) on financial instruments at fair value through profit or loss	(67,620)	(20,625)	(157,496)	(15,842)	(174,947)	(21,602)
Total net gains/(losses) on financial instruments at fair value through profit or loss	(53,044)	(14,298)	284,242	(252,540)	(123,439)	(287,429)

	Vanguard International Small Companies Index Fund (Hedged)		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net unrealised gain/(loss) on financial instruments at fair value through profit or loss	16,352	(25,182)	399,168	(472,779)	2,428	(1,385)
Net realised gain/(loss) on financial instruments at fair value through profit or loss	(7,694)	(3,745)	175,493	(67,617)	(1,832)	(604)
Total net gains/(losses) on financial instruments at fair value through profit or loss	8,658	(28,927)	574,661	(540,396)	596	(1,989)

	Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000
Net unrealised gain/(loss) on financial instruments at fair value through profit or loss	1,539,632	(1,097,400)	322,699	(398,055)
Net realised gain/(loss) on financial instruments at fair value through profit or loss	(577,137)	(211,761)	(50,545)	194,843
Total net gains/(losses) on financial instruments at fair value through profit or loss	962,495	(1,309,161)	272,154	(203,212)

Notes to the financial statements (continued)

For the year ended 30 June 2023

7 Financial assets at fair value through profit or loss

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000
Financial assets at fair value through profit or loss								
Derivatives	21,980	1,236	64,147	25,250	39,344	8,998	2,286	2,002
Fixed interest securities	31,529	-	69,128	15,499	62,849	-	-	-
Unlisted unit trusts	731,130	686,643	2,308,252	1,597,732	1,168,989	1,184,682	75,623	89,648
Total financial assets at fair value through profit or loss	784,639	687,879	2,441,527	1,638,481	1,271,182	1,193,680	77,909	91,650
Comprising:								
Derivatives								
Foreign currency forward contracts	21,482	1,236	63,628	25,195	38,541	8,997	2,278	2,002
International share price futures	32	-	519	55	7	1	8	-
Swaps	466	-	-	-	796	-	-	-
Total derivatives	21,980	1,236	64,147	25,250	39,344	8,998	2,286	2,002
Fixed interest securities								
Australian reverse repurchase agreements*	31,529	-	69,128	15,499	62,849	-	-	-
Total fixed interest securities	31,529	-	69,128	15,499	62,849	-	-	-
Unlisted unit trusts								
Units in international equity trusts	731,130	686,643	2,308,252	1,597,732	-	-	75,623	89,648
Units in international property trusts	-	-	-	-	1,168,989	1,184,682	-	-
Total unlisted unit trusts	731,130	686,643	2,308,252	1,597,732	1,168,989	1,184,682	75,623	89,648
Total financial assets at fair value through profit or loss	784,639	687,879	2,441,527	1,638,481	1,271,182	1,193,680	77,909	91,650

*Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

Notes to the financial statements (continued)

For the year ended 30 June 2023

7 Financial assets at fair value through profit or loss (continued)

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000
Financial assets at fair value through profit or loss								
Derivatives	8,577	24,425	183	227	242,428	112,829	31,256	18,344
Equity securities	1,922,828	3,090,275	26,894	25,110	-	-	1,730,596	1,247,178
Listed unit trusts	45,382	91,721	505	1,063	-	-	34,826	31,025
Fixed interest securities	3,616	7,595	-	-	195,347	49,399	12,123	2,170
Unlisted unit trusts	-	-	-	-	8,484,772	6,927,862	-	-
Total financial assets at fair value through profit or loss	1,980,403	3,214,016	27,582	26,400	8,922,547	7,090,090	1,808,801	1,298,717
Comprising:								
Derivatives								
Foreign currency forward contracts	8,412	24,292	165	227	242,254	112,829	30,963	18,338
International share price futures	165	133	18	-	174	-	293	6
Total derivatives	8,577	24,425	183	227	242,428	112,829	31,256	18,344
Equity securities								
Australian equity securities	-	-	952	946	-	-	-	-
International equity securities	1,922,828	3,090,275	25,942	24,164	-	-	1,730,596	1,247,178
Total equity securities	1,922,828	3,090,275	26,894	25,110	-	-	1,730,596	1,247,178
Listed unit trusts								
Australian listed trusts	-	-	134	121	-	-	-	-
International listed trusts	45,382	91,721	371	942	-	-	34,826	31,025
Total listed unit trusts	45,382	91,721	505	1,063	-	-	34,826	31,025
Fixed interest securities								
Australian reverse repurchase agreements*	-	-	-	-	195,347	49,399	-	-
International reverse repurchase agreements*	3,616	7,595	-	-	-	-	12,123	2,170
Total fixed interest securities	3,616	7,595	-	-	195,347	49,399	12,123	2,170
Unlisted unit trusts								
Units in international equity trusts	-	-	-	-	8,484,772	6,927,862	-	-
Total unlisted unit trusts	-	-	-	-	8,484,772	6,927,862	-	-
Total financial assets at fair value through profit or loss	1,980,403	3,214,016	27,582	26,400	8,922,547	7,090,090	1,808,801	1,298,717

* Reverse repurchase agreements are used to manage the Funds' liquidity and collateral requirements whilst preserving capital.

An overview of the risk exposures relating to financial assets at fair value through profit or loss is included in note 3.

Notes to the financial statements (continued)

For the year ended 30 June 2023

8 Financial liabilities at fair value through profit or loss

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000
Financial liabilities at fair value through profit or loss								
Derivatives	8,216	27,529	18,001	81,757	9,828	55,575	611	4,932
Total financial liabilities at fair value through profit or loss	8,216	27,529	18,001	81,757	9,828	55,575	611	4,932
Comprising:								
Derivatives								
Foreign currency forward contracts	8,216	27,529	17,999	81,744	9,827	55,518	611	4,852
Australian share price futures	-	-	-	-	1	-	-	-
International share price futures	-	-	2	13	-	57	-	80
Total derivatives	8,216	27,529	18,001	81,757	9,828	55,575	611	4,932
Total financial liabilities at fair value through profit or loss	8,216	27,529	18,001	81,757	9,828	55,575	611	4,932

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000	Fair value \$'000
Financial liabilities at fair value through profit or loss								
Derivatives	2,709	74,109	301	1,287	68,191	363,724	10,339	58,950
Total financial liabilities at fair value through profit or loss	2,709	74,109	301	1,287	68,191	363,724	10,339	58,950
Comprising:								
Derivatives								
Foreign currency forward contracts	2,699	73,887	301	1,286	68,191	363,343	10,337	58,715
International share price futures	10	222	-	1	-	381	2	235
Total derivatives	2,709	74,109	301	1,287	68,191	363,724	10,339	58,950
Total financial liabilities at fair value through profit or loss	2,709	74,109	301	1,287	68,191	363,724	10,339	58,950

An overview of the risk exposures relating to financial liabilities at fair value through profit or loss is included in note 3.

