

TIFF Multi-Asset Pool

About our investment options

Vanguard Charitable offers a range of investment options that span the risk spectrum. After each contribution is liquidated, the net proceeds are invested among these options. Your recommended investment allocation should be based on your risk tolerance and overall philanthropic goals.

While they may be invested in mutual funds, the investment options themselves are not mutual funds, nor are they publicly traded. They are not available for investment by any individual or organization apart from Vanguard Charitable. As such, prospectuses for the options themselves do not exist.

Our investment philosophy

Vanguard Charitable invests donated assets with discipline, clear objectives, and a long-term outlook. Low-cost, index-based mutual funds comprise the majority of the investment option holdings. The benefits of a long-term, low-cost, diversified investment philosophy has been proven over many years.

Vanguard Charitable created TIFF Multi-Asset Pool to offer a globally diversified portfolio of equities, fixed income instruments, REITs, commodities and other securities to expand its investments and facilitate donors' long-term philanthropic planning.

For more information about our investment options, see the *Investment options and performance* booklet or visit vanguardcharitable.org/investments.

Acronyms used throughout this document

TIFF Multi-Asset Pool (TIFF MAP)

TIFF MAP, launched in October 2007, is a unique Vanguard Charitable investment option for eligible accounts with ongoing balances of \$100,000 or more. It is fully invested in The Investment Fund for Foundations' Multi-Asset Fund (TIFF and MAF respectively), just as Vanguard Charitable Money Market is fully invested in the Vanguard® Federal Money Market Fund.

Your contribution to Vanguard Charitable is an irrevocable gift; therefore all assets in your philanthropic account are its property. While TIFF MAP is currently fully invested in MAF, Vanguard Charitable's trustees have sole responsibility for our assets under management and may adjust the composition of any investment option.

The TIFF Multi-Asset Fund (MAF)

MAF is a SEC-regulated mutual fund. Launched in 1995, MAF is offered primarily to foundations, endowments, and certain other non-profit organizations.

The fund represents a diversified portfolio that provides exposure to a broad range of markets, strategies, and managers. It has a multi-manager structure and invests in a globally diversified portfolio of equities, fixed income instruments, Real Estate Investment Trusts (REITs), commodities and other securities. Also, a portion of the fund is allocated to carefully selected hedge fund investments.

The Investment Fund for Foundations (TIFF)

TIFF was founded in 1991 and comprises three regulated entities, including TIFF Investment Program, Inc. (TIP), a SEC-regulated family of mutual funds; TIFF Advisory Services, Inc. (TAS), the investment advisor to the TIP mutual fund family; and TIFF Education Foundation (TEF), which provides resources aimed at enhancing non-profit fiduciaries' knowledge of investing.

Policies and guidelines

Expenses and investment returns

Because TIFF MAP is not publicly traded, there are no independently published prices, ratings, or returns. For current investment option pricing, please visit vanguardcharitable.org/investments, log in to your secure online account or contact us at 888-383-4483. Investment performance is available quarterly on vanguardcharitable.org/investments and in the *Investment options and performance* booklet.

Investment unit value calculation

The daily net asset values of MAF are calculated by TIFF's accounting agent, State Street Bank & Trust Company. The daily MAF net asset values are finalized at a later time than the net asset values of the underlying Vanguard mutual funds in our other investment options. The TIFF MAP daily net asset values are therefore updated and reported later than our other investment options. TIFF MAP investment option pricing and values may be posted to our website with a two business day lag.

Dividends and capital gain distributions

Income dividends or capital gains distributions from Vanguard Charitable's investment in MAF will be used to purchase additional units of TIFF MAP in the philanthropic accounts that hold TIFF MAP. The total amount of each distribution to Vanguard Charitable will be allocated among all accounts holding TIFF MAP in proportion to their TIFF MAP holdings. (Dividends or capital gains from the investments that underlie Vanguard Charitable's other investment options are not used to purchase additional units. Instead, they are automatically reinvested into the underlying mutual funds.)

MAF distributions generally occur on the first business day of each quarter, and are allocated among the philanthropic accounts shortly thereafter. (Fourth quarter MAF distributions normally post one week earlier, the date on account statements will reflect this.) These distributions will appear as "Dividend - TIFF MAP" in your Vanguard Charitable account statement.

Investment activity does not affect your taxes

Activity in the TIFF MAP does not affect your tax reporting. For more information, please see the *Policies and guidelines* booklet.

Eligibility and minimums

Only philanthropic accounts with balances of \$100,000 or more may recommend investment in TIFF MAP. Accounts with balances of less than \$1 million will be evaluated for eligibility based on account size and activity.

A maximum of 90% of a philanthropic account's total balance may be held in TIFF MAP. The 90% ratio is gauged at initial investment. Vanguard Charitable will monitor account balances, taking into account grant-making and market activity, and may request advisors to rebalance accounts if the ratio exceeds 90%.

