



**Semiannual Report** | March 31, 2024

# Vanguard Equity Income Fund

See the inside front cover for important information about your fund's annual and semiannual shareholder reports.

Important information about shareholder reports

Beginning in July 2024, amendments adopted by the Securities and Exchange Commission will substantially impact the design, content, and transmission of shareholder reports. Shareholder reports will provide key fund information in a clear and concise format and must be mailed to each shareholder that has not elected to receive the reports electronically. Financial statements will no longer be included in the shareholder report but will be available at [vanguard.com](http://vanguard.com), can be mailed upon request, or can be accessed on the SEC’s website at [www.sec.gov](http://www.sec.gov).

You may elect to receive shareholder reports and other communications from the fund electronically by contacting your financial intermediary (such as a broker-dealer or bank) or, if you invest directly with the fund, by calling Vanguard at one of the phone numbers on the back cover of this report or by logging on to [vanguard.com](http://vanguard.com).

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# About Your Fund's Expenses

As a shareholder of the fund, you incur ongoing costs, which include costs for portfolio management, administrative services, and shareholder reports (like this one), among others. Operating expenses, which are deducted from a fund's gross income, directly reduce the investment return of the fund.

A fund's expenses are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period.

The accompanying table illustrates your fund's costs in two ways:

- **Based on actual fund return.** This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from the fund's actual return, and the third column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the fund. You may use the information here, together with the amount you invested, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number given for your fund under the heading "Expenses Paid During Period."

- **Based on hypothetical 5% yearly return.** This section is intended to help you compare your fund's costs with those of other mutual funds. It assumes that the fund had a yearly return of 5% before expenses, but that the expense ratio is unchanged. In this case—because the return used is not the fund's actual return—the results do not apply to your investment. The example is useful in making comparisons because the Securities and Exchange Commission requires all mutual funds to calculate expenses based on a 5% return. You can assess your fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

Note that the expenses shown in the table are meant to highlight and help you compare *ongoing* costs only and do not reflect transaction costs incurred by the fund for buying and selling securities. Further, the expenses do not include any purchase, redemption, or account service fees described in the fund prospectus. If such fees were applied to your account, your costs would be higher. Your fund does not carry a "sales load."

The calculations assume no shares were bought or sold during the period. Your actual costs may have been higher or lower, depending on the amount of your investment and the timing of any purchases or redemptions.

You can find more information about the fund's expenses, including annual expense ratios, in the Financial Statements section of this report. For additional information on operating expenses and other shareholder costs, please refer to your fund's current prospectus.

Six Months Ended March 31, 2024

	Beginning Account Value 9/30/2023	Ending Account Value 3/31/2024	Expenses Paid During Period
Based on Actual Fund Return			
Equity Income Fund			
Investor Shares	\$1,000.00	\$1,174.50	\$1.47
Admiral™ Shares	1,000.00	1,175.00	0.98
Based on Hypothetical 5% Yearly Return			
Equity Income Fund			
Investor Shares	\$1,000.00	\$1,023.65	\$1.37
Admiral Shares	1,000.00	1,024.10	0.91

The calculations are based on expenses incurred in the most recent six-month period. The fund's annualized six-month expense ratios for that period are 0.27% for Investor Shares and 0.18% for Admiral Shares. The dollar amounts shown as "Expenses Paid" are equal to the annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent six-month period, then divided by the number of days in the most recent 12-month period (183/366).

# Equity Income Fund

## Fund Allocation

As of March 31, 2024

Communication Services	2.0%
Consumer Discretionary	5.1
Consumer Staples	12.0
Energy	11.1
Financials	21.2
Health Care	15.0
Industrials	9.8
Information Technology	10.0
Materials	3.9
Real Estate	2.3
Utilities	7.6

The table reflects the fund's investments, except for short-term investments and derivatives. Sector categories are based on the Global Industry Classification Standard ("GICS"), except for the "Other" category (if applicable), which includes securities that have not been provided a GICS classification as of the effective reporting period.

Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard and Poor's, a division of McGraw-Hill Companies, Inc. ("S&P"), and is licensed for use by Vanguard. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classification makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of its affiliates or any third party involved in making or compiling the GICS or any GICS classification have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

# Financial Statements (unaudited)

## Schedule of Investments

As of March 31, 2024

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The fund's Form N-PORT reports are available on the SEC's website at [www.sec.gov](http://www.sec.gov).