Notes to the financial statements (continued)

For the year ended 30 June 2023

9 Derivative financial instruments

In the normal course of business the Funds enter into transactions in various derivative financial instruments with certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include a wide assortment of instruments, such as forwards, futures and options. Derivatives are considered to be part of the investment process. The use of derivatives is an essential part of the Funds' portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of a Fund against a fluctuation in market values or to reduce volatility
- a substitution for trading of physical securities
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Funds.

The Funds hold the following derivative instruments:

Forward currency contracts

Forward currency contracts are primarily used by the Funds to manage against foreign currency risks on their investments. The Funds agree to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Forward currency contracts are valued at the prevailing bid price at the end of each reporting period. The Funds recognise a gain or loss equal to the change in fair value at the end of each reporting period.

Futures

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in futures contracts' values are usually settled net daily with the exchange. Interest rate futures are contractual obligations to receive or pay a net amount based on changes in interest rates at a future date at a specified price, established in an organised financial market.

The Funds' derivative financial instruments at year end are detailed below:

Vanguard Global Infrastructure Index Fund (Hedged)						
	2023			2022		
	Contract/ Notional	Fair value Assets	Liabilities	Contract/ Notional	Fair value Assets	Liabilities
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts	3,020,110	21,482	8,216	2,399,665	1,236	27,529
International share price index futures	7,592	32	-	-	-	-
Swaps	20,303	466	-	-	-	-
Total	3,048,005	21,980	8,216	2,399,665	1,236	27,529

Vanguard MSCI Index International Shares (Hedged) ETF						
	2023			2022		
	Contract/	Fair value		Contract/	Fair value	
	Notional	Assets	Liabilities	Notional	Assets	Liabilities
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts	8,905,211	63,628	17,999	7,556,867	25,195	81,744
International share price index futures	23,461	519	2	13,221	55	13
Total	8,928,672	64,147	18,001	7,570,088	25,250	81,757

Notes to the financial statements (continued)

For the year ended 30 June 2023

9 Derivative financial instruments (continued)

Vanguard International Property Securities Index Fund (Hedged)						
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	5,019,878	38,541	9,827	4,855,902	8,997	55,518
Australian share price index futures	537	-	1	-	-	-
International share price index futures	11,526	7	-	2,409	1	57
Swaps	36,104	796	-	-	-	-
Total	5,068,045	39,344	9,828	4,858,311	8,998	55,575

Vanguard International Small Companies Index Fund (Hedged)						
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	314,864	2,278	611	463,841	2,002	4,852
International share price index futures	1,048	8	-	1,662	-	80
Total	315,912	2,286	611	465,503	2,002	4,932

Vanguard Ethically Conscious International Shares Index Fund						
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	1,347,504	8,412	2,699	6,156,251	24,292	73,887
International share price index futures	13,437	165	10	20,863	133	222
Total	1,360,941	8,577	2,709	6,177,114	24,425	74,109

Vanguard Global Minimum Volatility Fund						
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	42,135	165	301	39,529	227	1,286
Australian share price index futures	-	-	-	-	-	1
International share price index futures	1,045	18	-	193	-	-
Total	43,180	183	301	39,722	227	1,287

Vanguard International Shares Index Fund (Hedged)						
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	33,517,274	242,254	68,191	33,376,506	112,829	363,343
International share price index futures	76,385	174	-	82,882	-	381
Total	33,593,659	242,428	68,191	33,459,388	112,829	363,724

Notes to the financial statements (continued)

For the year ended 30 June 2023

9 Derivative financial instruments (continued)

	Vanguard International Shares Select Exclusions Index Fund					
	2023			2022		
	Contract/ Notional	Fair value		Contract/ Notional	Fair value	
	\$'000	Assets \$'000	Liabilities \$'000	\$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	4,990,405	30,963	10,337	4,780,785	18,338	58,715
International share price index futures	28,574	293	2	25,532	6	235
Total	5,018,979	31,256	10,339	4,806,317	18,344	58,950

Risk exposures and fair value measurements

Information about the Funds' exposure to credit risk and foreign exchange risk and about the methods and assumptions used in determining fair values is provided in note 3 to the financial statements. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of derivative financial instruments disclosed above.

10 Net assets attributable to unitholders

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Funds shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions. Otherwise the financial instrument should be disclosed as a liability (refer to note 2(c)).

Movement in number of units and net assets attributable to unitholders during the year were as follows:

	Vanguard Global Infrastructure Index Fund (Hedged)				Vanguard MSCI Index International Shares (Hedged) ETF			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000	\$'000
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000	\$'000
Balance as at 1 July	708,561	687,762	703,071	654,994	21,831	19,491	1,624,335	1,655,862
Applications	251,310	218,711	244,333	221,113	5,959	5,050	456,053	432,540
Redemptions	(146,609)	(205,324)	(144,139)	(208,810)	(415)	(2,865)	(32,029)	(254,850)
Units issued upon reinvestment of distributions	-	7,412	-	7,063	1	155	46	13,162
Distributions paid and payable	-	-	-	-	-	-	-	(13)
Profit/(loss) for the year	-	-	(31,781)	28,711	-	-	327,908	(222,366)
Closing balance as at 30 June	813,262	708,561	771,484	703,071	27,376	21,831	2,376,313	1,624,335