The minimum initial investment in TIFF MAP from each Vanguard Charitable philanthropic account is \$50,000. Subsequently, the minimum exchange to TIFF MAP is \$10,000.

Exchanges

Exchanges may be recommended into or out of TIFF MAP by submitting a completed TIFF MAP exchange recommendation form via mail or fax. We cannot accept TIFF MAP exchange recommendations by telephone or online.

All exchange recommendations are subject to approval, and those involving large dollar amounts may be processed over multiple business days. Vanguard Charitable reserves the right to decline exchange recommendations if they become excessively frequent, if they cause unnecessary expenses, or for any other reason.

TIFF MAP exchanges will normally occur on the second Tuesday of each month. If the market is closed, the exchanges will occur on the following business day.

TIFF MAP exchange recommendation forms for Select accounts received in good order by 12 p.m. EST on the second Tuesday of each month will be processed that day. Exchange requests received after this time will queue for the following month's trading window.

The standard TIFF MAP exchange process takes two business days to complete. Units of the "from" investment option(s) are redeemed at the close of the first business day, and units of the "to" investment option(s) are purchased on the second day. As a result, the redemption proceeds will be "out of the market" for one business day. The details of a successful exchange are not visible to advisors until the second business day, and an automated confirmation of the transaction will be sent on the third business day.

Important notes for Standard accounts invested in TIFF MAP

Standard accounts moved to the Select class in order to access TIFF MAP will be limited to requesting 100% exit and re-entry exchanges out of and into TIFF MAP to once every six months.

For advisors with Standard accounts recommending TIFF MAP investments for the first time: If the TIFF MAP exchange recommendation form is not received at least two business trading days prior to the scheduled TIFF MAP exchange date (normally, the second Tuesday of every month), the Standard to Select class exchange and the TIFF MAP exchange may be put on hold until the next month.

Exchanges to TIFF MAP must be recommended in specific dollar amounts. After the minimum initial investment of \$50,000, the minimum exchange to TIFF MAP is \$10,000.

Exchanges from TIFF MAP to other investment options may be recommended either by specific dollar amounts or by the entire balance of TIFF MAP in your philanthropic account. The minimum exchange from TIFF MAP is \$50,000 or the entire TIFF MAP balance, whichever is lower.

For each TIFF MAP exchange, three line items will appear in your Vanguard Charitable statement:

- Redemption of units from TIFF MAP or the other investment option(s)
- Purchase of units of TIFF MAP or the other investment option(s)
- A 0.50% purchase fee paid to MAF (when exchanging into TIFF MAP) or a 0.50% redemption fee paid to MAF (when exchanging out of TIFF MAP)

Contributions. Contribution proceeds may not be invested directly in TIFF MAP, but assets can be exchanged to TIFF MAP from Vanguard Charitable's other investment options on approved transaction dates, as described above.

For more detail on our contribution policies, please refer to the *Policies and guidelines* booklet.

Grants. Grants may not be issued directly from TIFF MAP. Assets must first be exchanged from TIFF MAP to another Vanguard Charitable investment option(s) as described above. Grants may then be issued upon approval of a submitted grant recommendation.

If you recommend a grant directly from TIFF MAP, Vanguard Charitable will contact you to identify alternate source investment option(s). If you wish, you may recommend an exchange of TIFF MAP assets to other investment option(s) in your philanthropic account using a TIFF MAP exchange recommendation form.

For more information about granting, please refer to the *Policies and guidelines* booklet.

Fees and expenses

Annual investment expenses

The annual investment expense ratio for TIFF MAP is the weighted combination of the investment expenses of the underlying assets. Currently, the only underlying asset is MAF, and the annualized expense ratio for MAF as of September 30, 2017 is 1.39%. Fees will vary over time.

This expense is not shown as a line item on quarterly account statements. Instead, the annual investment expense is spread over the year with assessments that are reflected in the net asset values of the underlying investments. These are passed through to the Vanguard Charitable investment option unit value calculations. This method ensures the account is charged fairly regardless of activity or longevity.

Annual administrative expenses

The annual administrative fee charged by Vanguard Charitable offsets the costs of running our donor-advised fund. The Select administrative fee schedule applies to assets in TIFF MAP.

The annual administrative fee assessment for Select accounts appears as a line item on each quarterly statement.

Note that while a portion of the annual administrative fee is figured into the daily net asset values of Vanguard Charitable's other investment options and the remainder appears in the quarterly statement line item(s), the TIFF MAP administrative fee is reflected entirely in the statement line item(s).

To ensure fairness, administrative fees are calculated based on daily balances. While they are calculated across all investment options including TIFF MAP, the total administrative fee will be assessed against the investment options with Vanguard underlying mutual funds in order to avoid the 0.50% redemption fee of TIFF MAP.

