

Annual Report | September 30, 2020

Vanguard Target Retirement Funds

Vanguard Target Retirement Income Fund

Vanguard Target Retirement 2015 Fund

Vanguard Target Retirement 2020 Fund

Vanguard Target Retirement 2025 Fund

Vanguard Target Retirement 2030 Fund

Vanguard Target Retirement 2035 Fund

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

Important information about access to shareholder reports

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of your fund’s annual and semiannual shareholder reports will no longer be sent to you by mail, unless you specifically request them. Instead, you will be notified by mail each time a report is posted on the website and will be provided with a link to access the report.

If you have already elected to receive shareholder reports electronically, you will not be affected by this change and do not need to take any action. 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.

You may elect to receive paper copies of all future shareholder reports free of charge. If you invest through a financial intermediary, you can contact the intermediary to request that you continue to receive paper copies. If you invest directly with the fund, you can call Vanguard at one of the phone numbers on the back cover of this report or log on to vanguard.com. Your election to receive paper copies will apply to all the funds you hold through an intermediary or directly with Vanguard.

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Please note: The opinions expressed in this report are just that—informed opinions. They should not be considered promises or advice. Also, please keep in mind that the information and opinions cover the period through the date on the front of this report. Of course, the risks of investing in your fund are spelled out in the prospectus.

Your Fund's Performance at a Glance

- For the 12 months ended September 30, 2020, returns for the six Vanguard Target Retirement Funds covered in this report ranged from 7.35% for the Target Retirement Income Fund to 9.71% for the Target Retirement 2035 Fund. (The funds with target dates of 2040 through 2065 are covered in a separate report.) The funds with a higher allocation to stocks did best. Each fund performed in line with its composite benchmark after expenses.
- The rebound in global stocks that began in March continued in the third quarter. Massive fiscal and monetary support from governments and central banks, signs of economic healing, and reported progress toward a COVID-19 vaccine all buoyed the markets until September, when investor sentiment soured a little.
- In the global bond market, the pandemic led to a wave of issuance, which drove up supply, but demand held up fairly well. U.S. Treasury yields ended the quarter little changed.
- Vanguard Target Retirement Funds are designed to reach an allocation of 70% bonds and 30% stocks within seven years after their target dates. The funds invest all of their assets in Vanguard index funds that seek to match the performance of broad stock and bond market indexes.
- For the 10 years ended September 30, the funds' average annual returns ranged from 5.60% for the Target Retirement Income Fund to 9.29% for the Target Retirement 2035 Fund.

Market Barometer

	Average Annual Total Returns Periods Ended September 30, 2020		
	One Year	Three Years	Five Years
Stocks			
Russell 1000 Index (Large-caps)	16.01%	12.38%	14.09%
Russell 2000 Index (Small-caps)	0.39	1.77	8.00
Russell 3000 Index (Broad U.S. market)	15.00	11.65	13.69
FTSE All-World ex US Index (International)	3.55	1.50	6.49
Bonds			
Bloomberg Barclays U.S. Aggregate Bond Index (Broad taxable market)	6.98%	5.24%	4.18%
Bloomberg Barclays Municipal Bond Index (Broad tax-exempt market)	4.09	4.28	3.84
FTSE Three-Month U.S. Treasury Bill Index	1.02	1.65	1.15
CPI			
Consumer Price Index	1.37%	1.79%	1.81%

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 typical fund's expenses are expressed as a percentage of its average net assets. The Target Retirement Funds have no direct expenses, but each fund bears its proportionate share of the costs for the underlying funds in which it invests. These indirect expenses make up the acquired fund fees and expenses, also expressed as a percentage of average net assets.

The following examples are intended to help you understand the ongoing cost (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 costs were calculated using the acquired fund fees and expenses for each Target Retirement Fund.

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 September 30, 2020

	Beginning Account Value 3/31/2020	Ending Account Value 9/30/2020	Expenses Paid During Period
Based on Actual Fund Return			
Target Retirement Income Fund	\$1,000.00	\$1,112.06	\$0.63
Target Retirement 2015 Fund	\$1,000.00	\$1,127.40	\$0.64
Target Retirement 2020 Fund	\$1,000.00	\$1,163.97	\$0.70
Target Retirement 2025 Fund	\$1,000.00	\$1,190.50	\$0.71
Target Retirement 2030 Fund	\$1,000.00	\$1,211.14	\$0.72
Target Retirement 2035 Fund	\$1,000.00	\$1,231.91	\$0.78
Based on Hypothetical 5% Yearly Return			
Target Retirement Income Fund	\$1,000.00	\$1,024.40	\$0.61
Target Retirement 2015 Fund	\$1,000.00	\$1,024.40	\$0.61
Target Retirement 2020 Fund	\$1,000.00	\$1,024.35	\$0.66
Target Retirement 2025 Fund	\$1,000.00	\$1,024.35	\$0.66
Target Retirement 2030 Fund	\$1,000.00	\$1,024.35	\$0.66
Target Retirement 2035 Fund	\$1,000.00	\$1,024.30	\$0.71

The calculations are based on the acquired fund fees and expenses for the most recent six-month period. The funds' annualized expense figures for that period are (in order as listed from top to bottom above) 0.12%, 0.12%, 0.13%, 0.13%, 0.13%, and 0.14%. The dollar amounts shown as "Expenses Paid" are equal to the annualized expense figures for the underlying funds 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).

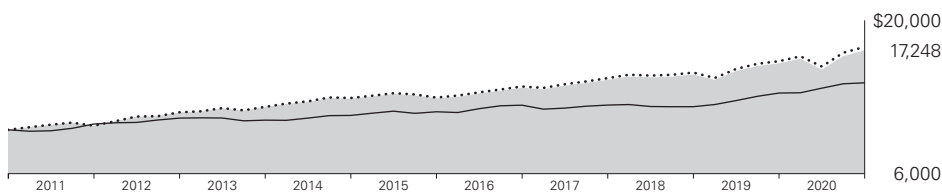
Target Retirement Income Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement Income Fund	7.35%	6.03%	5.60%	\$17,248
Target Income Composite Index	8.07	6.31	5.80	17,578
Bloomberg Barclays U.S. Aggregate Bond Index	6.98	4.18	3.64	14,291

Target Income Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter, as well as the Bloomberg Barclays U.S. Treasury Inflation-Protected Securities Index through June 2, 2013, and the Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index thereafter; for short-term reserves, the Citigroup Three-Month Treasury Bill Index through June 2, 2013; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) through April 22, 2005, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Bond Market II Index Fund Investor Shares	37.4%
Vanguard Total Stock Market Index Fund Investor Shares	17.6
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	17.0
Vanguard Total International Bond Index Fund Investor Shares	15.8
Vanguard Total International Stock Index Fund Investor Shares	12.2

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.6%)		
U.S. Stock Fund (17.4%)		
Vanguard Total Stock Market Index Fund Investor Shares	36,827,105	3,053,704
International Stock Fund (12.0%)		
Vanguard Total International Stock Index Fund Investor Shares	125,719,671	2,107,062
U.S. Bond Funds (53.7%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	562,125,490	6,486,928
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	116,242,704	2,953,727
		<u>9,440,655</u>
International Bond Fund (15.5%)		
Vanguard Total International Bond Index Fund Investor Shares	235,274,074	2,736,237
Total Investment Companies (Cost \$13,759,575)		17,337,658
Temporary Cash Investment (1.3%)		
Money Market Fund (1.3%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$224,498)	2,245,079	224,508
Total Investments (99.9%) (Cost \$13,984,073)		17,562,166
Other Assets and Liabilities—Net (0.1%)		13,654
Net Assets (100%)		17,575,820

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Target Retirement Income Fund

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts <hr/>				
E-mini S&P 500 Index	December 2020	744	124,694	2,321
10-Year U.S. Treasury Note	December 2020	744	103,811	89
				<hr/> 2,410 <hr/>