	Vanguard International Property Securities Index Fund (Hedged)				Vanguard International Small Companies Index Fund (Hedged)			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000	\$'000
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000	\$'000
Balance as at 1 July	1,654,823	1,948,777	1,223,743	1,650,803	102,772	66,626	93,839	75,288
Applications	609,745	320,141	431,842	279,752	9,809	44,915	9,554	51,582
Redemptions	(489,419)	(625,441)	(345,351)	(542,672)	(36,336)	(9,546)	(36,796)	(10,294)
Units issued upon reinvestment of distributions	11,925	11,346	8,824	9,619	-	777	-	879
Distributions paid and payable	-	-	-	(19,144)	-	-	-	-
Profit/(loss) for the year	-	-	(81,873)	(154,615)	-	-	11,466	(23,616)
Closing balance as at 30 June	1,787,074	1,654,823	1,237,185	1,223,743	76,245	102,772	78,063	93,839

Notes to the financial statements (continued)

For the year ended 30 June 2023

10 Net assets attributable to unitholders (continued)

Vanguard Ethically Conscious International Shares Index Fund							
	ETF Class				AUD Unhedged Class		
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000
Balance as at 1 July	9,601	4,837	610,882	339,728	988,331	636,592	1,350,448
Applications	794	4,830	52,436	355,282	152,801	461,978	216,627
Redemptions	(1,050)	(80)	(71,056)	(5,170)	(573,935)	(118,790)	(870,095)
Units issued upon reinvestment of distributions	30	14	1,890	1,000	17,460	8,551	23,894
Increase/(decrease) in net assets attributable to unitholders	-	-	104,808	(79,958)	-	-	214,551
Closing balance as at 30 June	9,375	9,601	698,960	610,882	584,657	988,331	1,350,448

	AUD Hedged Class				NZD Hedged Class		
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000
Balance as at 1 July	102,231	42,597	9,028	43,356	1,197,061	747,638	1,229,100
Applications	48,513	106,056	43,820	112,080	222,270	540,899	229,685
Redemptions	(51,813)	(46,422)	(47,416)	(43,916)	(1,212,147)	(97,873)	(1,377,990)
Units issued upon reinvestment of distributions	-	-	-	-	37	6,397	37
Increase/(decrease) in net assets attributable to unitholders	-	-	94,016	(102,492)	-	-	167,283
Closing balance as at 30 June	98,931	102,231	99,448	9,028	207,221	1,197,061	1,229,100

Vanguard Global Minimum Volatility Fund							
	Wholesale Class				ETF Class		
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000
Balance as at 1 July	9,778	9,783	11,567	12,202	293	222	14,899
Applications	2,777	2,954	3,344	3,705	135	160	6,807
Redemptions	(2,018)	(3,149)	(2,441)	(3,908)	(125)	(90)	(6,424)
Units issued upon reinvestment of distributions	-	190	-	237	-	1	-
Increase/(decrease) in net assets attributable to unitholders	-	-	514	(669)	-	-	803
Closing balance as at 30 June	10,537	9,778	12,984	11,567	303	293	16,085

Vanguard International Shares Index Fund (Hedged)							
	AUD Class				NZD Class		
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000
Balance as at 1 July	8,750,788	7,278,488	7,179,423	6,816,015	-	7,719	-
Applications	1,559,587	2,392,204	1,340,687	2,250,983	-	-	-
Redemptions	(1,103,487)	(1,131,217)	(980,298)	(1,057,353)	-	(8,121)	-
Units issued upon reinvestment of distributions	-	211,313	-	198,001	-	402	-
Increase/(decrease) in net assets attributable to unitholders	-	-	1,272,969	(1,028,223)	-	-	-
Closing balance as at 30 June	9,206,888	8,750,788	8,812,781	7,179,423	-	-	-

Notes to the financial statements (continued)

For the year ended 30 June 2023

10 Net assets attributable to unitholders (continued)

	Vanguard International Shares Select Exclusions Index Fund							
	AUD Unhedged Class				AUD Hedged Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000	No. '000	No. '000	\$'000	\$'000
Balance as at 1 July	226,498	470,885	310,595	740,890	58,682	214,482	64,118	268,384
Applications	129,820	102,577	193,626	165,872	81,435	43,255	94,719	55,173
Redemptions	(48,836)	(373,324)	(71,932)	(592,377)	(12,160)	(202,610)	(14,522)	(254,416)
Units issued upon reinvestment of distributions	9,144	26,360	13,068	42,597	1	3,555	1	4,450
Increase/(decrease) in net assets attributable to unitholders	-	-	69,022	(46,387)	-	-	18,964	(9,473)
Closing balance as at 30 June	316,626	226,498	514,379	310,595	127,958	58,682	163,280	64,118

	NZD Hedged Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	No. '000	No. '000	\$'000	\$'000
	No. '000	No. '000	\$'000	\$'000
Balance as at 1 July	779,184	748,061	927,773	1,046,432
Applications	133,283	168,043	164,733	238,222
Redemptions	(122,414)	(154,079)	(159,439)	(222,275)
Units issued upon reinvestment of distributions	18	17,159	21	24,098
Increase/(decrease) in net assets attributable to unitholders	-	-	192,264	(158,704)
Closing balance as at 30 June	790,071	779,184	1,125,352	927,773

Each unit represents a right to an individual share in the Funds and does not extend to a right to the underlying assets of the Funds. The Vanguard Global Infrastructure Index Fund (Hedged), Vanguard MSCI Index International Shares (Hedged) ETF, Vanguard International Property Securities Index Fund (Hedged) and Vanguard International Small Companies Index Fund (Hedged) have no separate classes of units and each unit has the same rights attaching to it as all other units of the Funds.

Capital risk management

The Funds consider their net assets attributable to unitholders as capital, notwithstanding net assets attributable to unitholders are classified either as a liability or equity. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of unitholders.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Funds' Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

The Funds' investment strategy remains unchanged and the Funds continue to hold direct investments which provide exposure to liquid assets including equity securities, income securities, interest earnings and cash equivalent securities. As such, the Funds will meet any capital requirements from the liquidation of liquid assets, which include cash and cash equivalents.