	Shares	Market Value• (\$000)		Shares	Market Value• (\$000)
<b>Common Stocks (97.7%)</b>					
<b>Communication Services (2.0%)</b>					
Comcast Corp. Class A	7,515,225	325,785	Kellanova	3,182,087	182,302
T-Mobile US Inc.	1,633,328	266,592	Kroger Co.	3,030,900	173,155
Omnicom Group Inc.	2,230,884	215,861	Hershey Co.	707,126	137,536
Verizon Communications Inc.	3,989,569	167,402	Target Corp.	652,599	115,647
TEGNA Inc.	5,235,477	78,218	Colgate-Palmolive Co.	1,196,047	107,704
AT&T Inc.	2,830,803	49,822	General Mills Inc.	1,241,135	86,842
Fox Corp. Class A	832,338	26,027	Ingredion Inc.	473,506	55,329
			Coca-Cola Europacific Partners plc	328,925	23,008
			Bunge Global SA	85,791	8,795
		1,129,707			6,712,732
<b>Consumer Discretionary (5.0%)</b>			<b>Energy (10.8%)</b>		
Home Depot Inc.	1,955,193	750,012	ConocoPhillips	11,027,979	1,403,641
Lennar Corp. Class A	2,141,099	368,226	EOG Resources Inc.	10,204,603	1,304,557
Tractor Supply Co.	1,363,559	356,871	Phillips 66	3,542,041	578,557
Booking Holdings Inc.	91,546	332,118	Coterra Energy Inc.	16,402,469	457,301
McDonald's Corp.	513,998	144,922	Exxon Mobil Corp.	3,819,805	444,014
Tapestry Inc.	2,919,633	138,624	EQT Corp.	10,519,114	389,944
eBay Inc.	2,529,141	133,488	Targa Resources Corp.	3,247,319	363,667
Macy's Inc.	5,751,421	114,971	Chevron Corp.	1,589,333	250,701
Ralph Lauren Corp.	553,438	103,914	Marathon Petroleum Corp.	1,123,702	226,426
Travel & Leisure Co.	2,082,443	101,956	Valero Energy Corp.	1,220,856	208,388
Starbucks Corp.	820,586	74,993	Schlumberger NV	3,544,260	194,261
Wendy's Co.	3,388,726	63,844	APA Corp.	3,497,975	120,260
Bloomin' Brands Inc.	1,819,319	52,178	Marathon Oil Corp.	4,191,580	118,789
Lowe's Cos. Inc.	165,356	42,121	HF Sinclair Corp.	1,895,069	114,405
Genuine Parts Co.	190,120	29,455	Scorpio Tankers Inc.	314,449	22,499
Wyndham Hotels & Resorts Inc.	297,205	22,811	Halliburton Co.	310,396	12,236
Polaris Inc.	194,682	19,492			
<sup>1</sup> Dillard's Inc. Class A	41,223	19,442			6,209,646
		2,869,438	<b>Financials (20.7%)</b>		
<b>Consumer Staples (11.7%)</b>			JPMorgan Chase & Co.	11,957,521	2,395,091
Procter & Gamble Co.	5,555,646	901,404	MetLife Inc.	11,198,667	829,933
Philip Morris International Inc.	8,498,211	778,606	Wells Fargo & Co.	13,658,756	791,662
Unilever plc ADR	12,461,782	625,457	Regions Financial Corp.	33,566,608	706,241
Kenvue Inc.	28,874,917	619,656	Raymond James Financial Inc.	4,583,480	588,611
Pernod Ricard SA	3,292,209	532,956	Royal Bank of Canada	5,174,810	521,932
Archer-Daniels-Midland Co.	8,370,960	525,780	Morgan Stanley	5,528,206	520,536
Keurig Dr Pepper Inc.	16,913,789	518,746	M&T Bank Corp.	3,537,822	514,541
Walmart Inc.	7,079,683	425,985	American International Group Inc.	6,557,610	512,608
PepsiCo Inc.	1,567,021	274,244	Intercontinental Exchange Inc.	3,437,972	472,480
Mondelez International Inc. Class A	3,318,834	232,319	Bank of America Corp.	11,593,751	439,635
Altria Group Inc.	4,678,977	204,097	PNC Financial Services Group Inc.	2,378,829	384,419
Coca-Cola Co.	2,993,857	183,164	Citigroup Inc.	3,948,413	249,698
			Chubb Ltd.	955,702	247,651

# Equity Income Fund

	Shares	Market Value* (\$000)		Shares	Market Value* (\$000)
Allstate Corp.	1,324,507	229,153	<b>Industrials (9.6%)</b>		
Ares Management Corp. Class A	1,472,427	195,803	United Parcel Service Inc. Class B (XNYS)	3,968,023	589,767
Ameriprise Financial Inc.	420,974	184,572	General Dynamics Corp.	1,985,485	560,880
Hartford Financial Services Group Inc.	1,612,490	166,167	Johnson Controls International plc	8,378,381	547,276
Bank of New York Mellon Corp.	2,681,049	154,482	Emerson Electric Co.	4,785,191	542,736
Nasdaq Inc.	2,411,639	152,174	L3Harris Technologies Inc.	2,109,520	449,539
Synchrony Financial	3,378,728	145,691	Caterpillar Inc.	971,859	356,118
MGIC Investment Corp.	6,304,272	140,964	Canadian National Railway Co.	2,641,160	347,794
SLM Corp.	6,094,749	132,805	Siemens AG (Registered)	1,819,039	347,325
Unum Group	2,048,129	109,903	Union Pacific Corp.	1,007,555	247,788
Popular Inc.	1,167,109	102,811	Automatic Data Processing Inc.	990,590	247,390
State Street Corp.	1,196,341	92,501	Lockheed Martin Corp.	513,990	233,799
Jackson Financial Inc. Class A	1,282,702	84,838	Honeywell International Inc.	976,101	200,345
Western Union Co.	5,037,345	70,422	3M Co.	1,750,511	185,677
Everest Group Ltd.	175,844	69,898	PACCAR Inc.	1,058,686	131,161
XP Inc. Class A	2,638,686	67,709	Oshkosh Corp.	805,087	100,402
Corebridge Financial Inc.	2,109,731	60,613	ManpowerGroup Inc.	1,289,196	100,093
Comerica Inc.	974,113	53,566	Cummins Inc.	298,744	88,025
American Financial Group Inc.	379,234	51,758	CNH Industrial NV	5,386,674	69,811
Goldman Sachs Group Inc.	123,312	51,506	RTX Corp.	622,611	60,723
BlackRock Inc.	57076	47,584	Ryder System Inc.	293,306	35,252
Zions Bancorp NA	1,054,495	45,765	AGCO Corp.	257,808	31,716
Radian Group Inc.	1,302,159	43,583	Eaton Corp. plc	82,533	25,806
Assurant Inc.	213,994	40,282	FedEx Corp.	23,699	6,867
Lincoln National Corp.	1,025,919	32,758			5,506,290
Voya Financial Inc.	408,840	30,221	<b>Information Technology (9.8%)</b>		
Credicorp Ltd.	172,497	29,226	Broadcom Inc.	1,048,004	1,389,035
Progressive Corp.	121,085	25,043	Cisco Systems Inc.	25,288,796	1,262,164
Equitable Holdings Inc.	520,112	19,769	QUALCOMM Inc.	5,003,572	847,105
OneMain Holdings Inc.	293,994	15,020	NXP Semiconductors NV	2,646,119	655,629
Jefferies Financial Group Inc.	325,084	14,336	TE Connectivity Ltd.	2,849,031	413,793
Lazard Inc.	206,228	8,635	Corning Inc.	12,306,701	405,629
Assured Guaranty Ltd.	54,489	4,754	HP Inc.	4,680,779	141,453
		11,849,350	Intel Corp.	2,675,961	118,197
<b>Health Care (14.7%)</b>			International Business Machines Corp.	541,495	103,404
Merck & Co. Inc.	11,673,312	1,540,294	KLA Corp.	134,535	93,982
Johnson & Johnson	8,990,950	1,422,278	Texas Instruments Inc.	494,253	86,104
Pfizer Inc.	38,520,926	1,068,956	Hewlett Packard Enterprise Co.	2,734,426	48,481
Gilead Sciences Inc.	10,969,940	803,548	Dell Technologies Inc. Class C	219,683	25,068
UnitedHealth Group Inc.	1,101,933	545,126	Amdocs Ltd.	173,258	15,657
AstraZeneca plc ADR	6,617,506	448,336	NetApp Inc.	52,587	5,520
Elevance Health Inc.	742,948	385,248			5,611,221
Roche Holding AG	1,493,302	381,268	<b>Materials (3.8%)</b>		
Becton Dickinson & Co.	1,387,054	343,227	Rio Tinto plc ADR	9,554,832	609,025
AbbVie Inc.	1,545,388	281,415	Barrick Gold Corp. (XTSE)	22,436,214	373,338
Amgen Inc.	954,808	271,471	PPG Industries Inc.	2,544,603	368,713
Bristol-Myers Squibb Co.	4,664,686	252,966	Celanese Corp.	2,108,847	362,426
CVS Health Corp.	3,144,479	250,804	Reliance Inc.	449,682	150,275
Cigna Group	614,396	223,142	Steel Dynamics Inc.	921,573	136,605
Abbott Laboratories	1,001,500	113,830	LyondellBasell Industries NV Class A	752,689	76,985
Medtronic plc	407,082	35,477	Arch Resources Inc.	243,135	39,094
Quest Diagnostics Inc.	194,935	25,948	Berry Global Group Inc.	535,281	32,374
Royalty Pharma plc Class A	315,921	9,595			
		8,402,929			