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

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$13,984,073)	17,562,166
Cash Collateral Pledged—Futures Contracts	8,768
Receivables for Investment Securities Sold	2,923
Receivables for Accrued Income	26,979
Receivables for Capital Shares Issued	16,623
Variation Margin Receivable—Futures Contracts	681
Total Assets	17,618,140
Liabilities	
Payables for Investment Securities Purchased	26,980
Payables for Capital Shares Redeemed	15,154
Variation Margin Payable—Futures Contracts	186
Total Liabilities	42,320
Net Assets	17,575,820

At September 30, 2020, net assets consisted of:

Paid-in Capital	13,710,954
Total Distributable Earnings (Loss)	3,864,866
Net Assets	17,575,820

Net Assets

Applicable to 1,208,772,631 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	17,575,820
Net Asset Value Per Share	\$14.54

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	371,688
Other Income	12
Net Investment Income—Note B	371,700
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	281,006
Futures Contracts	16,534
Realized Net Gain (Loss)	297,540
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	504,374
Futures Contracts	2,410
Change in Unrealized Appreciation (Depreciation)	506,784
Net Increase (Decrease) in Net Assets Resulting from Operations	1,176,024

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	371,700	415,089
Realized Net Gain (Loss)	297,540	22,491
Change in Unrealized Appreciation (Depreciation)	506,784	626,217
Net Increase (Decrease) in Net Assets Resulting from Operations	1,176,024	1,063,797
Distributions¹		
Total Distributions	(378,668)	(656,163)
Capital Share Transactions		
Issued	3,038,878	2,449,733
Issued in Lieu of Cash Distributions	359,137	627,398
Redeemed	(3,603,059)	(3,114,349)
Net Increase (Decrease) from Capital Share Transactions	(205,044)	(37,218)
Total Increase (Decrease)	592,312	370,416
Net Assets		
Beginning of Period	16,983,508	16,613,092
End of Period	17,575,820	16,983,508

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$13.85	\$13.52	\$13.46	\$13.08	\$12.59
Investment Operations					
Net Investment Income	0.308 ¹	.341 ¹	.334 ¹	.250 ¹	.229
Capital Gain Distributions Received	—	—	.001 ¹	.004 ¹	.007
Net Realized and Unrealized Gain (Loss) on Investments	0.696	.533	.107	.422	.692
Total from Investment Operations	1.004	.874	.442	.676	.928
Distributions					
Dividends from Net Investment Income	(.297)	(.352)	(.327)	(.254)	(.227)
Distributions from Realized Capital Gains	(.017)	(.192)	(.055)	(.042)	(.211)
Total Distributions	(.314)	(.544)	(.382)	(.296)	(.438)
Net Asset Value, End of Period	\$14.54	\$13.85	\$13.52	\$13.46	\$13.08
Total Return²	7.35%	6.75%	3.31%	5.26%	7.54%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$17,576	\$16,984	\$16,613	\$16,645	\$10,790
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.12%	0.12%	0.12%	0.13%	0.13%
Ratio of Net Investment Income to Average Net Assets	2.19%	2.54%	2.47%	1.90%	1.78%
Portfolio Turnover Rate	17%	10%	6%	8%	11%

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.

Notes to Financial Statements

Vanguard Target Retirement Income Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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: Investments are valued at the net asset value of each underlying Vanguard fund determined as of the close of the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. Futures Contracts: The fund uses stock and bond futures contracts to a limited extent, with the objectives of maintaining full exposure to the market and maintaining its target asset allocation. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of investments 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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. 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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	29,715
Total Distributable Earnings (Loss)	(29,715)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	41,507
Undistributed Long-Term Gains	245,266
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	3,578,093

Target Retirement Income Fund

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income*	378,668	431,251
Long-Term Capital Gains	—	224,912
Total	378,668	656,163

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	13,984,073
Gross Unrealized Appreciation	3,579,817
Gross Unrealized Depreciation	(1,724)
Net Unrealized Appreciation (Depreciation)	3,578,093

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	216,355	182,664
Issued in Lieu of Cash Distributions	25,681	48,017
Redeemed	(259,849)	(233,197)
Net Increase (Decrease) in Shares Outstanding	(17,813)	(2,516)

Target Retirement Income Fund

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Sept. 30, 2019 Market Value (\$000)	Current Period Transactions						Sept. 30, 2020 Market Value (\$000)
		Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) Income (\$000)	Capital Gain Distributions Received (\$000)		
Vanguard Market Liquidity Fund	4,215	NA ¹	NA ¹	(47)	10	254	—	224,508
Vanguard Short-Term Inflation-Protected Securities Index Fund	2,821,896	359,315	317,169	(5,875)	95,560	34,043	—	2,953,727
Vanguard Total Bond Market II Index Fund	6,303,317	966,054	1,041,076	36,033	222,600	148,039	—	6,486,928
Vanguard Total Bond Market ETF ²	—	18,653	18,673	20	—	—	—	—
Vanguard Total International Bond Index Fund	2,738,130	315,054	287,664	12,828	(42,111)	85,697	—	2,736,237
Vanguard Total International Stock Index Fund	2,012,186	511,607	489,938	(8,427)	81,634	50,729	—	2,107,062
Vanguard Total Stock Market Index Fund	3,104,490	726,787	1,170,728	246,474	146,681	52,926	—	3,053,704
Total	16,984,234	2,897,470	3,325,248	281,006	504,374	371,688	—	17,562,166

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

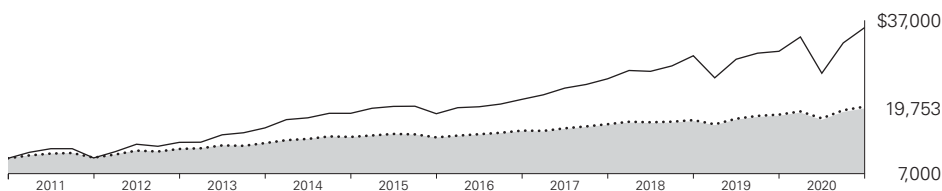
Target Retirement 2015 Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement 2015 Fund	7.68%	7.04%	7.04%	\$19,753
Target 2015 Composite Index	8.37	7.35	7.23	20,099
MSCI US Broad Market Index	14.99	13.70	13.53	35,575

Target 2015 Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter, as well as the Bloomberg Barclays U.S. Treasury Inflation-Protected Securities Index through June 2, 2013, and the Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index thereafter; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) through April 22, 2005, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Bond Market II Index Fund Investor Shares	35.6%
Vanguard Total Stock Market Index Fund Investor Shares	20.0
Vanguard Total International Bond Index Fund Investor Shares	15.3
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	14.9
Vanguard Total International Stock Index Fund Investor Shares	14.2

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.2%)		
U.S. Stock Fund (19.6%)		
Vanguard Total Stock Market Index Fund Investor Shares	36,030,179	2,987,622
International Stock Fund (13.9%)		
Vanguard Total International Stock Index Fund Investor Shares	126,361,545	2,117,820
U.S. Bond Funds (49.7%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	462,666,454	5,339,171
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	87,571,807	2,225,199
		<u>7,564,370</u>
International Bond Fund (15.0%)		
Vanguard Total International Bond Index Fund Investor Shares	196,734,463	2,288,022
Total Investment Companies (Cost \$11,407,894)		14,957,834
Temporary Cash Investment (1.3%)		
Money Market Fund (1.3%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$196,032)	1,960,377	196,038
Total Investments (99.5%) (Cost \$11,603,926)		15,153,872
Other Assets and Liabilities—Net (0.5%)		78,750
Net Assets (100%)		15,232,622