Notes to the financial statements (continued)

For the year ended 30 June 2023

11 Distributions to unitholders paid and payable

The distributions during the year were as follows:

	Vanguard Global Infrastructure Index Fund (Hedged)				Vanguard MSCI Index International Shares (Hedged) ETF			
	30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	-	-	-	-	-	-	-	-
- 31 December	-	-	-	-	-	-	-	-
- 31 March	-	-	-	-	-	-	-	-
Distributions payable								
- 30 June	-	-	-	-	-	-	13	0.0576
	-	-	-	-	-	-	13	0.0576

	Vanguard International Property Securities Index Fund (Hedged)				Vanguard International Small Companies Index Fund (Hedged)			
	30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	-	-	-	-	-	-	-	-
- 31 December	-	-	-	-	-	-	-	-
- 31 March	-	-	-	-	-	-	-	-
Distributions payable								
- 30 June	-	-	19,144	1.1568	-	-	-	-
	-	-	19,144	1.1568	-	-	-	-

	Vanguard Ethically Conscious International Shares Index Fund ETF Class				AUD Unhedged Class			
	30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	1,786	20.2902	937	17.7967	5,162	0.5040	2,597	0.3635
- 31 December	2,288	24.5071	2,491	30.5952	5,503	0.5156	6,539	0.8266
- 31 March	3,094	32.9095	2,926	32.2271	7,766	0.7225	7,062	0.8407
Distributions payable								
- 30 June	5,916	61.3268	6,231	63.5605	7,636	1.3061	13,910	1.4075
	13,084	139.0336	12,585	144.1795	26,067	3.0482	30,108	3.4383

	AUD Hedged Class				NZD Hedged Class			
	30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	-	-	-	-	-	-	-	-
- 31 December	-	-	-	-	-	-	-	-
- 31 March	-	-	-	-	-	-	-	-
Distributions payable								
- 30 June	-	-	1	0.0005	-	-	47	0.0039
	-	-	1	0.0005	-	-	47	0.0039

Notes to the financial statements (continued)

For the year ended 30 June 2023

11 Distributions to unitholders paid and payable (continued)

	Vanguard Global Minimum Volatility Fund							
	Wholesale Class				ETF Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	-	-	-	-	-	-	-	-
- 31 December	-	-	-	-	-	-	-	-
- 31 March	-	-	-	-	-	-	-	-
Distributions payable								
- 30 June	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-

	Vanguard International Shares Index Fund (Hedged)							
	AUD Class				NZD Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	-	-	-	-	-	-	-	-
- 31 December	-	-	-	-	-	-	-	-
- 31 March	-	-	-	-	-	-	-	-
Distributions payable								
- 30 June	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-

	Vanguard International Shares Select Exclusions Index Fund							
	AUD Unhedged Class				AUD Hedged Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid								
- 30 September	1,283	0.5470	6,395	1.3066	-	-	-	-
- 31 December	2,847	1.0414	14,827	3.0102	-	-	-	-
- 31 March	5,897	2.0158	6,783	3.0682	-	-	-	-
Distributions payable								
- 30 June	5,957	1.8813	7,232	3.1930	2	0.0018	1	0.0020
	15,984	5.4855	35,237	10.5780	2	0.0018	1	0.0020

	NZD Hedged Class			
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	CPU	\$'000	CPU
Distributions paid				
- 30 September	-	-	-	-
- 31 December	-	-	-	-
- 31 March	-	-	-	-
Distributions payable				
- 30 June	-	-	27	0.0035
	-	-	27	0.0035

Notes to the financial statements (continued)

For the year ended 30 June 2023

12 Cash and cash equivalents

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Domestic cash at bank	1,029	464	1,011	2,550	1,148	1,362	2,941	1,057
Foreign cash at bank	4,481	145	1,044	3,599	4,752	1,971	229	329
Total cash and cash equivalents	5,510	609	2,055	6,149	5,900	3,333	3,170	1,386

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Domestic cash at bank	5,622	1,510	795	99	1,135	7,948	20,717	693
Foreign cash at bank	3,322	10,278	288	164	1,643	10,004	3,212	5,449
Total cash and cash equivalents	8,944	11,788	1,083	263	2,778	17,952	23,929	6,142

13 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000

(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

Profit/(loss) for the year	(31,781)	28,711	327,908	(222,366)	(81,873)	(154,615)	11,466	(23,616)
Proceeds from sale of financial instruments at fair value through profit or loss	142,268	222,726	93,642	329,561	309,868	624,218	38,966	13,042
Purchases of financial instruments at fair value through profit or loss	(239,069)	(233,904)	(522,200)	(438,949)	(389,098)	(360,090)	(9,986)	(50,622)
Net (gains)/losses on financial instruments at fair value through profit or loss	53,044	14,298	(284,242)	252,540	123,439	287,429	(8,658)	28,927
Net change in receivables	8,408	(6,589)	(15,781)	3,745	33,350	(27,398)	1,548	(19)
Net change in payables	73	(6)	181	(3)	126	(13)	5	2
Non-cash items	(29,965)	(36,664)	(28,159)	(34,147)	(75,492)	(105,971)	(4,378)	(5,362)
Net cash inflow/(outflow) from operating activities	(97,022)	(11,428)	(428,651)	(109,619)	(79,680)	263,560	28,963	(37,648)

(b) Non-cash financing activities

During the year, the distribution payments satisfied by the issue of units under the distribution reinvestment plan	-	7,063	46	13,162	8,824	9,619	-	879
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Notes to the financial statements (continued)

For the year ended 30 June 2023

13 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities (continued)

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities								
Increase/(decrease) in net assets attributable to unitholders	580,658	(544,759)	1,317	(1,529)	1,272,969	(1,027,624)	280,250	(214,564)
Distribution to unitholders	39,151	42,741	-	-	-	-	15,986	35,265
Proceeds from sale of financial instruments at fair value through profit or loss	2,268,832	187,823	20,440	17,264	818,472	540,035	191,355	1,017,109
Purchases of financial instruments at fair value through profit or loss	(466,986)	(1,717,531)	(21,350)	(20,734)	(1,244,094)	(1,632,742)	(400,432)	(428,808)
Net (gains)/losses on financial instruments at fair value through profit or loss	(574,661)	540,396	(596)	1,989	(962,495)	1,309,161	(272,154)	203,212
Net change in receivables	(39)	(2,934)	6	(28)	(29,875)	23,121	(653)	(441)
Net change in payables	(245)	196	1	1	638	9	149	(131)
Non-cash items	(38)	-	-	-	(282,735)	(307,542)	(31)	-
Net cash inflow/(outflow) from operating activities	1,846,672	(1,494,068)	(182)	(3,037)	(427,120)	(1,095,582)	(185,530)	611,642
(b) Non-cash financing activities								
During the year, the distribution payments satisfied by the issue of units under the distribution reinvestment plan	25,821	22,157	-	276	-	198,492	13,090	71,145

14 Remuneration of auditors

The auditor's remuneration is borne by the Responsible Entity. During the year, the following fees were paid or payable for services provided by the auditor of the Funds.