Each quarter's total administrative fee assessment for philanthropic accounts that invest in TIFF MAP will appear in your Vanguard Charitable statement.

Purchase and redemption fees

An exchange involves either the purchase or redemption of units of TIFF MAP. There is a 0.50% fee for each purchase or redemption of TIFF MAP units. This fee is charged by MAF and passed through TIFF MAP. It is paid directly to MAF and is not a load or commission. Proceeds from these fees remain in MAF and are levied to defray the transaction costs associated with the purchase and redemption of securities.

The fee will be assessed on the total transaction amount, and will reduce that amount by 0.50%. The fee will appear in your Vanguard Charitable statement.

Frequently asked questions

Why did Vanguard Charitable set up TIFF MAP?

The addition of the TIFF MAP investment option provides Vanguard Charitable philanthropic accounts access to an actively managed investment option with a broader range of asset classes.

What is Vanguard Charitable's relationship to TIFF?

Vanguard Charitable is one of over 200 member organizations investing in the TIFF Multi-Asset Fund. These organizations include charities, universities, community foundations, and private foundations.

Who is eligible to recommend account assets be invested in TIFF MAP?

Advisors to philanthropic accounts with ongoing balances of more than \$100,000 are eligible to recommend investment in TIFF MAP. This investment option is best suited for individuals pursuing longer-term, endowment-like charitable giving strategies. To discuss your interest and eligibility, please contact us at 888-383-4483.

Are there any restrictions on TIFF MAP assets?

The minimum initial investment in TIFF MAP from each philanthropic account is \$50,000. Subsequently, the minimum exchange to TIFF MAP is \$10,000. A maximum of 90% of an account's total balance may be held in TIFF MAP. Grants cannot be made directly from TIFF MAP.

What fees are associated with TIFF MAP assets?

The administrative fees paid to Vanguard Charitable for TIFF MAP account assets are the same as for our other investment options: Administrative fees range from 0.09% to 0.60% annually depending on account balance.

The annualized expense ratio for MAF as of September 30, 2017 is 1.39%. Fees will vary over time.

There is a 0.50% fee for each purchase into or redemption from TIFF MAP. This fee is charged by MAF and passed through the TIFF MAP investment option. It is not a load or commission and is paid to MAF. Proceeds from these fees remain in MAF and are levied to defray the transaction costs associated with the purchase and redemption of securities.

Who manages TIFF's Multi-Asset Fund?

TIFF Advisory Services, Inc. manages MAF in a multi-manager structure.

What is MAF's investment objective?

The fund seeks to achieve a total return (price appreciation plus dividends) that, over a majority of market cycles, exceeds inflation plus 5% per annum.

How old is MAF?

The inception date of MAF is March 31, 1995.

What is MAF's current target allocation, composition, and objective?

Current target asset allocation*	Composition	Objective
65% Equity-Oriented Assets 20% Diversifying Strategies (Hedge Funds and Other) 15% Fixed Income (Including Cash)	100% TIFF Multi-Asset Fund	The fund seeks to achieve a total return (price appreciation plus dividends) that, over a majority of market cycles, exceeds inflation plus 5% per annum.

*Target asset allocation is subject to change, and actual asset allocation will differ from target. Information is as of 12/31/2016.

What are MAF's historical returns?

Annualized total return percentage for quarter ended December 31, 2016

TIFF Multi-Asset Fund	1 year	5 years	10 years	Since inception*
Before entry/exit fees	4.45%	6.15%	4.96%	7.49%
After entry/exit fees	3.42	5.94	4.85	7.44
CPI + 5%	7.17	6.42	6.89	7.27
Constructed Index	6.00	5.21	3.65	6.88

*Inception date is 3/31/1995.

Historical total return percentage (As of December 31, 2016)

Calendar year	TIFF Multi-Asset Fund*	CPI + 5% per annum	Constructed Index**
2006	16.53%	7.66%	15.54%
2007	13.53	9.27	11.31
2008	-25.98	5.10	-28.72
2009	28.75	7.85	27.32
2010	13.18	6.56	11.37
2011	-1.70	8.10	-1.29
2012	14.00	6.82	11.46
2013	14.02	6.57	9.48
2014	1.00	5.79	1.68
2015	-1.72	5.76	-2.00
2016	4.45	7.17	6.00

*Represents total return percentage before entry/exit fees.

** Performance of the Constructed Index generated after June 30, 2009, is reduced by 20 basis points (a basis point is one one-hundredth of a percent, or 0.01%) per annum, prorated monthly. This reduction reflects an estimate of the costs of investing in the Constructed Index's segments through index funds or other instruments and is designed to facilitate a comparison of passive investment strategies to active portfolio management. (One cannot invest directly in an index, and unmanaged indices do not incur fees and expenses.) The reported performance of the Constructed Index would increase in the absence of a 20 basis point reduction.