## Equity Income Fund

	Shares	Market Value* (\$000)		Face Amount (\$000)	Market Value* (\$000)
CF Industries Holdings Inc.	343,262	28,563	NatWest Markets plc		
Mosaic Co.	392,383	12,737	5.320%, 4/1/24 (Dated 3/28/24, Repurchase Value \$179,006,000, collateralized by U.S. Treasury Note/Bond 0.500%–3.750%, 2/15/26–12/31/30, with a value of \$182,478,000)	178,900	178,900
		<b>2,190,135</b>			
<b>Real Estate (2.2%)</b>			Nomura International plc 5.320%, 4/1/24 (Dated 3/28/24, Repurchase Value \$229,736,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.625%, 1/15/31–7/15/32, and U.S. Treasury Note/Bond 0.375%–6.000%, 8/15/24–8/15/53, with a value of \$234,192,000)	229,600	229,600
Crown Castle Inc.	5,390,086	570,433			
Weyerhaeuser Co.	12,756,294	458,078			
Host Hotels & Resorts Inc.	11,145,789	230,495			
		<b>1,259,006</b>			
<b>Utilities (7.4%)</b>					
American Electric Power Co. Inc.	7,042,315	606,343			
PPL Corp.	21,520,238	592,452			
Exelon Corp.	15,577,362	585,241			
Atmos Energy Corp.	4,449,247	528,882			
Sempra	7,185,428	516,129			
Dominion Energy Inc.	7,948,306	390,977			
Vistra Corp.	2,434,912	169,592			
Xcel Energy Inc.	2,503,588	134,568			
WEC Energy Group Inc.	1,616,751	132,768			
DTE Energy Co.	1,047,854	117,506			
Eversource Inc.	2,170,485	115,860			
National Fuel Gas Co.	1,949,838	104,745			
UGI Corp.	4,204,594	103,181			
Ameren Corp.	1,251,021	92,526			
NextEra Energy Inc.	1,087,163	69,481			
		<b>4,260,251</b>			
<b>Total Common Stocks (Cost \$42,183,865)</b>		<b>56,000,705</b>	<b>Total Temporary Cash Investments (Cost \$1,127,466)</b>		<b>1,127,502</b>
<b>Temporary Cash Investments (2.0%)</b>			<b>Total Investments (99.7%) (Cost \$43,311,331)</b>		<b>57,128,207</b>
<b>Money Market Fund (1.0%)</b>			<b>Other Assets and Liabilities—Net (0.3%)</b>		<b>189,993</b>
<sup>2,3</sup> Vanguard Market Liquidity Fund, 5.407%	5,524,128	552,302	<b>Net Assets (100%)</b>		<b>57,318,200</b>
			Cost is in \$000.		
			• See Note A in Notes to Financial Statements.		
			1 Includes partial security positions on loan to broker-dealers. The total value of securities on loan is \$6,367,000.		
			2 Affiliated money market fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown is the 7-day yield.		
			3 Collateral of \$6,318,000 was received for securities on loan.		
			ADR—American Depositary Receipt.		
<b>Repurchase Agreements (1.0%)</b>					
Goldman Sachs & Co. 5.320%, 4/1/24 (Dated 3/28/24, Repurchase Value \$166,799,000, collateralized by Ginnie Mae 2.500%–7.000%, 6/15/31–11/15/63, and U.S. Treasury Note/Bond 3.625%, 2/15/53, with a value of \$170,034,000)	166,700	166,700			



Derivative Financial Instruments Outstanding as of Period End				
Futures Contracts				
				(\$000)
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
Long Futures Contracts				
E-mini S&P 500 Index	June 2024	2,269	602,249	12,901

See accompanying Notes, which are an integral part of the Financial Statements.

