

PRESS RELEASE

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Listing: TSX (Toronto Stock Exchange)

Symbol: VCE, VCN, VDY, VRE, VAB, VSB, VSC, VFV, VSP, VUN, VUS, VGG, VGH, VXC, VDU, VEF, VE, VA, VEE, VBU, VBG, VIU, VI, VAH, VEH, VLQ, VVO, VMO, VVL

VANGUARD ANNOUNCES FINAL 2016 ANNUAL CAPITAL GAINS DISTRIBUTIONS FOR THE VANGUARD ETFs

Toronto, December 28, 2016 – Vanguard Investments Canada Inc. today announced final annual capital gains distributions for the Vanguard ETFs® listed below for the 2016 tax year.

These amounts are for the year-end capital gains distributions only, which will be re-invested and the resulting units immediately consolidated, so that the number of units held by each investor will not change. The annual capital gains distributions do not include the ongoing monthly or quarterly distribution amounts, which are reported in a separate press release.

The ex-dividend date for the 2016 annual distributions is December 28, 2016. The record date for the 2016 annual distributions will be December 30, 2016, payable on January 9, 2017. The actual taxable amounts of reinvested capital gains distributions for 2016 including the tax characteristics of the distributions, will be reported to brokers (through CDS Clearing and Depository Services Inc. or “CDS”) in early 2017.

Vanguard ETF	TSX Ticker Symbol	Net asset value (NAV) per unit as at December 23, 2016 (\$)	Annual capital gain per unit as at December 23, 2016 (\$)	Annual capital gain per unit as % of NAV at December 23, 2016
Vanguard FTSE Canada Index ETF	VCE	32.74	-	0.00%
Vanguard FTSE Canada All Cap Index ETF	VCN	31.17	-	0.00%
Vanguard FTSE Canadian High Dividend Yield Index ETF	VDY	33.58	-	0.00%
Vanguard FTSE Canadian Capped REIT Index ETF	VRE	28.70	0.095705	0.33%
Vanguard Canadian Aggregate Bond Index ETF	VAB	25.24	0.008761	0.03%
Vanguard Canadian Short-Term Bond Index ETF	VSB	24.32	-	0.00%
Vanguard Canadian Short-Term Corporate Bond Index ETF	VSC	24.61	-	0.00%
Vanguard S&P 500 Index ETF	VFV	54.61	0.048130	0.09%
Vanguard S&P 500 Index ETF (CAD-hedged)	VSP	40.23	-	0.00%
Vanguard U.S. Total Market Index ETF	VUN	43.05	-	0.00%
Vanguard U.S. Total Market Index ETF (CAD-hedged)	VUS	45.41	-	0.00%
Vanguard U.S. Dividend Appreciation Index ETF	VGG	39.81	-	0.00%
Vanguard U.S. Dividend Appreciation Index ETF (CAD-hedged)	VGH	30.52	-	0.00%
Vanguard FTSE Global All Cap ex Canada Index ETF	VXC	31.70	0.180469	0.57%
Vanguard FTSE Developed ex North America Index ETF	VDU	31.21	-	0.00%
Vanguard FTSE Developed ex North America Index ETF (CAD-hedged)	VEF	36.73	-	0.00%

Vanguard FTSE Developed Europe All Cap Index ETF	VE	25.34	-	0.00%
Vanguard FTSE Developed Europe All Cap Index ETF (CAD-hedged)	VEH	26.29	0.466268	1.77%
Vanguard FTSE Developed Asia Pacific All Cap Index ETF	VA	30.00	-	0.00%
Vanguard FTSE Developed Asia Pacific All Cap Index ETF (CAD-hedged)	VAH	27.27	0.596707	2.19%
Vanguard FTSE Emerging Markets All Cap Index ETF	VEE	28.63	0.007330	0.03%
Vanguard U.S. Aggregate Bond Index ETF (CAD-hedged)	VBU	24.70	-	0.00%
Vanguard Global ex-U.S. Aggregate Bond Index ETF (CAD-hedged)	VBG	26.67	-	0.00%
Vanguard FTSE Developed All Cap ex North America Index ETF	VIU	24.62	0.088830	0.36%
Vanguard FTSE Developed All Cap ex North America Index ETF (CAD-hedged)	VI	25.49	1.026439	4.03%
Vanguard Global Liquidity Factor ETF	VLQ	28.77	0.685837	2.38%
Vanguard Global Minimum Volatility ETF	VVO	26.68	0.236803	0.89%
Vanguard Global Momentum Factor ETF	VMO	27.64	0.221986	0.80%
Vanguard Global Value Factor ETF	VVL	31.25	1.329421	4.25%

To learn more about the TSX-listed Vanguard ETFs, please visit www.vanguardcanada.ca

About Vanguard

Vanguard Investments Canada Inc. is a wholly owned indirect subsidiary of The Vanguard Group, Inc. and manages more than CAD \$9 billion in assets. The Vanguard Group, Inc. is one of the world's largest investment management companies and a leading provider of company-sponsored retirement plan services. Vanguard manages USD\$3.8 trillion in global assets (as of November 30, 2016). Vanguard has offices in the United States, Canada, Europe, Australia and Asia. The firm offers more than 350 funds, including ETFs, to its more than 20 million investors worldwide.

Vanguard operates under a unique operating structure. Unlike firms that are publicly held or owned by a small group of individuals, The Vanguard Group, Inc. is owned by Vanguard's U.S.-domiciled funds and ETFs. Those funds, in turn, are owned by Vanguard clients. This unique mutual structure aligns Vanguard interests with those of its investors and drives the culture, philosophy, and policies throughout the Vanguard organization worldwide. As a result, Canadian investors benefit from Vanguard's stability and experience, low-cost investing, and client focus. For more information, please visit vanguardcanada.ca.

Commissions, management fees, and expenses all may be associated with investments in a Vanguard ETF®. Investment objectives, risks, fees, expenses, and other important information are contained in the prospectus; please read it before investing. ETFs are not guaranteed, their values change frequently, and past performance may not be repeated. Vanguard ETFs® are managed by Vanguard Investments Canada Inc., an indirect wholly-owned subsidiary of The Vanguard Group, Inc., and are available across Canada through registered dealers.

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