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts <hr/>				
E-mini S&P 500 Index	December 2020	1,021	171,120	3,084
10-Year U.S. Treasury Note	December 2020	733	102,276	1
				<hr/> 3,085 <hr/>

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$11,603,926)	15,153,872
Cash Collateral Pledged—Futures Contracts	12,202
Receivables for Investment Securities Sold	80,000
Receivables for Accrued Income	21,226
Receivables for Capital Shares Issued	11,991
Variation Margin Receivable—Futures Contracts	934
Total Assets	15,280,225
Liabilities	
Payables for Investment Securities Purchased	26,226
Payables for Capital Shares Redeemed	21,328
Variation Margin Payable—Futures Contracts	49
Total Liabilities	47,603
Net Assets	15,232,622

At September 30, 2020, net assets consisted of:

Paid-in Capital	10,863,902
Total Distributable Earnings (Loss)	4,368,720
Net Assets	15,232,622

Net Assets

Applicable to 961,940,581 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	15,232,622
Net Asset Value Per Share	\$15.84

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	334,593
Other Income	10
Net Investment Income—Note B	334,603
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	749,171
Futures Contracts	15,743
Realized Net Gain (Loss)	764,914
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	(10,711)
Futures Contracts	3,085
Change in Unrealized Appreciation (Depreciation)	(7,626)
Net Increase (Decrease) in Net Assets Resulting from Operations	1,091,891

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	334,603	393,784
Realized Net Gain (Loss)	764,914	354,227
Change in Unrealized Appreciation (Depreciation)	(7,626)	144,719
Net Increase (Decrease) in Net Assets Resulting from Operations	1,091,891	892,730
Distributions¹		
Total Distributions	(734,000)	(1,036,939)
Capital Share Transactions		
Issued	2,038,962	1,965,353
Issued in Lieu of Cash Distributions	713,503	1,009,506
Redeemed	(3,525,024)	(3,593,321)
Net Increase (Decrease) from Capital Share Transactions	(772,559)	(618,462)
Total Increase (Decrease)	(414,668)	(762,671)
Net Assets		
Beginning of Period	15,647,290	16,409,961
End of Period	15,232,622	15,647,290

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$15.42	\$15.60	\$15.75	\$15.19	\$14.90
Investment Operations					
Net Investment Income	.336 ¹	.376 ¹	.371 ¹	.305 ¹	.311
Capital Gain Distributions Received	—	—	.001 ¹	.005 ¹	.007
Net Realized and Unrealized Gain (Loss) on Investments	.818	.455	.328	.846	.968
Total from Investment Operations	1.154	.831	.700	1.156	1.286
Distributions					
Dividends from Net Investment Income	(.379)	(.372)	(.318)	(.289)	(.299)
Distributions from Realized Capital Gains	(.355)	(.639)	(.532)	(.307)	(.697)
Total Distributions	(.734)	(1.011)	(.850)	(.596)	(.996)
Net Asset Value, End of Period	\$15.84	\$15.42	\$15.60	\$15.75	\$15.19
Total Return²	7.68%	6.08%	4.54%	7.95%	9.03%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$15,233	\$15,647	\$16,410	\$17,250	\$17,479
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.12%	0.13%	0.13%	0.13%	0.14%
Ratio of Net Investment Income to Average Net Assets	2.20%	2.52%	2.39%	2.02%	1.96%
Portfolio Turnover Rate	18%	10%	7%	7%	9%

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.

Notes to Financial Statements

Vanguard Target Retirement 2015 Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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: Investments are valued at the net asset value of each underlying Vanguard fund determined as of the close of the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. Futures Contracts: The fund uses stock and bond futures contracts to a limited extent, with the objectives of maintaining full exposure to the market and maintaining its target asset allocation. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of investments 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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. 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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	75,083
Total Distributable Earnings (Loss)	(75,083)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	152,187
Undistributed Long-Term Gains	666,587
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	3,549,946

Target Retirement 2015 Fund

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income *	393,797	387,410
Long-Term Capital Gains	340,203	649,528
Total	734,000	1,036,939

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	11,603,926
Gross Unrealized Appreciation	3,550,813
Gross Unrealized Depreciation	(867)
Net Unrealized Appreciation (Depreciation)	3,549,946

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	134,165	132,213
Issued in Lieu of Cash Distributions	46,910	73,100
Redeemed	(233,997)	(242,220)
Net Increase (Decrease) in Shares Outstanding	(52,922)	(36,907)

Target Retirement 2015 Fund

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Sept. 30, 2019 Market Value (\$000)	Current Period Transactions						Sept. 30, 2020 Market Value (\$000)
		Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) Income (\$000)	Capital Gain Distributions Received (\$000)		
Vanguard Market Liquidity Fund	10	NA ¹	NA ¹	(26)	5	226	—	196,038
Vanguard Short-Term Inflation-Protected Securities Index Fund	2,041,604	392,870	276,986	(4,814)	72,525	25,322	—	2,225,199
Vanguard Total Bond Market II Index Fund	5,331,310	874,160	1,084,051	56,269	161,483	123,922	—	5,339,171
Vanguard Total Bond Market ETF ²	—	6,143	6,150	7	—	—	—	—
Vanguard Total International Bond Index Fund	2,354,655	267,028	309,087	25,733	(50,307)	73,575	—	2,288,022
Vanguard Total International Stock Index Fund	2,372,022	482,532	802,328	23,828	41,766	54,787	—	2,117,820
Vanguard Total Stock Market Index Fund	3,546,381	764,002	1,734,752	648,174	(236,183)	56,761	—	2,987,622
Total	15,645,982	2,786,735	4,213,354	749,171	(10,711)	334,593	—	15,153,872

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

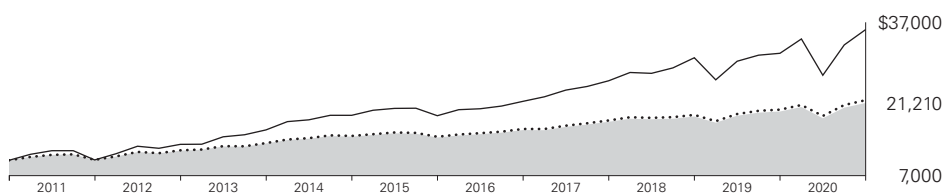
Target Retirement 2020 Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement 2020 Fund	8.51%	7.96%	7.81%	\$21,210
Target 2020 Composite Index	9.31	8.30	8.09	21,765
MSCI US Broad Market Index	14.99	13.70	13.53	35,575

Target 2020 Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Bond Market II Index Fund Investor Shares	29.8%
Vanguard Total Stock Market Index Fund Investor Shares	28.9
Vanguard Total International Stock Index Fund Investor Shares	19.9
Vanguard Total International Bond Index Fund Investor Shares	12.9
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	8.5

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.4%)		
U.S. Stock Fund (28.5%)		
Vanguard Total Stock Market Index Fund Investor Shares	109,464,928	9,076,832
International Stock Fund (19.6%)		
Vanguard Total International Stock Index Fund Investor Shares	373,068,145	6,252,622
U.S. Bond Funds (37.6%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	810,085,592	9,348,388
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	104,420,556	2,653,326
		<u>12,001,714</u>
International Bond Fund (12.7%)		
Vanguard Total International Bond Index Fund Investor Shares	347,277,919	4,038,842
Total Investment Companies (Cost \$22,989,580)		31,370,010
Temporary Cash Investment (1.0%)		
Money Market Fund (1.0%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$324,623)	3,246,364	324,637
Total Investments (99.4%) (Cost \$23,314,203)		31,694,647
Other Assets and Liabilities—Net (0.6%)		192,632
Net Assets (100%)		31,887,279

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts				
E-mini S&P 500 Index	December 2020	1,612	270,171	5,872
10-Year U.S. Treasury Note	December 2020	1,837	256,319	1
				<hr/> 5,873