# Statement of Assets and Liabilities

As of March 31, 2024

(\$000s, except shares, footnotes, and per-share amounts) Amount

<b>Assets</b>	
Investments in Securities, at Value <sup>1</sup>	
Unaffiliated Issuers (Cost \$42,759,065)	56,575,905
Affiliated Issuers (Cost \$552,266)	552,302
Total Investments in Securities	57,128,207
Investment in Vanguard	1,660
Cash	26,997
Cash Collateral Pledged—Futures Contracts	26,779
Foreign Currency, at Value (Cost \$15)	15
Receivables for Investment Securities Sold	303,671
Receivables for Accrued Income	122,500
Receivables for Capital Shares Issued	19,891
Variation Margin Receivable—Futures Contracts	579
<b>Total Assets</b>	<b>57,630,299</b>
<b>Liabilities</b>	
Payables for Investment Securities Purchased	254,495
Collateral for Securities on Loan	6,318
Payables to Investment Advisor	10,203
Payables for Capital Shares Redeemed	38,406
Payables to Vanguard	2,677
<b>Total Liabilities</b>	<b>312,099</b>
<b>Net Assets</b>	<b>57,318,200</b>

<sup>1</sup> Includes \$6,367,000 of securities on loan.

At March 31, 2024, net assets consisted of:

Paid-in Capital	41,772,022
Total Distributable Earnings (Loss)	15,546,178
<b>Net Assets</b>	<b>57,318,200</b>

**Investor Shares—Net Assets**

Applicable to 124,314,784 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	5,358,169
<b>Net Asset Value Per Share—Investor Shares</b>	<b>\$43.10</b>

**Admiral Shares—Net Assets**

Applicable to 575,288,347 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	51,960,031
<b>Net Asset Value Per Share—Admiral Shares</b>	<b>\$90.32</b>

## Statement of Operations

Six Months Ended  
March 31, 2024

(\$000)

<b>Investment Income</b>	
<b>Income</b>	
Dividends <sup>1</sup>	850,351
Interest <sup>2</sup>	29,231
Securities Lending—Net	499
Total Income	880,081
<b>Expenses</b>	
Investment Advisory Fees—Note B	
Basic Fee	23,132
Performance Adjustment	274
The Vanguard Group—Note C	
Management and Administrative—Investor Shares	4,261
Management and Administrative—Admiral Shares	19,524
Marketing and Distribution—Investor Shares	148
Marketing and Distribution—Admiral Shares	1,259
Custodian Fees	166
Shareholders' Reports—Investor Shares	58
Shareholders' Reports—Admiral Shares	355
Trustees' Fees and Expenses	20
Other Expenses	8
Total Expenses	49,205
Expenses Paid Indirectly	(55)
Net Expenses	49,150
<b>Net Investment Income</b>	<b>830,931</b>
<b>Realized Net Gain (Loss)</b>	
Investment Securities Sold <sup>2</sup>	1,947,279
Futures Contracts	56,886
Foreign Currencies	408
<b>Realized Net Gain (Loss)</b>	<b>2,004,573</b>
<b>Change in Unrealized Appreciation (Depreciation)</b>	
Investment Securities <sup>2</sup>	5,825,665
Futures Contracts	37,451
Foreign Currencies	(21)
<b>Change in Unrealized Appreciation (Depreciation)</b>	<b>5,863,095</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>8,698,599</b>

1 Dividends are net of foreign withholding taxes of \$9,724,000.

2 Interest income, realized net gain (loss), capital gain distributions received, and change in unrealized appreciation (depreciation) from an affiliated company of the fund were \$14,320,000, (\$13,000), \$4,000, and (\$83,000), respectively. Purchases and sales are for temporary cash investment purposes.

# Statement of Changes in Net Assets

	Six Months Ended March 31, 2024	Year Ended September 30, 2023
	(\$000)	(\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	830,931	1,577,432
Realized Net Gain (Loss)	2,004,573	2,596,798
Change in Unrealized Appreciation (Depreciation)	5,863,095	1,899,892
Net Increase (Decrease) in Net Assets Resulting from Operations	8,698,599	6,074,122
<b>Distributions</b>		
Investor Shares	(319,837)	(441,135)
Admiral Shares	(3,070,212)	(4,056,028)
Total Distributions	(3,390,049)	(4,497,163)
<b>Capital Share Transactions</b>		
Investor Shares	(82,265)	(43,886)
Admiral Shares	649,633	2,048,004
Net Increase (Decrease) from Capital Share Transactions	567,368	2,004,118
Total Increase (Decrease)	5,875,918	3,581,077
<b>Net Assets</b>		
Beginning of Period	51,442,282	47,861,205
End of Period	57,318,200	51,442,282

See accompanying Notes, which are an integral part of the Financial Statements.

# Financial Highlights

## Investor Shares

For a Share Outstanding Throughout Each Period	Six Months Ended March 31, 2024	Year Ended September 30,				
		2023	2022	2021	2020	2019
<b>Net Asset Value, Beginning of Period</b>	<b>\$39.11</b>	<b>\$37.83</b>	<b>\$42.95</b>	<b>\$33.75</b>	<b>\$36.51</b>	<b>\$37.98</b>
<b>Investment Operations</b>						
Net Investment Income <sup>1</sup>	.611	1.157	1.159	1.041	1.000	1.002
Net Realized and Unrealized Gain (Loss) on Investments	5.988	3.597	(2.848)	9.232	(2.067)	.972
Total from Investment Operations	6.599	4.754	(1.689)	10.273	(1.067)	1.974
<b>Distributions</b>						
Dividends from Net Investment Income	(.623)	(1.149)	(1.134)	(1.012)	(1.034)	(.997)
Distributions from Realized Capital Gains	(1.986)	(2.325)	(2.297)	(.061)	(.659)	(2.447)
Total Distributions	(2.609)	(3.474)	(3.431)	(1.073)	(1.693)	(3.444)
<b>Net Asset Value, End of Period</b>	<b>\$43.10</b>	<b>\$39.11</b>	<b>\$37.83</b>	<b>\$42.95</b>	<b>\$33.75</b>	<b>\$36.51</b>
<b>Total Return<sup>2</sup></b>	<b>17.45%</b>	<b>12.54%</b>	<b>-4.67%</b>	<b>30.66%</b>	<b>-2.87%</b>	<b>6.43%</b>
<b>Ratios/Supplemental Data</b>						
Net Assets, End of Period (Millions)	\$5,358	\$4,943	\$4,823	\$5,285	\$4,482	\$5,478
Ratio of Total Expenses to Average Net Assets <sup>3</sup>	0.27% <sup>4</sup>	0.27% <sup>4</sup>	0.28% <sup>4</sup>	0.28%	0.28%	0.27%
Ratio of Net Investment Income to Average Net Assets	3.00%	2.86%	2.69%	2.56%	2.89%	2.84%
Portfolio Turnover Rate	22%	48%	40%	29%	35%	32%

The expense ratio and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

2 Total returns do not include account service fees that may have applied in the periods shown. Fund prospectuses provide information about any applicable account service fees.