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$	\$	\$
Auditors of the Funds - PwC						
Audit and review of financial statements	21,993	20,595	24,645	23,095	22,523	21,095
Other assurance services						
Audit of compliance plan and specified assertions report	-	-	5,463	3,452	-	-
Audit of compliance plan, specified assertions report and internal controls report	11,491	9,598	-	-	11,491	9,598
Other non-audit services						
Tax compliance services	6,075	5,714	6,075	5,714	6,075	5,714
Total services provided by PwC	39,559	35,907	36,183	32,261	40,089	36,407

Notes to the financial statements (continued)

For the year ended 30 June 2023

14 Remuneration of auditors (continued)

	Vanguard International Small Companies Index Fund (Hedged)		Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$	\$	\$
Auditors of the Funds - PwC						
Audit and review of financial statements	22,308	20,560	28,889	27,095	28,206	24,095
Other assurance services						
Audit of compliance plan, specified assertions report and internal controls report	11,491	9,598	11,491	9,598	11,491	9,598
Other non-audit services						
Tax compliance services	6,075	5,714	29,766	28,818	9,416	8,829
Total services provided by PwC	39,874	35,872	70,146	65,511	49,113	42,522

	Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$
Auditors of the Funds - PwC				
Audit and review of financial statements	29,949	28,095	25,706	24,095
Other assurance services				
Audit of compliance plan, specified assertions report and internal controls report	11,491	9,598	11,491	9,598
Other non-audit services				
Tax compliance services	9,416	10,096	23,481	22,821
Total services provided by PwC	50,856	47,789	60,678	56,514

15 Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factors in deciding who controls the entity, or when voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Funds. The Funds consider investments in unit trusts and managed funds to be structured entities. The Funds have exposures to unconsolidated structured entities through their investment activities and these have been accounted for as financial assets at fair value through profit or loss. The nature and extent of the Funds' interests in related unconsolidated structured entities are units in underlying funds and are summarised in note 16. There are no significant interests in unrelated unconsolidated structured entities held by the Funds as at the reporting date.

The Funds' maximum exposure to loss is restricted to the carrying value of the assets. Exposure to trading assets is managed in accordance with financial risk management practices as set out in note 3, which includes an indication of changes in risk measures compared to prior year.

During the year, the Funds have not provided any financial or other support to unconsolidated structured entities and have no intention of providing financial or other support to unconsolidated structured entities in the future.

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions

Responsible Entity

The Responsible Entity of the Vanguard Wholesale International Equities Funds (Hedged) and ETFs is Vanguard Investments Australia Ltd (ABN 72 072 881 086 AFSL 227263), which is a wholly owned subsidiary of The Vanguard Group, Inc.

Key management personnel

Key management personnel includes persons who were directors of Responsible Entity at any time during the financial year as follows:

Daniel Shrimski

John Bendl

Curt Jacques

Kim Petersen

No other person had authority and responsibility for planning, directing and controlling the activities of the Funds, directly or indirectly during the financial year.

Transactions with key management personnel

Key management personnel services are provided by Vanguard Investments Australia Ltd and included in the management fees. There is no separate charge for these services. There was no compensation paid directly by the Funds to any of the key management personnel.

Key management personnel unitholdings

The key management personnel of Vanguard Investments Australia Ltd (VIA) did not hold any units in the Funds during the financial year ended 30 June 2023 and 30 June 2022.

Key management personnel remuneration

Key management personnel are paid by the Responsible Entity. Payments made from the Funds do not include any amounts directly attributable to key management personnel remuneration.

Key management personnel loan disclosures

The Funds have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting period.

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions (continued)

Responsible Entity's fees and other transactions

During the year ended 30 June 2023, the Responsible Entity received an all-inclusive management fee (inclusive of GST, net of RITC available to the Funds) over the Funds' average net assets attributable to unitholders for the year as follows:

	Management costs	
	2023 % per annum	2022 % per annum
Vanguard Global Infrastructure Index Fund (Hedged)	0.52	0.52
Vanguard MSCI Index International Shares (Hedged) ETF	0.21	0.21
Vanguard International Property Securities Index Fund (Hedged)	0.43	0.43
Vanguard International Small Companies Index Fund (Hedged)	0.42	0.42
Vanguard Ethically Conscious International Shares Index Fund - ETF Class	0.18	0.18
Vanguard Ethically Conscious International Shares Index Fund - AUD Hedged Class	0.23	0.23
Vanguard Ethically Conscious International Shares Index Fund - NZD Hedged Class	0.26	0.26
Vanguard Ethically Conscious International Shares Index Fund - AUD Unhedged Class	0.20	0.20
Vanguard Global Minimum Volatility Fund - Wholesale Class	0.35	0.35
Vanguard Global Minimum Volatility Fund - ETF Class	0.28	0.28
Vanguard International Shares Index Fund (Hedged) - AUD Class	0.21	0.21
Vanguard International Shares Index Fund (Hedged) - NZD Class	-	0.24
Vanguard International Shares Select Exclusions Index Fund - AUD Hedged Class	0.23	0.23
Vanguard International Shares Select Exclusions Index Fund - NZD Hedged Class	0.26	0.26
Vanguard International Shares Select Exclusions Index Fund - AUD Unhedged Class	0.20	0.20

All related party transactions are conducted on normal commercial terms and conditions. The transactions during the year and amounts payable at year end between the Funds and the Responsible Entity are as follows:

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees for the year	304,113	217,808	689,799	592,600	506,526	499,872	29,994	37,618
Total fees payable to the Responsible Entity at year end	36,300	13,028	69,856	46,850	57,238	25,972	3,015	3,258

	Vanguard Ethically Conscious International Shares Index Fund		Vanguard Global Minimum Volatility Fund		Vanguard International Shares Index Fund (Hedged)		Vanguard International Shares Select Exclusions Index Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees for the year	7,190,760	6,686,381	90,283	88,160	2,734,040	2,653,441	3,703,755	4,601,699
Total fees payable to the Responsible Entity at year end	323,599	588,532	7,366	6,757	257,089	204,209	347,127	270,917

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions (continued)

Related party unitholdings

Parties related to the Funds, including the Responsible Entity, its affiliates or other schemes managed by the Responsible Entity held units in the Funds and information about the Funds' interests in unconsolidated structured entities is included in the following tables. The fair values of a Fund's investments in each of its underlying funds represent the Fund's maximum exposure in these underlying funds.