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$23,314,203)	31,694,647
Cash Collateral Pledged—Futures Contracts	19,230
Receivables for Investment Securities Sold	210,000
Receivables for Accrued Income	31,192
Receivables for Capital Shares Issued	40,429
Variation Margin Receivable—Futures Contracts	1,475
Total Assets	31,996,973
Liabilities	
Payables for Investment Securities Purchased	50,192
Payables for Capital Shares Redeemed	59,391
Variation Margin Payable—Futures Contracts	111
Total Liabilities	109,694
Net Assets	31,887,279

At September 30, 2020, net assets consisted of:

Paid-in Capital	21,897,614
Total Distributable Earnings (Loss)	9,989,665
Net Assets	31,887,279

Net Assets

Applicable to 943,637,747 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	31,887,279
Net Asset Value Per Share	\$33.79

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	705,829
Other Income	32
Net Investment Income—Note B	705,861
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	1,421,109
Futures Contracts	31,677
Realized Net Gain (Loss)	1,452,786
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	320,623
Futures Contracts	5,873
Change in Unrealized Appreciation (Depreciation)	326,496
Net Increase (Decrease) in Net Assets Resulting from Operations	2,485,143

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	705,861	802,773
Realized Net Gain (Loss)	1,452,786	344,679
Change in Unrealized Appreciation (Depreciation)	326,496	476,788
Net Increase (Decrease) in Net Assets Resulting from Operations	2,485,143	1,624,240
Distributions¹		
Total Distributions	(1,159,070)	(1,431,551)
Capital Share Transactions		
Issued	5,243,714	5,598,664
Issued in Lieu of Cash Distributions	1,131,242	1,402,515
Redeemed	(8,603,355)	(7,517,881)
Net Increase (Decrease) from Capital Share Transactions	(2,228,399)	(516,702)
Total Increase (Decrease)	(902,326)	(324,013)
Net Assets		
Beginning of Period	32,789,605	33,113,618
End of Period	31,887,279	32,789,605

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$32.24	\$32.14	\$31.19	\$29.09	\$27.52
Investment Operations					
Net Investment Income	.713 ¹	.778 ¹	.729 ¹	.636 ¹	.619
Capital Gain Distributions Received	—	—	.002 ¹	.008 ¹	.012
Net Realized and Unrealized Gain (Loss) on Investments	1.987	.736	1.079	2.231	2.065
Total from Investment Operations	2.700	1.514	1.810	2.875	2.696
Distributions					
Dividends from Net Investment Income	(.789)	(.745)	(.631)	(.562)	(.591)
Distributions from Realized Capital Gains	(.361)	(.669)	(.229)	(.213)	(.535)
Total Distributions	(1.150)	(1.414)	(.860)	(.775)	(1.126)
Net Asset Value, End of Period	\$33.79	\$32.24	\$32.14	\$31.19	\$29.09
Total Return²	8.51%	5.29%	5.87%	10.17%	10.05%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$31,887	\$32,790	\$33,114	\$31,263	\$27,542
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.13%	0.13%	0.13%	0.13%	0.14%
Ratio of Net Investment Income to Average Net Assets	2.21%	2.51%	2.30%	2.15%	2.14%
Portfolio Turnover Rate	19%	13%	10%	9%	15%

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.

Notes to Financial Statements

Vanguard Target Retirement 2020 Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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: Investments are valued at the net asset value of each underlying Vanguard fund determined as of the close of the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. Futures Contracts: The fund uses stock and bond futures contracts to a limited extent, with the objectives of maintaining full exposure to the market and maintaining its target asset allocation. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of investments 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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. 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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	165,106
Total Distributable Earnings (Loss)	(165,106)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	326,171
Undistributed Long-Term Gains	1,283,050
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	8,380,444

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income *	817,503	769,247
Long-Term Capital Gains	341,567	662,304
Total	1,159,070	1,431,551

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	23,314,203
Gross Unrealized Appreciation	8,381,750
Gross Unrealized Depreciation	(1,306)
Net Unrealized Appreciation (Depreciation)	8,380,444

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	162,609	181,093
Issued in Lieu of Cash Distributions	34,711	49,211
Redeemed	(270,581)	(243,796)
Net Increase (Decrease) in Shares Outstanding	(73,261)	(13,492)

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Current Period Transactions							Sept. 30, 2020 Market Value (\$000)
	Sept. 30, 2019 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income	Capital Gain Distributions Received (\$000)	
Vanguard Market Liquidity Fund	7,708	NA ¹	NA ¹	(31)	13	431	—	324,637
Vanguard Short-Term Inflation-Protected Securities Index Fund	2,145,955	848,608	417,202	(3,339)	79,304	29,034	—	2,653,326
Vanguard Total Bond Market II Index Fund	9,579,114	1,945,826	2,568,438	87,968	303,918	219,489	—	9,348,388
Vanguard Total Bond Market ETF ²	—	5,526	5,532	6	—	—	—	—
Vanguard Total International Bond Index Fund	4,211,439	570,669	697,598	28,409	(74,077)	131,084	—	4,038,842
Vanguard Total International Stock Index Fund	6,769,805	1,072,303	1,738,702	(1,588)	150,804	160,091	—	6,252,622
Vanguard Total Stock Market Index Fund	10,101,340	1,639,467	3,834,320	1,309,684	(139,339)	165,700	—	9,076,832
Total	32,815,361	6,082,399	9,261,792	1,421,109	320,623	705,829	—	31,694,647

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

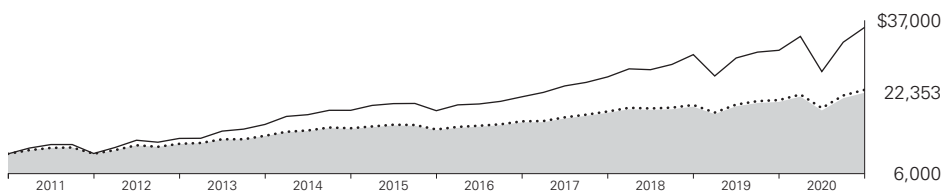
Target Retirement 2025 Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement 2025 Fund	9.04%	8.60%	8.38%	\$22,353
Target 2025 Composite Index	9.92	8.97	8.66	22,946
MSCI US Broad Market Index	14.99	13.70	13.53	35,575

Target 2025 Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) through April 22, 2005, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Stock Market Index Fund Investor Shares	35.5%
Vanguard Total Bond Market II Index Fund Investor Shares	28.0
Vanguard Total International Stock Index Fund Investor Shares	24.0
Vanguard Total International Bond Index Fund Investor Shares	12.0
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	0.5

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.6%)		
U.S. Stock Fund (35.0%)		
Vanguard Total Stock Market Index Fund Investor Shares	196,439,152	16,288,734
International Stock Fund (23.7%)		
Vanguard Total International Stock Index Fund Investor Shares	656,609,998	11,004,784
U.S. Bond Funds (28.1%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	1,113,599,402	12,850,937
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	8,893,772	225,991
		<u>13,076,928</u>
International Bond Fund (11.8%)		
Vanguard Total International Bond Index Fund Investor Shares	473,547,094	5,507,353
Total Investment Companies (Cost \$32,087,080)		45,877,799
Temporary Cash Investment (1.0%)		
Money Market Fund (1.0%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$471,221)	4,712,422	471,242
Total Investments (99.6%) (Cost \$32,558,301)		46,349,041
Other Assets and Liabilities—Net (0.4%)		171,474
Net Assets (100%)		46,520,515

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts				
E-mini S&P 500 Index	December 2020	1,998	334,865	8,527
10-Year U.S. Treasury Note	December 2020	2,313	322,736	145
				<hr/> 8,672