3 Includes performance-based investment advisory fee increases (decreases) of 0.00%, 0.01%, 0.01%, 0.01%, 0.01%, and 0.01%.

4 The ratio of expenses to average net assets for the period net of reduction from broker commission abatement arrangements was 0.27%, 0.27% and 0.28% respectively.

# Financial Highlights

## Admiral Shares

For a Share Outstanding Throughout Each Period	Six Months Ended March 31, 2024	Year Ended September 30,				
		2023	2022	2021	2020	2019
<b>Net Asset Value, Beginning of Period</b>	<b>\$81.96</b>	<b>\$79.28</b>	<b>\$90.01</b>	<b>\$70.73</b>	<b>\$76.52</b>	<b>\$79.61</b>
<b>Investment Operations</b>						
Net Investment Income <sup>1</sup>	1.320	2.503	2.516	2.262	2.159	2.167
Net Realized and Unrealized Gain (Loss) on Investments	12.546	7.534	(5.973)	19.342	(4.331)	2.028
Total from Investment Operations	13.866	10.037	(3.457)	21.604	(2.172)	4.195
<b>Distributions</b>						
Dividends from Net Investment Income	(1.344)	(2.484)	(2.460)	(2.196)	(2.236)	(2.156)
Distributions from Realized Capital Gains	(4.162)	(4.873)	(4.813)	(.128)	(1.382)	(5.129)
Total Distributions	(5.506)	(7.357)	(7.273)	(2.324)	(3.618)	(7.285)
<b>Net Asset Value, End of Period</b>	<b>\$90.32</b>	<b>\$81.96</b>	<b>\$79.28</b>	<b>\$90.01</b>	<b>\$70.73</b>	<b>\$76.52</b>
<b>Total Return<sup>2</sup></b>	<b>17.50%</b>	<b>12.64%</b>	<b>-4.58%</b>	<b>30.77%</b>	<b>-2.77%</b>	<b>6.51%</b>
<b>Ratios/Supplemental Data</b>						
Net Assets, End of Period (Millions)	\$51,960	\$46,499	\$43,039	\$43,422	\$30,816	\$30,972
Ratio of Total Expenses to Average Net Assets <sup>3</sup>	0.18% <sup>4</sup>	0.18% <sup>4</sup>	0.19% <sup>4</sup>	0.19%	0.19%	0.18%
Ratio of Net Investment Income to Average Net Assets	3.09%	2.95%	2.78%	2.64%	2.98%	2.93%
Portfolio Turnover Rate	22%	48%	40%	29%	35%	32%

The expense ratio and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

2 Total returns do not include account service fees that may have applied in the periods shown. Fund prospectuses provide information about any applicable account service fees.

3 Includes performance-based investment advisory fee increases (decreases) of 0.00%, 0.01%, 0.01%, 0.01%, 0.01%, and 0.01%.

4 The ratio of expenses to average net assets for the period net of reduction from broker commission abatement arrangements was 0.18%, 0.18% and 0.19%, respectively.

## Notes to Financial Statements

Vanguard Equity Income Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund offers two classes of shares: Investor Shares and Admiral Shares. Each of the share classes has different eligibility and minimum purchase requirements, and is designed for different types of investors.

A. The following significant accounting policies conform to generally accepted accounting principles for U.S. investment companies. The fund consistently follows such policies in preparing its financial statements.

1. **Security Valuation:** Securities are valued as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date. Equity securities are valued at the latest quoted sales prices or official closing prices taken from the primary market in which each security trades; such securities not traded on the valuation date are valued at the mean of the latest quoted bid and asked prices. Securities for which market quotations are not readily available, or whose values have been affected by events occurring before the fund's pricing time but after the close of the securities' primary markets, are valued by methods deemed by the valuation designee to represent fair value and subject to oversight by the board of trustees. These procedures include obtaining quotations from an independent pricing service, monitoring news to identify significant market- or security-specific events, and evaluating changes in the values of foreign market proxies (for example, ADRs, futures contracts, or exchange-traded funds), between the time the foreign markets close and the fund's pricing time. When fair-value pricing is employed, the prices of securities used by a fund to calculate its net asset value may differ from quoted or published prices for the same securities. Investments in Vanguard Market Liquidity Fund are valued at that fund's net asset value. Other temporary cash investments are valued using the latest bid prices or using valuations based on a matrix system (which considers such factors as security prices, yields, maturities, and ratings), both as furnished by independent pricing services.

2. **Foreign Currency:** Securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates obtained from an independent third party as of the fund's pricing time on the valuation date. Realized gains (losses) and unrealized appreciation (depreciation) on investment securities include the effects of changes in exchange rates since the securities were purchased, combined with the effects of changes in security prices. Fluctuations in the value of other assets and liabilities resulting from changes in exchange rates are recorded as unrealized foreign currency gains (losses) until the assets or liabilities are settled in cash, at which time they are recorded as realized foreign currency gains (losses).

3. **Repurchase Agreements:** The fund enters into repurchase agreements with institutional counterparties. Securities pledged as collateral to the fund under repurchase agreements are held by a custodian bank until the agreements mature, and in the absence of a default, such collateral cannot be repledged, resold, or rehypothecated. Each agreement requires that the market value of the collateral be sufficient to cover payments of interest and principal. The fund further mitigates its counterparty risk by entering into repurchase agreements only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master repurchase agreements with its counterparties. The master repurchase agreements provide that, in the event of a counterparty's default (including bankruptcy), the fund may terminate any repurchase agreements with that counterparty, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the fund. Such action may be subject to legal proceedings, which may delay or limit the disposition of collateral.