Vanguard Ethically Conscious International Shares Index Fund								
			Country of Establishment and Principal Place of Business	Fair value of investments	Interest held at year end	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
30 Jun 2023	Number of units held opening	Number of units held closing						
Unitholder	Units	Units		\$	%	Units	Units	\$
Vanguard Super ^{* 1}	-	1,497,262	Australia	1,505,796	1.51	1,622,598	125,336	-
Vanguard Super ^{* 2}	-	2,079,203	Australia	3,327,349	0.36	2,252,260	173,057	43,552

* This Fund did not hold units during the year ended 30 June 2022.

¹ Investments relate to AUD Hedged Class

² Investments relate to AUD Class

Vanguard International Shares Index Fund (Hedged)								
			Country of Establishment and Principal Place of Business	Fair value of investments	Interest held at year end	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
30 Jun 2023	Number of units held opening	Number of units held closing						
Unitholder	Units	Units		\$	%	Units	Units	\$
Vanguard Index Hedged International Shares Fund	203,932,281	191,766,671	Australia	183,539,881	2.08	4,735,396	16,901,006	-
Vanguard LifeStrategy® Conservative Fund	2,940,705	2,325,791	Australia	2,226,015	0.03	92,386	707,300	-
Vanguard LifeStrategy® Balanced Fund	16,683,189	14,711,901	Australia	14,080,760	0.16	316,494	2,287,782	-
Vanguard LifeStrategy® Growth Fund	38,719,185	37,009,316	Australia	35,421,616	0.40	1,056,632	2,766,501	-
Vanguard LifeStrategy® High Growth Fund	65,763,224	64,847,878	Australia	62,065,904	0.70	1,529,612	2,444,958	-
Vanguard Conservative Index Fund	210,479,220	170,984,665	Australia	163,649,424	1.86	4,866,740	44,361,295	-
Vanguard Balanced Index Fund	819,014,916	725,383,665	Australia	694,264,705	7.88	10,390,015	104,021,266	-
Vanguard Growth Index Fund	1,271,958,226	1,277,370,030	Australia	1,222,570,855	13.87	48,636,160	43,224,356	-
Vanguard High Growth Index Fund	1,183,426,371	1,293,009,289	Australia	1,237,539,189	14.04	131,266,048	21,683,130	-

Vanguard International Shares Index Fund (Hedged)								
			Country of Establishment and Principal Place of Business	Fair value of investments	Interest held at year end	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
30 Jun 2022	Number of units held opening	Number of units held closing						
Unitholder	Units	Units		\$	%	Units	Units	\$
Vanguard Index Hedged International Shares Fund	202,369,726	203,932,281	Australia	167,306,043	2.33	14,882,242	13,319,687	-
Vanguard LifeStrategy® Conservative Fund	3,075,993	2,940,705	Australia	2,412,555	0.03	224,147	359,435	-
Vanguard LifeStrategy® Balanced Fund	16,688,827	16,683,189	Australia	13,686,889	0.19	2,475,753	2,481,391	-
Vanguard LifeStrategy® Growth Fund	36,280,826	38,719,185	Australia	31,765,220	0.44	4,169,804	1,731,445	-
Vanguard LifeStrategy® High Growth Fund	59,337,363	65,763,224	Australia	53,952,149	0.75	7,132,437	706,576	-
Vanguard Conservative Index Fund	175,273,218	210,479,220	Australia	172,677,152	2.41	54,471,913	19,265,911	-
Vanguard Balanced Index Fund	654,036,170	819,014,916	Australia	671,919,837	9.36	226,250,886	61,272,140	-
Vanguard Growth Index Fund	965,424,308	1,271,958,226	Australia	1,043,514,528	14.54	358,185,807	51,651,889	-
Vanguard High Growth Index Fund	862,793,445	1,183,426,371	Australia	970,882,994	13.52	360,766,814	40,133,888	-

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions (continued)

Related party unitholdings (continued)

Vanguard International Shares Select Exclusions Index Fund								
30 Jun 2023	Number of units held opening	Number of units held closing	Country of Establishment and Principal Place of Business	Fair value of investments	Interest held at year end	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
Unitholder	Units	Units		\$	%	Units	Units	\$
Vanguard Super ^{* 1}	-	67,318,579	Australia	85,918,702	52.61	68,071,340	752,761	1,233
Vanguard Super ^{* 2}	-	99,509,307	Australia	161,742,427	31.43	100,528,507	1,019,200	3,785,387

* This Fund did not hold units during the year ended 30 June 2022.

¹ Investments relate to AUD Hedged Class

² Investments relate to AUD Class

Investments

The Funds held investments in the following schemes which were also managed by the Responsible Entity or its related parties:

Vanguard Global Infrastructure Index Fund (Hedged)							
30 Jun 2023	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
	\$		%	\$	Units	Units	\$
Vanguard Global Infrastructure Index Fund	731,130,513	Australia	55.95	21,558,641	185,343,005	135,812,705	5,728,189
	731,130,513			21,558,641	185,343,005	135,812,705	5,728,189

Vanguard Global Infrastructure Index Fund (Hedged)							
30 Jun 2022	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
	\$		%	\$	Units	Units	\$
Vanguard Global Infrastructure Index Fund	686,643,411	Australia	57.58	43,251,519	206,504,879	210,924,105	14,134,172
	686,643,411			43,251,519	206,504,879	210,924,105	14,134,172

Vanguard MSCI Index International Shares (Hedged) ETF							
30 Jun 2023	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
	\$		%	\$	Units	Units	\$
Vanguard International Shares Index Fund - B Class	2,308,252,943	Australia	0.28	43,936,793	5,603,938	1,833,747	25,829,162
	2,308,252,943			43,936,793	5,603,938	1,833,747	25,829,162

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions (continued)

Investments (continued)

Vanguard MSCI Index International Shares (Hedged) ETF							
	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
30 Jun 2022	\$		%	\$	Units	Units	\$
Vanguard International Shares Index Fund - B Class	1,597,731,647	Australia	0.24	30,400,570	4,747,719	3,636,224	10,051,238
	1,597,731,647			30,400,570	4,747,719	3,636,224	10,051,238