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

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$32,558,301)	46,349,041
Cash Collateral Pledged—Futures Contracts	23,720
Receivables for Investment Securities Sold	196,891
Receivables for Accrued Income	26,421
Receivables for Capital Shares Issued	50,959
Variation Margin Receivable—Futures Contracts	1,828
Total Assets	46,648,860
Liabilities	
Payables for Investment Securities Purchased	40,421
Payables for Capital Shares Redeemed	87,650
Variation Margin Payable—Futures Contracts	274
Total Liabilities	128,345
Net Assets	46,520,515

At September 30, 2020, net assets consisted of:

Paid-in Capital	31,231,898
Total Distributable Earnings (Loss)	15,288,617
Net Assets	46,520,515

Net Assets

Applicable to 2,263,103,001 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	46,520,515
Net Asset Value Per Share	\$20.56

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	1,007,304
Other Income	49
Net Investment Income—Note B	1,007,353
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	968,113
Futures Contracts	47,707
Realized Net Gain (Loss)	1,015,820
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	1,705,863
Futures Contracts	8,672
Change in Unrealized Appreciation (Depreciation)	1,714,535
Net Increase (Decrease) in Net Assets Resulting from Operations	3,737,708

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	1,007,353	1,043,757
Realized Net Gain (Loss)	1,015,820	93,771
Change in Unrealized Appreciation (Depreciation)	1,714,535	865,279
Net Increase (Decrease) in Net Assets Resulting from Operations	3,737,708	2,002,807
Distributions¹		
Total Distributions	(1,174,627)	(1,174,162)
Capital Share Transactions		
Issued	7,933,617	7,794,924
Issued in Lieu of Cash Distributions	1,150,386	1,152,542
Redeemed	(9,272,657)	(7,489,764)
Net Increase (Decrease) from Capital Share Transactions	(188,654)	1,457,702
Total Increase (Decrease)	2,374,427	2,286,347
Net Assets		
Beginning of Period	44,146,088	41,859,741
End of Period	46,520,515	44,146,088

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$19.34	\$19.02	\$18.25	\$16.77	\$15.90
Investment Operations					
Net Investment Income	.438 ¹	.464 ¹	.419 ¹	.380 ¹	.362
Capital Gain Distributions Received	—	—	.001 ¹	.004 ¹	.006
Net Realized and Unrealized Gain (Loss) on Investments	1.292	.390	.807	1.534	1.280
Total from Investment Operations	1.730	.854	1.227	1.918	1.648
Distributions					
Dividends from Net Investment Income	(.471)	(.434)	(.369)	(.327)	(.342)
Distributions from Realized Capital Gains	(.039)	(.100)	(.088)	(.111)	(.436)
Total Distributions	(.510)	(.534)	(.457)	(.438)	(.778)
Net Asset Value, End of Period	\$20.56	\$19.34	\$19.02	\$18.25	\$16.77
Total Return²	9.04%	4.89%	6.79%	11.74%	10.67%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$46,521	\$44,146	\$41,860	\$37,111	\$31,706
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.13%	0.13%	0.13%	0.14%	0.14%
Ratio of Net Investment Income to Average Net Assets	2.25%	2.51%	2.24%	2.21%	2.18%
Portfolio Turnover Rate	21%	11%	8%	10%	15%

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.

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Vanguard Target Retirement 2025 Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

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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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. 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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	92,094
Total Distributable Earnings (Loss)	(92,094)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	558,359
Undistributed Long-Term Gains	939,518
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	13,790,740

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income *	1,154,679	1,036,454
Long-Term Capital Gains	19,948	137,708
Total	1,174,627	1,174,162

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	32,558,301
Gross Unrealized Appreciation	13,795,727
Gross Unrealized Depreciation	(4,987)
Net Unrealized Appreciation (Depreciation)	13,790,740

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	405,875	422,593
Issued in Lieu of Cash Distributions	57,837	68,077
Redeemed	(483,645)	(407,912)
Net Increase (Decrease) in Shares Outstanding	(19,933)	82,758

Target Retirement 2025 Fund

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Current Period Transactions							Sept. 30, 2020 Market Value (\$000)
	Sept. 30, 2019 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income	Capital Gain Distributions Received (\$000)	
Vanguard Market Liquidity Fund	23,149	NA ¹	NA ¹	(99)	21	710	—	471,242
Vanguard Short-Term Inflation-Protected Securities Index Fund	—	225,625	—	—	366	1,020	—	225,991
Vanguard Total Bond Market II Index Fund	12,038,750	4,209,201	3,914,751	101,441	416,296	291,362	—	12,850,937
Vanguard Total Bond Market ETF ²	—	23,245	23,270	25	—	—	—	—
Vanguard Total International Bond Index Fund	5,106,622	1,313,874	861,869	8,680	(59,954)	165,611	—	5,507,353
Vanguard Total International Stock Index Fund	10,791,314	1,633,150	1,664,367	(102,091)	346,778	268,913	—	11,004,784
Vanguard Total Stock Market Index Fund	16,219,435	2,180,827	4,074,041	960,157	1,002,356	279,688	—	16,288,734
Total	44,179,270	9,585,922	10,538,298	968,113	1,705,863	1,007,304	—	46,349,041

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

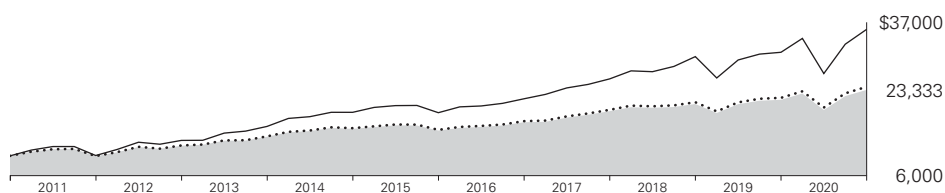
Target Retirement 2030 Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement 2030 Fund	9.38%	9.07%	8.84%	\$23,333
Target 2030 Composite Index	10.24	9.44	9.13	23,956
MSCI US Broad Market Index	14.99	13.70	13.53	35,575

Target 2030 Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Stock Market Index Fund Investor Shares	40.4%
Vanguard Total International Stock Index Fund Investor Shares	27.0
Vanguard Total Bond Market II Index Fund Investor Shares	22.7
Vanguard Total International Bond Index Fund Investor Shares	9.9

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.6%)		
U.S. Stock Fund (39.9%)		
Vanguard Total Stock Market Index Fund Investor Shares	203,570,853	16,880,095
International Stock Fund (26.6%)		
Vanguard Total International Stock Index Fund Investor Shares	670,748,771	11,241,749
U.S. Bond Fund (22.4%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	819,563,827	9,457,767
International Bond Fund (9.7%)		
Vanguard Total International Bond Index Fund Investor Shares	353,161,429	4,107,268
Total Investment Companies (Cost \$28,909,842)		41,686,879
Temporary Cash Investment (1.1%)		
Money Market Fund (1.1%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$484,974)	4,849,891	484,989
Total Investments (99.7%) (Cost \$29,394,816)		42,171,868
Other Assets and Liabilities—Net (0.3%)		113,448
Net Assets (100%)		42,285,316

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts				
10-Year U.S. Treasury Note	December 2020	2,435	339,759	248
E-mini S&P 500 Index	December 2020	1,477	247,545	6,557
				<hr/> 6,805

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

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$29,394,816)	42,171,868
Cash Collateral Pledged—Futures Contracts	17,310
Receivables for Investment Securities Sold	122,001
Receivables for Accrued Income	18,706
Receivables for Capital Shares Issued	62,357
Variation Margin Receivable—Futures Contracts	1,351
Total Assets	42,393,593
Liabilities	
Payables for Investment Securities Purchased	18,706
Payables for Capital Shares Redeemed	89,118
Variation Margin Payable—Futures Contracts	453
Total Liabilities	108,277
Net Assets	42,285,316

At September 30, 2020, net assets consisted of:

Paid-in Capital	28,800,646
Total Distributable Earnings (Loss)	13,484,670
Net Assets	42,285,316

Net Assets

Applicable to 1,123,725,757 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	42,285,316
Net Asset Value Per Share	\$37.63

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	883,865
Other Income	44
Net Investment Income—Note B	883,909
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	204,792
Futures Contracts	31,327
Realized Net Gain (Loss)	236,119
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	2,400,269
Futures Contracts	6,805
Change in Unrealized Appreciation (Depreciation)	2,407,074
Net Increase (Decrease) in Net Assets Resulting from Operations	3,527,102

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	883,909	892,786
Realized Net Gain (Loss)	236,119	1
Change in Unrealized Appreciation (Depreciation)	2,407,074	649,511
Net Increase (Decrease) in Net Assets Resulting from Operations	3,527,102	1,542,298
Distributions¹		
Total Distributions	(970,908)	(869,831)
Capital Share Transactions		
Issued	7,587,027	7,520,484
Issued in Lieu of Cash Distributions	954,496	856,060
Redeemed	(7,926,412)	(5,848,492)
Net Increase (Decrease) from Capital Share Transactions	615,111	2,528,052
Total Increase (Decrease)	3,171,305	3,200,519
Net Assets		
Beginning of Period	39,114,011	35,913,492
End of Period	42,285,316	39,114,011

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$35.22	\$34.74	\$32.93	\$29.77	\$27.77
Investment Operations					
Net Investment Income	.782 ¹	.830 ¹	.754 ¹	.683 ¹	.634
Capital Gain Distributions Received	—	—	.001 ¹	.006 ¹	.008
Net Realized and Unrealized Gain (Loss) on Investments	2.495	.486	1.744	3.167	2.390
Total from Investment Operations	3.277	1.316	2.499	3.856	3.032
Distributions					
Dividends from Net Investment Income	(.867)	(.767)	(.670)	(.576)	(.597)
Distributions from Realized Capital Gains	—	(.069)	(.019)	(.120)	(.435)
Total Distributions	(.867)	(.836)	(.689)	(.696)	(1.032)
Net Asset Value, End of Period	\$37.63	\$35.22	\$34.74	\$32.93	\$29.77
Total Return²	9.38%	4.15%	7.65%	13.25%	11.15%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$42,285	\$39,114	\$35,913	\$30,877	\$24,966
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.14%	0.14%	0.14%	0.14%	0.15%
Ratio of Net Investment Income to Average Net Assets	2.20%	2.46%	2.22%	2.21%	2.20%
Portfolio Turnover Rate	21%	8%	9%	9%	16%

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.

Notes to Financial Statements

Vanguard Target Retirement 2030 Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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: Investments are valued at the net asset value of each underlying Vanguard fund determined as of the close of the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. Futures Contracts: The fund uses stock and bond futures contracts to a limited extent, with the objectives of maintaining full exposure to the market and maintaining its target asset allocation. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of investments 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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. **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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. **Other:** Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	37,524
Total Distributable Earnings (Loss)	(37,524)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	521,395
Undistributed Long-Term Gains	186,223
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	12,777,052

Target Retirement 2030 Fund

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income*	970,908	863,278
Long-Term Capital Gains	—	6,553
Total	970,908	869,831

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	29,394,816
Gross Unrealized Appreciation	12,802,421
Gross Unrealized Depreciation	(25,369)
Net Unrealized Appreciation (Depreciation)	12,777,052

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	213,271	224,037
Issued in Lieu of Cash Distributions	26,122	27,921
Redeemed	(226,267)	(175,095)
Net Increase (Decrease) in Shares Outstanding	13,126	76,863

Target Retirement 2030 Fund

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Sept. 30, 2019 Market Value (\$000)	Current Period Transactions						Sept. 30, 2020 Market Value (\$000)
		Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) Income (\$000)	Capital Gain Distributions Received (\$000)		
Vanguard Market Liquidity Fund	8,567	NA ¹	NA ¹	(85)	15	620	—	484,989
Vanguard Total Bond Market II Index Fund	8,637,980	3,556,825	3,114,030	72,410	304,582	210,847	—	9,457,767
Vanguard Total Bond Market ETF ²	—	8,114	8,123	9	—	—	—	—
Vanguard Total International Bond Index Fund	3,659,942	1,146,508	663,660	3,748	(39,270)	118,826	—	4,107,268
Vanguard Total International Stock Index Fund	10,715,003	1,530,260	1,258,467	(103,363)	358,316	270,810	—	11,241,749
Vanguard Total Stock Market Index Fund	16,122,186	2,006,289	3,257,079	232,073	1,776,626	282,762	—	16,880,095
Total	39,143,678	8,247,996	8,301,359	204,792	2,400,269	883,865	—	42,171,868

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

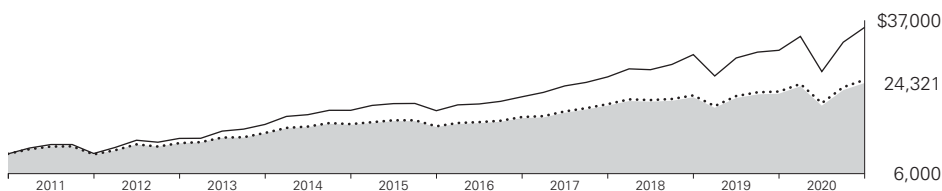
Target Retirement 2035 Fund

Performance Summary

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the fund. (Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance.) Note, too, that both investment returns and principal value can fluctuate widely, so an investor's shares, when sold, could be worth more or less than their original cost. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the sale of fund shares.

Cumulative Performance: September 30, 2010, Through September 30, 2020

Initial Investment of \$10,000



Average Annual Total Returns Periods Ended September 30, 2020

	One Year	Five Years	Ten Years	Final Value of a \$10,000 Investment
Target Retirement 2035 Fund	9.71%	9.53%	9.29%	\$24,321
Target 2035 Composite Index	10.51	9.90	9.58	24,971
MSCI US Broad Market Index	14.99	13.70	13.53	35,575

Target 2035 Composite Index: Derived by applying the fund's target asset allocation to the results of the following benchmarks: for international stocks of developed markets, the MSCI EAFE Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for emerging-market stocks, the Select Emerging Markets Index through August 23, 2006, the MSCI Emerging Markets Index through December 15, 2010, the MSCI ACWI ex USA IMI Index through June 2, 2013, and the FTSE Global All Cap ex US Index thereafter; for U.S. bonds, the Bloomberg Barclays U.S. Aggregate Bond Index through December 31, 2009, and the Bloomberg Barclays U.S. Aggregate Float Adjusted Index thereafter; for international bonds, the Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index Hedged beginning June 3, 2013; and for U.S. stocks, the Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) through April 22, 2005, the MSCI US Broad Market Index through June 2, 2013, and the CRSP US Total Market Index thereafter. International stock benchmark returns are adjusted for withholding taxes.

See Financial Highlights for dividend and capital gains information.

Underlying Vanguard Funds

As of September 30, 2020

Vanguard Total Stock Market Index Fund Investor Shares	44.9%
Vanguard Total International Stock Index Fund Investor Shares	30.1
Vanguard Total Bond Market II Index Fund Investor Shares	17.5
Vanguard Total International Bond Index Fund Investor Shares	7.5

The table reflects the fund's investments, except for short-term investments and derivatives.

Financial Statements

Schedule of Investments

As of September 30, 2020

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.