4. **Futures Contracts:** The fund uses index futures contracts to a limited extent, with the objective of maintaining full exposure to the stock market while maintaining liquidity. The fund may purchase or sell futures contracts to achieve a desired level of investment, whether to accommodate portfolio turnover or cash flows from capital share transactions. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of stocks held by the fund and the prices of futures contracts, and the possibility of an illiquid market. Counterparty risk involving futures is mitigated because a regulated clearinghouse is the counterparty instead of the clearing broker. To further mitigate counterparty risk, the fund trades futures contracts on an exchange, monitors the financial strength of its clearing brokers and clearinghouse, and has entered into clearing agreements with its clearing brokers. The clearinghouse imposes initial margin requirements to secure the fund's performance and requires daily settlement of variation margin representing changes in the market value of each contract. Any securities pledged as initial margin for open contracts are noted in the Schedule of Investments.

Futures contracts are valued at their quoted daily settlement prices. The notional amounts of the contracts are not recorded in the Statement of Assets and Liabilities. Fluctuations in the value of the contracts are recorded in the Statement of Assets and Liabilities as an asset (liability) and in the Statement of Operations as unrealized appreciation (depreciation) until the contracts are closed, when they are recorded as realized gains (losses) on futures contracts.

During the six months ended March 31, 2024, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

5. **Federal Income Taxes:** The fund intends to continue to qualify as a regulated investment company and distribute virtually all of its taxable income. The fund's tax returns are open to examination by the relevant tax authorities until expiration of the applicable statute of limitations, which is generally three years after the filing of the tax return. Management has analyzed the fund's tax positions taken for all open federal and state income tax years, and has concluded that no provision for income tax is required in the fund's financial statements.

6. **Distributions:** Distributions to shareholders are recorded on the ex-dividend date. Distributions are determined on a tax basis at the fiscal year-end and may differ from net investment income and realized capital gains for financial reporting purposes.

7. **Securities Lending:** To earn additional income, the fund lends its securities to qualified institutional borrowers. Security loans are subject to termination by the fund at any time, and are required to be secured at all times by collateral in an amount at least equal to the market value of securities loaned. Daily market fluctuations could cause the value of loaned securities to be more or less than the value of the collateral received. When this occurs, the collateral is adjusted and settled before the opening of the market on the next business day. The fund further mitigates its counterparty risk by entering into securities lending transactions only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master securities lending agreements with its counterparties. The master securities lending agreements provide that, in the event of a counterparty's default (including bankruptcy), the fund may terminate any loans with that borrower, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the fund; however, such actions may be subject to legal proceedings. While collateral mitigates counterparty risk, in the event of a default, the fund may experience delays and costs in recovering the securities loaned. The fund invests cash collateral received in Vanguard Market Liquidity Fund, and records a liability in the Statement of Assets and Liabilities



for the return of the collateral, during the period the securities are on loan. Collateral investments in Vanguard Market Liquidity Fund are subject to market appreciation or depreciation. Securities lending income represents fees charged to borrowers plus income earned on invested cash collateral, less expenses associated with the loan. During the term of the loan, the fund is entitled to all distributions made on or in respect of the loaned securities.

8. Credit Facilities and Interfund Lending Program: The fund and certain other funds managed by The Vanguard Group ("Vanguard") participate in a \$4.3 billion committed credit facility provided by a syndicate of lenders pursuant to a credit agreement and an uncommitted credit facility provided by Vanguard. Both facilities may be renewed annually. Each fund is individually liable for its borrowings, if any, under the credit facilities. Borrowings may be utilized for temporary or emergency purposes and are subject to the fund's regulatory and contractual borrowing restrictions. With respect to the committed credit facility, the participating funds are charged administrative fees and an annual commitment fee of 0.10% of the undrawn committed amount of the facility, which are allocated to the funds based on a method approved by the fund's board of trustees and included in Management and Administrative expenses on the fund's Statement of Operations. Any borrowings under either facility bear interest at an agreed-upon spread plus the higher of the federal funds effective rate, the overnight bank funding rate, or the Daily Simple Secured Overnight Financing Rate inclusive of an additional agreed-upon spread. However, borrowings under the uncommitted credit facility may bear interest based upon an alternate rate agreed to by the fund and Vanguard.

In accordance with an exemptive order (the "Order") from the SEC, the fund may participate in a joint lending and borrowing program that allows registered open-end Vanguard funds to borrow money from and lend money to each other for temporary or emergency purposes (the "Interfund Lending Program"), subject to compliance with the terms and conditions of the Order, and to the extent permitted by the fund's investment objective and investment policies. Interfund loans and borrowings normally extend overnight but can have a maximum duration of seven days. Loans may be called on one business day's notice. The interest rate to be charged is governed by the conditions of the Order and internal procedures adopted by the board of trustees. The board of trustees is responsible for overseeing the Interfund Lending Program.

For the six months ended March 31, 2024, the fund did not utilize the credit facilities or the Interfund Lending Program.

9. Other: Dividend income is recorded on the ex-dividend date. Non-cash dividends included in income, if any, are recorded at the fair value of the securities received. Interest income includes income distributions received from Vanguard Market Liquidity Fund and is accrued daily. Premiums and discounts on debt securities are amortized and accreted, respectively, to interest income over the lives of the respective securities, except for premiums on certain callable debt securities that are amortized to the earliest call date. Security transactions are accounted for on the date securities are bought or sold. Costs used to determine realized gains (losses) on the sale of investment securities are those of the specific securities sold.

