

Vanguard closes Convertible Securities Fund to new accounts



Vanguard | 06/19/2009

Vanguard has closed [Vanguard Convertible Securities Fund \(VCSVX\)](#) to new accounts, effective immediately, and placed a \$25,000 annual investment limit on current retail accounts.

"The board of directors regularly monitors cash flow into Vanguard funds and takes action when assets reach levels that could impede advisors' ability to implement their investment strategies effectively," said Bill McNabb, Vanguard's CEO. "We believe that the Convertible Securities Fund closure is prudent in light of strong recent cash flow, coupled with a limited supply of new issuance in the U.S. convertibles market."

In the past five months, the Convertible Securities Fund's assets have nearly doubled, rising from \$867 million to \$1.5 billion through a combination of net cash flow and market appreciation. The decision to close the fund was made in consultation with the fund's investment advisor, Oaktree Capital Management, L.P., of Los Angeles. Oaktree has managed the fund since 1996.

Five other Vanguard funds are currently closed: [Vanguard PRIMECAP Fund](#), [Vanguard Capital Opportunity Fund](#), [Vanguard Admiral™ Treasury Money Market Fund](#), [Vanguard Treasury Money Market Fund](#), and [Vanguard Federal Money Market Fund](#).

Notes

Asset figures as of May 31, 2009, unless otherwise noted.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although a money market fund seeks to preserve the value of your investment at \$1 per share, it is possible to lose money by investing in such a fund.