	Shares	Market Value* (\$000)
Investment Companies (98.4%)		
U.S. Stock Fund (44.2%)		
Vanguard Total Stock Market Index Fund Investor Shares	216,405,731	17,944,363
International Stock Fund (29.6%)		
Vanguard Total International Stock Index Fund Investor Shares	716,478,413	12,008,178
U.S. Bond Fund (17.2%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	605,254,173	6,984,633
International Bond Fund (7.4%)		
Vanguard Total International Bond Index Fund Investor Shares	259,267,514	3,015,281
Total Investment Companies (Cost \$26,395,636)		39,952,455
Temporary Cash Investment (1.5%)		
Money Market Fund (1.5%)		
¹ Vanguard Market Liquidity Fund, 0.117% (Cost \$594,456)	5,944,764	594,477
Total Investments (99.9%) (Cost \$26,990,092)		40,546,932
Other Assets and Liabilities—Net (0.1%)		49,678
Net Assets (100%)		40,596,610

Cost is in \$000.

• See Note A in Notes to Financial Statements.

¹ Affiliated fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown for Vanguard Market Liquidity Fund is the 7-day yield.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

			(\$000)	
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
<hr/> Long Futures Contracts				
E-mini S&P 500 Index	December 2020	2,123	355,815	5,855
10-Year U.S. Treasury Note	December 2020	2,183	304,597	251
				<hr/> 6,106

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

Statement of Assets and Liabilities

As of September 30, 2020

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$26,990,092)	40,546,932
Cash Collateral Pledged—Futures Contracts	25,060
Receivables for Investment Securities Sold	68,000
Receivables for Accrued Income	13,833
Receivables for Capital Shares Issued	40,001
Variation Margin Receivable—Futures Contracts	1,943
Total Assets	40,695,769
Liabilities	
Payables for Investment Securities Purchased	13,833
Payables for Capital Shares Redeemed	84,865
Variation Margin Payable—Futures Contracts	461
Total Liabilities	99,159
Net Assets	40,596,610

At September 30, 2020, net assets consisted of:

Paid-in Capital	26,326,510
Total Distributable Earnings (Loss)	14,270,100
Net Assets	40,596,610

Net Assets

Applicable to 1,753,208,201 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	40,596,610
Net Asset Value Per Share	\$23.16

Statement of Operations

Year Ended
September 30, 2020
(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	825,519
Other Income	37
Net Investment Income—Note B	825,556
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	—
Affiliated Funds Sold	244,210
Futures Contracts	24,992
Realized Net Gain (Loss)	269,202
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	2,406,453
Futures Contracts	6,106
Change in Unrealized Appreciation (Depreciation)	2,412,559
Net Increase (Decrease) in Net Assets Resulting from Operations	3,507,317

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

Statement of Changes in Net Assets

	Year Ended September 30,	
	2020 (\$000)	2019 (\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	825,556	834,948
Realized Net Gain (Loss)	269,202	(5,766)
Change in Unrealized Appreciation (Depreciation)	2,412,559	378,643
Net Increase (Decrease) in Net Assets Resulting from Operations	3,507,317	1,207,825
Distributions¹		
Total Distributions	(909,779)	(819,561)
Capital Share Transactions		
Issued	6,619,919	6,583,434
Issued in Lieu of Cash Distributions	894,998	806,942
Redeemed	(6,642,323)	(5,173,902)
Net Increase (Decrease) from Capital Share Transactions	872,594	2,216,474
Total Increase (Decrease)	3,470,132	2,604,738
Net Assets		
Beginning of Period	37,126,478	34,521,740
End of Period	40,596,610	37,126,478

¹ Certain prior-period numbers have been reclassified to conform with the current-period presentation.

Financial Highlights

For a Share Outstanding Throughout Each Period	Year Ended September 30,				
	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$21.60	\$21.46	\$20.20	\$18.09	\$16.95
Investment Operations					
Net Investment Income	.470 ¹	.500 ¹	.459 ¹	.418 ¹	.393
Capital Gain Distributions Received	—	—	.001 ¹	.003 ¹	.003
Net Realized and Unrealized Gain (Loss) on Investments	1.614	.146	1.243	2.180	1.530
Total from Investment Operations	2.084	.646	1.703	2.601	1.926
Distributions					
Dividends from Net Investment Income	(.524)	(.464)	(.410)	(.356)	(.371)
Distributions from Realized Capital Gains	—	(.042)	(.033)	(.135)	(.415)
Total Distributions	(.524)	(.506)	(.443)	(.491)	(.786)
Net Asset Value, End of Period	\$23.16	\$21.60	\$21.46	\$20.20	\$18.09
Total Return²	9.71%	3.37%	8.51%	14.76%	11.64%
Ratios/Supplemental Data					
Net Assets, End of Period (Millions)	\$40,597	\$37,126	\$34,522	\$29,798	\$24,531
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—
Acquired Fund Fees and Expenses	0.14%	0.14%	0.14%	0.14%	0.15%
Ratio of Net Investment Income to Average Net Assets	2.15%	2.42%	2.19%	2.22%	2.21%
Portfolio Turnover Rate	18%	7%	8%	9%	14%

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.

Notes to Financial Statements

Vanguard Target Retirement 2035 Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund follows a balanced investment strategy by investing in selected Vanguard funds to achieve its targeted allocation of assets to U.S. and international stocks, and U.S. and international bonds. Financial statements and other information about each underlying fund are available at www.vanguard.com.

Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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: Investments are valued at the net asset value of each underlying Vanguard fund determined as of the close of the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. Futures Contracts: The fund uses stock and bond futures contracts to a limited extent, with the objectives of maintaining full exposure to the market and maintaining its target asset allocation. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of investments 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 year ended September 30, 2020, the fund's average investments in long and short futures contracts represented less than 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

3. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. 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.

5. **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, 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; these fees are allocated to the funds based on a method approved by the fund’s board of trustees and borne by the funds in which the fund invests (see Note B). Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that borrowings under the uncommitted credit facility may bear interest based upon an alternative 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 year ended September 30, 2020, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. **Other:** Income and capital gain distributions received are recorded on the ex-dividend 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.

B. 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. The FSA provides that expenses otherwise allocable to Vanguard funds-of-funds may be reduced or eliminated to the extent of savings realized by the underlying Vanguard funds by virtue of being part of a fund-of-funds. Accordingly, all expenses for services provided by Vanguard to the fund and all other expenses incurred by the fund during the period ended September 30, 2020, were borne by the underlying Vanguard funds in which the fund invests. The fund’s trustees and officers are also trustees and officers, respectively, of the underlying Vanguard funds, as well as directors and employees, respectively, of Vanguard.

C. 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.).

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.

At September 30, 2020, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. Permanent differences between book-basis and tax-basis components of net assets are reclassified among capital accounts in the financial statements to reflect their tax character. These reclassifications have no effect on net assets or net asset value per share. As of period end, permanent differences primarily attributable to the accounting for distributions in connection with fund share redemptions were reclassified between the following accounts:

	Amount (\$000)
Paid-in Capital	30,480
Total Distributable Earnings (Loss)	(30,480)

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. The differences are primarily related to the deferral of losses from wash sales and the recognition of unrealized gains or losses from certain derivative contracts. As of period end, the tax-basis components of total distributable earnings (loss) are detailed in the table as follows:

	Amount (\$000)
Undistributed Ordinary Income	500,018
Undistributed Long-Term Gains	213,242
Capital Loss Carryforwards	—
Qualified Late-Year Losses	—
Net Unrealized Gains (Losses)	13,556,840

Target Retirement 2035 Fund

The tax character of distributions paid was as follows:

	Year Ended September 30,	
	2020 Amount (\$000)	2019 Amount (\$000)
Ordinary Income*	909,779	815,423
Long-Term Capital Gains	—	4,138
Total	909,779	819,561

* Includes short-term capital gains, if any.