Vanguard International Property Securities Index Fund (Hedged)							
	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
30 Jun 2023	\$		%	\$	Units	Units	\$
Vanguard International Property Securities Index Fund	1,168,988,694	Australia	65.43	42,141,244	407,325,756	364,445,185	9,103,633
	1,168,988,694			42,141,244	407,325,756	364,445,185	9,103,633

Vanguard International Property Securities Index Fund (Hedged)							
	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
30 Jun 2022	\$		%	\$	Units	Units	\$
Vanguard International Property Securities Index Fund	1,184,681,665	Australia	65.11	133,369,209	387,177,221	615,871,177	42,455,145
	1,184,681,665			133,369,209	387,177,221	615,871,177	42,455,145

Vanguard International Small Companies Index Fund (Hedged)							
	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
30 Jun 2023	\$		%	\$	Units	Units	\$
Vanguard International Small Companies Index Fund	75,622,585	Australia	4.26	2,831,160	9,385,873	23,687,117	793,348
	75,622,585			2,831,160	9,385,873	23,687,117	793,348

Vanguard International Small Companies Index Fund (Hedged)							
	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
30 Jun 2022	\$		%	\$	Units	Units	\$
Vanguard International Small Companies Index Fund	89,648,354	Australia	6.02	5,380,301	28,405,450	8,664,170	2,339,537
	89,648,354			5,380,301	28,405,450	8,664,170	2,339,537

Notes to the financial statements (continued)

For the year ended 30 June 2023

16 Related party transactions (continued)

Investments (continued)

Vanguard International Shares Index Fund (Hedged)							
30 Jun 2023	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
	\$		%	\$	Units	Units	\$
Vanguard International Shares Index Fund	8,484,771,792	Australia	36.31	312,657,064	509,765,453	407,648,390	181,595,593
	8,484,771,792			312,657,064	509,765,453	407,648,390	181,595,593

Vanguard International Shares Index Fund (Hedged)							
30 Jun 2022	Fair value of investments	Country of Establishment and Principal Place of Business	Interest held	Distributions received/receivable	Number of units acquired	Number of units disposed	Distributions receivable unpaid
	\$		%	\$	Units	Units	\$
Vanguard International Shares Index Fund	6,927,861,534	Australia	35.45	284,367,600	663,775,238	319,835,672	151,672,879
	6,927,861,534			284,367,600	663,775,238	319,835,672	151,672,879

Interest held represents the entity's year end percentage interest of the investee funds.

A Fund's maximum exposure to loss from its interest in investee funds is equal to the total fair value of its investments in the investee funds as there is no off-balance sheet exposure relating to any of the investee funds. Once the Fund has disposed of its shares in an investee fund, it ceases to be exposed to any risk from that investee fund.

The proportion of ownership interest is equal to the proportion of the voting power held.

The Funds did not hold any investments in Vanguard Investments Australia Ltd during the year.

Other transactions within the Funds

Apart from those details disclosed in this note, no directors have entered into a material contract with the Funds during the financial year and there were no material contracts involving directors' interests subsisting at year end.

17 Responsible Entity's fees

	Vanguard Global Infrastructure Index Fund (Hedged)		Vanguard MSCI Index International Shares (Hedged) ETF		Vanguard International Property Securities Index Fund (Hedged)		Vanguard International Small Companies Index Fund (Hedged)	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Responsible Entity's fees incurred by the Funds	304	218	690	593	507	500	30	38
Management costs per annum	0.52%	0.52%	0.21%	0.21%	0.43%	0.43%	0.42%	0.42%

Vanguard Ethically Conscious International Shares Index Fund							
	ETF Class		AUD Hedged Class		NZD Hedged Class		AUD Unhedged Class
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Responsible Entity's fees incurred by the Funds	1,135	980	228	212	3,066	3,060	2,762
Management costs per annum	0.18%	0.18%	0.23%	0.23%	0.26%	0.26%	0.20%

Notes to the financial statements (continued)

For the year ended 30 June 2023

17 Responsible Entity's fees (continued)

	Vanguard Global Minimum Volatility Fund				Vanguard International Shares Index Fund (Hedged)			
	Wholesale Class		ETF Class		AUD Class		NZD Class	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Responsible Entity's fees incurred by the Funds	45	45	45	43	2,734	2,651	-	2
Management costs per annum	0.35%	0.35%	0.28%	0.28%	0.21%	0.21%	-%	0.24%

	Vanguard International Shares Select Exclusions Index Fund					
	AUD Hedged Class		NZD Hedged Class		AUD Unhedged Class	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Responsible Entity's fees incurred by the Funds	232	514	2,683	2,768	789	1,320
Management costs per annum	0.23%	0.23%	0.26%	0.26%	0.20%	0.20%

18 Securities Lending

The aggregate amount of securities on loan by the Funds and the value of collateral held by the Funds in respect of these securities are set out below. The cash collateral received are reinvested by the JPM Chase Bank, N.A., Sydney Branch and included under financial assets at fair value through profit or loss in the balance sheet.

	30 Jun 2023			30 Jun 2022		
	Value of outstanding securities on loan	Value of cash collateral	Value of non cash collateral	Value of outstanding securities on loan	Value of cash collateral	Value of non cash collateral
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Vanguard Ethically Conscious International Shares Index Fund	-	-	-	7,530	-	8,091
Vanguard Global Minimum Volatility Fund	174	-	188	288	-	313
Vanguard International Shares Select Exclusions Index Fund	1,314	197	1,252	2,239	-	2,399

19 Operating segments

Operating segments are reported in a manner consistent with internal reporting used by the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Directors of the Responsible Entity. The Funds' investments are managed on a single portfolio basis in one operating segment, being investments in equity securities, listed unit trusts, unlisted unit trusts, fixed interest securities, derivatives and cash and cash equivalents, and performance is reviewed against the Funds' investment objective.

20 Events occurring after the reporting period

There are no significant events that have occurred since balance date which would impact on the financial position of the Funds as disclosed in the balance sheet as at 30 Jun 2023 or on the results and cash flows of the Funds for the year ended on that date.