Taxes on foreign dividends and capital gains have been provided for in accordance with the applicable countries' tax rules and rates. Deferred foreign capital gains tax, if any, is accrued daily based upon net unrealized gains. The fund has filed tax reclaims for previously withheld taxes on dividends earned in certain European Union countries. These filings are subject to various administrative and judicial proceedings within these countries. Amounts related to these reclaims are recorded when there are no significant uncertainties as to the ultimate resolution of

proceedings, the likelihood of receipt of these reclaims, and the potential timing of payment. Such tax reclaims and related professional fees, if any, are included in dividend income and other expenses, respectively.

Each class of shares has equal rights as to assets and earnings, except that each class separately bears certain class-specific expenses related to maintenance of shareholder accounts (included in Management and Administrative expenses) and shareholder reporting. Marketing and distribution expenses are allocated to each class of shares based on a method approved by the board of trustees. Income, other non-class-specific expenses, and gains and losses on investments are allocated to each class of shares based on its relative net assets.

**B.** Wellington Management Company LLP provides investment advisory services to a portion of the fund for a fee calculated at an annual percentage rate of average net assets managed by the advisor. The basic fee is subject to quarterly adjustments based on performance relative to the FTSE High Dividend Yield Index for the preceding three years.

Vanguard provides investment advisory services to a portion of the fund as described below; the fund paid Vanguard advisory fees of \$3,045,000 for the six months ended March 31, 2024.

For the six months ended March 31, 2024, the aggregate investment advisory fee paid to all advisors represented an effective annual basic rate of 0.09% of the fund's average net assets, before a net increase of \$274,000 (0.00%) based on performance.

**C.** In accordance with the terms of a Funds' Service Agreement (the "FSA") between Vanguard and the fund, Vanguard furnishes to the fund investment advisory, corporate management, administrative, marketing, and distribution services at Vanguard's cost of operations (as defined by the FSA). These costs of operations are allocated to the fund based on methods and guidelines approved by the board of trustees and are generally settled twice a month.

Upon the request of Vanguard, the fund may invest up to 0.40% of its net assets as capital in Vanguard. At March 31, 2024, the fund had contributed to Vanguard capital in the amount of \$1,660,000, representing less than 0.01% of the fund's net assets and 0.66% of Vanguard's capital received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

**D.** The fund has asked its investment advisor to direct certain security trades, subject to obtaining the best price and execution, to brokers who have agreed to rebate to the fund part of the commissions generated. Such rebates are used solely to reduce the fund's management and administrative expenses. For the six months ended March 31, 2024, these arrangements reduced the fund's expenses by \$55,000 (an annual rate of less than 0.01% of average net assets).

**E.** Various inputs may be used to determine the value of the fund's investments and derivatives. These inputs are summarized in three broad levels for financial statement purposes. The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

**Level 1**—Quoted prices in active markets for identical securities.

**Level 2**—Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

## Equity Income Fund

**Level 3**—Significant unobservable inputs (including the fund’s own assumptions used to determine the fair value of investments). Any investments and derivatives valued with significant unobservable inputs are noted on the Schedule of Investments.

The following table summarizes the market value of the fund’s investments and derivatives as of March 31, 2024, based on the inputs used to value them:

	Level 1 (\$000)	Level 2 (\$000)	Level 3 (\$000)	Total (\$000)
<b>Investments</b>				
<b>Assets</b>				
Common Stocks	54,739,156	1,261,549	—	56,000,705
Temporary Cash Investments	552,302	575,200	—	1,127,502
Total	55,291,458	1,836,749	—	57,128,207

### Derivative Financial Instruments

<b>Assets</b>				
Futures Contracts <sup>1</sup>	12,901	—	—	12,901

<sup>1</sup> Includes cumulative appreciation (depreciation) on futures contracts and centrally cleared swaps, if any, as reported in the Schedule of Investments. Only current day’s variation margin is reported within the Statement of Assets and Liabilities.

**F.** As of March 31, 2024, gross unrealized appreciation and depreciation for investments and derivatives based on cost for U.S. federal income tax purposes were as follows:

	Amount (\$000)
Tax Cost	43,463,998
Gross Unrealized Appreciation	14,560,494
Gross Unrealized Depreciation	(883,384)
Net Unrealized Appreciation (Depreciation)	13,677,110

**G.** During the six months ended March 31, 2024, the fund purchased \$11,218,906,000 of investment securities and sold \$13,315,295,000 of investment securities, other than temporary cash investments.

The fund purchased securities from and sold securities to other funds or accounts managed by its investment advisors or their affiliates, in accordance with procedures adopted by the board of trustees in compliance with Rule 17a-7 of the Investment Company Act of 1940. For the six months ended March 31, 2024, such purchases were \$29,368,000 and sales were \$2,029,000, resulting in net realized gain of \$657,000; these amounts, other than temporary cash investments, are included in the purchases and sales of investment securities noted above.

## H. Capital share transactions for each class of shares were:

	Six Months Ended March 31, 2024		Year Ended September 30, 2023	
	Amount (\$000)	Shares (000)	Amount (\$000)	Shares (000)
<b>Investor Shares</b>				
Issued	241,285	6,009	585,386	14,340
Issued in Lieu of Cash Distributions	297,893	7,474	411,265	10,313
Redeemed	(621,443)	(15,543)	(1,040,537)	(25,752)
Net Increase (Decrease)—Investor Shares	(82,265)	(2,060)	(43,886)	(1,099)
<b>Admiral Shares</b>				
Issued	2,723,350	32,359	7,447,318	87,620
Issued in Lieu of Cash Distributions	2,780,355	33,284	3,644,882	43,619
Redeemed	(4,854,072)	(57,669)	(9,044,196)	(106,801)
Net Increase (Decrease)—Admiral Shares	649,633	7,974	2,048,004	24,438

I. Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, 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.

To the extent the fund's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the fund may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

The use of derivatives may expose the fund to various risks. Derivatives can be highly volatile, and any initial investment is generally small relative to the notional amount so that transactions may be leveraged in terms of market exposure. A relatively small market movement may have a potentially larger impact on derivatives than on standard securities. Leveraged derivatives positions can, therefore, increase volatility. Additional information regarding the fund's use of derivative(s) and the specific risks associated is described under significant accounting policies.

J. Management has determined that no events or transactions occurred subsequent to March 31, 2024, that would require recognition or disclosure in these financial statements.

# Trustees Approve Advisory Arrangement

The board of trustees of Vanguard Equity Income Fund has renewed the fund's investment advisory arrangements with Wellington Management Company LLP (Wellington Management) and The Vanguard Group, Inc. (Vanguard), through its Quantitative Equity Group. The board determined that renewing the fund's advisory arrangements was in the best interests of the fund and its shareholders.

The board based its decisions upon an evaluation of each advisor's investment staff, portfolio management process, and performance. This evaluation included information provided to the board by Vanguard's Portfolio Review Department, which is responsible for fund and advisor oversight and product management. The Portfolio Review Department met regularly with the advisors and made presentations to the board during the fiscal year that directed the board's focus to relevant information and topics.

The board, or an investment committee made up of board members, also received information throughout the year during advisor presentations conducted by the Portfolio Review Department. For each advisor presentation, the board was provided with letters and reports that included information about, among other things, the advisory firm and the advisor's assessment of the investment environment, portfolio performance, and portfolio characteristics.

In addition, the board received periodic reports throughout the year, which included information about the fund's performance relative to its peers and benchmark, as applicable, and updates, as needed, on the Portfolio Review Department's ongoing assessment of the advisors.

Prior to their meeting, the trustees were provided with a memo and materials that summarized the information they received over the course of the year. They also considered the factors discussed below, among others. However, no single factor determined whether the board approved the arrangements. Rather, it was the totality of the circumstances that drove the board's decisions.

## **Nature, extent, and quality of services**

The board reviewed the quality of the fund's investment management services over both the short and long term, and took into account the organizational depth and stability of each advisor. The board considered the following:

**Wellington Management.** Wellington Management, founded in 1928, is among the nation's oldest and most respected institutional investment managers. Utilizing fundamental research, Wellington Management seeks to build a portfolio with an above-market yield, superior growth rate, and more attractive valuation. Although every company purchased for the portfolio will pay a dividend, the goal is to build a portfolio with an above-market yield in aggregate, allowing for individual companies with below-market yields. Normalized earnings, normalized price-to-earnings ratios, and improving returns on capital are key to the research process. The firm has managed a portion of the fund since 2000.

**Vanguard.** Vanguard has been managing investments for more than four decades. The Quantitative Equity Group adheres to a sound, disciplined investment management process; the team has considerable experience, stability, and depth. Vanguard has managed a portion of the fund since 2003.

The board concluded that each advisor's experience, stability, depth, and performance, among other factors, warranted continuation of the advisory arrangements.

#### **Investment performance**

The board considered the short- and long-term performance of each advisor's subportfolio, including any periods of outperformance or underperformance compared with a relevant benchmark index and peer group. The board concluded that the performance was such that each advisory arrangement should continue.

#### **Cost**

The board concluded that the fund's expense ratio was below the average expense ratio charged by funds in its peer group and that the fund's advisory expense rate was also below the peer-group average.

The board did not consider the profitability of Wellington Management in determining whether to approve the advisory fee, because Wellington Management is independent of Vanguard and the advisory fee is the result of arm's-length negotiations. The board does not conduct a profitability analysis of Vanguard because of Vanguard's unique structure. Unlike most other mutual fund management companies, Vanguard is owned by the funds it oversees.

#### **The benefit of economies of scale**

The board concluded that the fund's shareholders benefit from economies of scale because of breakpoints in the fund's advisory fee schedule for Wellington Management. The breakpoints reduce the effective rate of the fee as the fund's assets managed by Wellington Management increase. The board also concluded that the fund's arrangement with Vanguard ensures that the fund will realize economies of scale as it grows, with the cost to shareholders declining as the fund's assets managed by Vanguard increase.

The board will consider whether to renew the advisory arrangements again after a one-year period.

# Liquidity Risk Management

Vanguard funds (except for the money market funds) have adopted and implemented a written liquidity risk management program (the “Program”) as required by Rule 22e-4 under the Investment Company Act of 1940. Rule 22e-4 requires that each fund adopt a program that is reasonably designed to assess and manage the fund’s liquidity risk, which is the risk that the fund could not meet redemption requests without significant dilution of remaining investors’ interests in the fund.

Assessment and management of a fund’s liquidity risk under the Program take into consideration certain factors, such as the fund’s investment strategy and the liquidity of its portfolio investments during normal and reasonably foreseeable stressed conditions, its short- and long-term cash-flow projections during both normal and reasonably foreseeable stressed conditions, and its cash and cash-equivalent holdings and access to other funding sources. As required by the rule, the Program includes policies and procedures for classification of fund portfolio holdings in four liquidity categories, maintaining certain levels of highly liquid investments, and limiting holdings of illiquid investments.

The board of trustees of Vanguard Fenway Funds approved the appointment of liquidity risk management program administrators responsible for administering Vanguard Equity Income Fund’s Program and for carrying out the specific responsibilities set forth in the Program, including reporting to the board on at least an annual basis regarding the Program’s operation, its adequacy, and the effectiveness of its implementation for the past year (the “Program Administrator Report”). The board has reviewed the Program Administrator Report covering the period from January 1, 2023, through December 31, 2023 (the “Review Period”). The Program Administrator Report stated that during the Review Period the Program operated and was implemented effectively to manage the fund’s liquidity risk.



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You can obtain a free copy of Vanguard's proxy voting guidelines by visiting [vanguard.com/proxyreporting](https://vanguard.com/proxyreporting) or by calling Vanguard at 800-662-2739. The guidelines are also available from the SEC's website, [www.sec.gov](https://www.sec.gov). In addition, you may obtain a free report on how your fund voted the proxies for securities it owned during the 12 months ended June 30. To get the report, visit either [vanguard.com/proxyreporting](https://vanguard.com/proxyreporting) or [www.sec.gov](https://www.sec.gov).

You can review information about your fund on the SEC's website, and you can receive copies of this information, for a fee, by sending a request via email addressed to [publicinfo@sec.gov](mailto:publicinfo@sec.gov).