21 Contingent assets, contingent liabilities and commitments

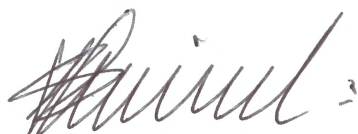
There are no outstanding contingent assets, liabilities or commitments as at 30 Jun 2023 (30 June 2022: Nil).

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- (a) the financial statements and notes set out on pages 10 to 63 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Funds' financial position as at 30 Jun 2023 and of their performance, as represented by the results of their operations for the financial year ended on that date.
- (b) there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable.
- (c) Note 2(a) confirms that the financial statements comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors.



D Shrimski
Managing Director, Vanguard Investments Australia Ltd
Melbourne
13 September 2023



Independent auditor's report

To the unitholders of:

- Vanguard Global Infrastructure Index Fund (Hedged)
- Vanguard MSCI Index International Shares (Hedged) ETF*
- Vanguard International Property Securities Index Fund (Hedged)
- Vanguard International Small Companies Index Fund (Hedged)
- Vanguard Ethically Conscious International Shares Index Fund*
- Vanguard Global Minimum Volatility Fund*
- Vanguard International Shares Index Fund (Hedged)
- Vanguard International Shares Select Exclusions Index Fund

referred to collectively as the Vanguard Wholesale International Equities Funds (Hedged) and ETFs.

*denotes listed Funds

Report on the audit of the financial report

Our opinion

In our opinion:

The accompanying financial report of the Vanguard Wholesale International Equities Funds (Hedged) and ETFs (the Funds) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Funds' financial positions as at 30 June 2023 and of their financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

The financial report comprises:

- the balance sheets as at 30 June 2023
- the statements of comprehensive income for the year then ended
- the statements of changes in equity for the year then ended
- the statements of cash flows for the year then ended
- the notes to the financial statements, which include significant accounting policies and other explanatory information
- the directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Funds in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Our audit approach

An audit is designed to provide reasonable assurance about whether the financial report is free from material misstatement. Misstatements may arise due to fraud or error. They are considered material if individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

We tailored the scope of our audit to ensure that we performed enough work to be able to give an opinion on the financial report as a whole, taking into account the structure of the Funds, the accounting processes and controls and the industry in which the Funds operate.



Materiality

- For the purpose of our audit for:
 - Vanguard International Small Companies Index Fund (Hedged) and Vanguard International Shares Select Exclusions Index Fund we used approximately 2.5% of the Fund's net assets to set our overall materiality
 - all the other Funds, we used approximately 1% of each Fund's net assets to set our overall materiality for each Fund.



- We applied this threshold, together with qualitative considerations, to determine the scope of our audit and the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements on the financial report as a whole.
- We chose net assets because, in our view, it is the metric against which the performance of the Funds is most commonly measured and is a generally accepted benchmark.
- We utilised 1% or 2.5% as the thresholds based on our professional judgement, noting they are within the range of commonly acceptable thresholds.

Audit Scope

- Our audit focused on where the Funds made subjective judgements; for example, significant accounting estimates involving assumptions and inherently uncertain future events.
- Our audit approach reflects the nature of the investments held by the Funds and the consideration of the work undertaken by third-party service providers. The key service provider relevant to our audit is the administrator and custodian, who maintains the accounting records of the Funds and provides custodian services for the investments.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report for the current period. The key audit matter was addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter. Further, any commentary on the outcomes of a particular audit procedure is made in that context. We communicated the key audit matter to the Audit Committee.

Key audit matter	How our audit addressed the key audit matter
<p><i>Investments in financial assets at fair value through profit or loss and financial liabilities at fair value through profit or loss</i></p> <p><i>Refer to note 2 (Summary of significant accounting policies) and note 4 (Fair value measurement)</i></p> <p>At 30 June 2023, investments in financial assets at fair value through profit or loss and financial liabilities at fair value through profit or loss comprised primarily of investments in listed equity securities, listed unit trusts, unlisted unit trusts, fixed interest securities and derivatives.</p> <p>Investments in financial assets at fair value through profit or loss and financial liabilities at fair value through profit or loss was a key audit matter because investments represent the principal element of the</p>	<p>To assess the design and operating effectiveness of the service providers' relevant controls, we performed the following procedures, amongst others:</p> <ul style="list-style-type: none">• inspected the most recent reports provided to Vanguard Investments Australia Ltd (the Responsible Entity) by the service providers setting out the controls in place at those service providers, and that included an audit opinion from the service provider auditor over the design and operating effectiveness of those controls.• developed an understanding of the control objectives and associated control activities and evaluated the results of the tests undertaken and the conclusions formed by the service provider's auditor on the design and operating



<i>Key audit matter</i>	<i>How our audit addressed the key audit matter</i>
balance sheets. A discrepancy in the valuation or existence of investments could cause the net asset value to be materially misstated which would also impact the Funds' reported performance as the valuation of investments is the main driver of movements in the profit of the Funds.	<p>effectiveness of controls, to the extent relevant to our audit of the Funds.</p> <p>We inspected an audit report issued by the third-party service provider's auditor on the valuation and existence of the Funds' investments as at balance sheet date. We compared the value of the investments at 30 June 2023 as recorded in the Funds' financial report and underlying accounting records to this report.</p> <p>For investments not held in custody by the custodian, we performed the following procedures, amongst others:</p> <ul style="list-style-type: none">• For a sample of collateral and forward currency contracts held at year end, we obtained a confirmation from the counterparties or from the unit registry for investments in unlisted unit trusts at year end and compared the confirmed balances to the Funds' accounting records.• We compared the prices used by the Funds to value unlisted unit trust investments to the most recent audited financial statements of the unlisted unit trusts and to the 30 June 2023 price quoted by the unlisted unit trusts' Responsible Entity.• We obtained the trade ticket for repurchase agreements and compared the loan amounts to the Funds' accounting records.• We compared the loan amounts for repurchase agreements to cash settlement after year end.

Other information

The directors of the Responsible Entity (the directors) are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon through our opinion on the financial report.



In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial report

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Funds to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf, for the listed funds and

https://www.auasb.gov.au/auditors_responsibilities/ar6.pdf, for the unlisted funds. These descriptions form part of our auditor's report.

A stylized signature of the firm PricewaterhouseCoopers.

PricewaterhouseCoopers

A handwritten signature of Adrian Gut.

Adrian Gut
Partner

Melbourne
13 September 2023

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