As of September 30, 2020, 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	26,990,092
Gross Unrealized Appreciation	13,602,023
Gross Unrealized Depreciation	(45,183)
Net Unrealized Appreciation (Depreciation)	13,556,840

E. Capital shares issued and redeemed were:

	Year Ended September 30,	
	2020 Shares (000)	2019 Shares (000)
Issued	303,971	319,514
Issued in Lieu of Cash Distributions	39,637	43,129
Redeemed	(309,050)	(252,750)
Net Increase (Decrease) in Shares Outstanding	34,558	109,893

Target Retirement 2035 Fund

F. Transactions during the period in affiliated underlying Vanguard funds were as follows:

	Current Period Transactions							Sept. 30, 2020 Market Value (\$000)
	Sept. 30, 2019 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) Income (\$000)	Capital Gain Distributions Received (\$000)		
Vanguard Market Liquidity Fund	9,487	NA ¹	NA ¹	(76)	20	589	—	594,477
Vanguard Total Bond Market II Index Fund	6,178,454	2,873,880	2,342,333	56,516	218,116	153,198	—	6,984,633
Vanguard Total Bond Market ETF ²	—	5,244	5,250	6	—	—	—	—
Vanguard Total International Bond Index Fund	2,693,932	878,367	529,901	2,864	(29,981)	86,002	—	3,015,281
Vanguard Total International Stock Index Fund	11,251,819	1,450,147	952,402	(66,382)	324,996	287,510	—	12,008,178
Vanguard Total Stock Market Index Fund	17,027,238	1,640,180	2,867,639	251,282	1,893,302	298,220	—	17,944,363
Total	37,160,930	6,847,818	6,697,525	244,210	2,406,453	825,519	—	40,546,932

¹ Not applicable—purchases and sales are for temporary cash investment purposes.

² The fund invested in ETF Shares during the period, but sold the positions before period end.

G. Management has determined that no events or transactions occurred subsequent to September 30, 2020, that would require recognition or disclosure in these financial statements.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Vanguard Chester Funds and Shareholders of Vanguard Target Retirement Income Fund, Vanguard Target Retirement 2015 Fund, Vanguard Target Retirement 2020 Fund, Vanguard Target Retirement 2025 Fund, Vanguard Target Retirement 2030 Fund and Vanguard Target Retirement 2035 Fund

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Vanguard Target Retirement Income Fund, Vanguard Target Retirement 2015 Fund, Vanguard Target Retirement 2020 Fund, Vanguard Target Retirement 2025 Fund, Vanguard Target Retirement 2030 Fund and Vanguard Target Retirement 2035 Fund (six of the funds constituting Vanguard Chester Funds, hereafter collectively referred to as the "Funds") as of September 30, 2020, the related statements of operations for the year ended September 30, 2020, the statements of changes in net assets for each of the two years in the period ended September 30, 2020, including the related notes, and the financial highlights for each of the five years in the period ended September 30, 2020 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of September 30, 2020, the results of each of their operations for the year then ended, the changes in each of their net assets for each of the two years in the period ended September 30, 2020 and each of the financial highlights for each of the five years in the period ended September 30, 2020 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of September 30, 2020 by correspondence with the transfer agent. We believe that our audits provide a reasonable basis for our opinions.

/s/PricewaterhouseCoopers LLP
Philadelphia, Pennsylvania
November 12, 2020

We have served as the auditor of one or more investment companies in The Vanguard Group of Funds since 1975.

Special 2020 tax information (unaudited) for Vanguard Target Retirement Funds

This information for the fiscal year ended September 30, 2020, is included pursuant to provisions of the Internal Revenue Code.

The funds distributed capital gain dividends (20% rate gain distributions) to shareholders during the fiscal year as follows:

Fund	(\$000)
Target Retirement Income Fund	\$26,970
Target Retirement 2015 Fund	392,501
Target Retirement 2020 Fund	452,812
Target Retirement 2025 Fund	64,566
Target Retirement 2030 Fund	6,424
Target Retirement 2035 Fund	6,105

For nonresident alien shareholders, 100% of short-term capital gain dividends distributed by the funds are qualified short-term capital gains.

The funds distributed qualified dividend income to shareholders during the fiscal year as follows:

Fund	(\$000)
Target Retirement Income Fund	\$83,725
Target Retirement 2015 Fund	104,869
Target Retirement 2020 Fund	298,973
Target Retirement 2025 Fund	481,451
Target Retirement 2030 Fund	490,406
Target Retirement 2035 Fund	516,755

For corporate shareholders, the percentage of investment income (dividend income plus short-term gains, if any) that qualifies for the dividends-received deduction is as follows:

Fund	Percentage
Target Retirement Income Fund	11.5%
Target Retirement 2015 Fund	14.7
Target Retirement 2020 Fund	20.3
Target Retirement 2025 Fund	23.1
Target Retirement 2030 Fund	26.3
Target Retirement 2035 Fund	29.5

The funds designate to shareholders foreign source income and foreign taxes paid as follows:

Fund	Foreign Source Income (\$000)	Foreign Taxes Paid (\$000)
Target Retirement Income Fund	\$135,860	\$3,892
Target Retirement 2015 Fund	128,596	4,167
Target Retirement 2020 Fund	295,378	12,015
Target Retirement 2025 Fund	443,361	20,076
Target Retirement 2030 Fund	400,535	20,126
Target Retirement 2035 Fund	386,891	21,290

Shareholders will receive more detailed information with their Form 1099-DIV in January 2021 to determine the calendar-year amounts to be included on their 2020 tax returns.

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The People Who Govern Your Fund

The trustees of your mutual fund are there to see that the fund is operated and managed in your best interests since, as a shareholder, you are a part owner of the fund. Your fund's trustees also serve on the board of directors of The Vanguard Group, Inc., which is owned by the Vanguard funds and provides services to them.

A majority of Vanguard's board members are independent, meaning that they have no affiliation with Vanguard or the funds they oversee, apart from the sizable personal investments they have made as private individuals. The independent board members have distinguished backgrounds in business, academia, and public service. Each of the trustees and executive officers oversees 213 Vanguard funds.

Information for each trustee and executive officer of the fund appears below. That information, as well as the Vanguard fund count, is as of the date on the cover of this fund report. The mailing address of the trustees and officers is P.O. Box 876, Valley Forge, PA 19482. More information about the trustees is in the *Statement of Additional Information*, which can be obtained, without charge, by contacting Vanguard at 800-662-7447, or online at vanguard.com.

Interested Trustee¹

Mortimer J. Buckley

Born in 1969. Trustee since January 2018. Principal occupation(s) during the past five years and other experience: chairman of the board (2019–present) of Vanguard and of each of the investment companies served by Vanguard; chief executive officer (2018–present) of Vanguard; chief executive officer, president, and trustee (2018–present) of each of the investment companies served by Vanguard; president and director (2017–present) of Vanguard; and president (2018–present) of Vanguard Marketing Corporation. Chief investment officer (2013–2017), managing director (2002–2017), head of the Retail Investor Group (2006–2012), and chief information officer (2001–2006) of Vanguard. Chairman of the board (2011–2017) and trustee (2009–2017) of the Children's Hospital of Philadelphia; and trustee (2018–present) and vice chair (2019–present) of The Shipley School.

Independent Trustees

Emerson U. Fullwood

Born in 1948. Trustee since January 2008. Principal occupation(s) during the past five years and other experience: executive chief staff and marketing officer for North America and corporate vice president (retired 2008) of Xerox Corporation (document management products and services). Former president of the Worldwide Channels Group, Latin America, and

Worldwide Customer Service and executive chief staff officer of Developing Markets of Xerox. Executive in residence and 2009–2010 Distinguished Minett Professor at the Rochester Institute of Technology. Director of SPX FLOW, Inc. (multi-industry manufacturing). Director of the University of Rochester Medical Center, the Monroe Community College Foundation, the United Way of Rochester, North Carolina A&T University, and Roberts Wesleyan College. Trustee of the University of Rochester.

Amy Gutmann

Born in 1949. Trustee since June 2006. Principal occupation(s) during the past five years and other experience: president (2004–present) of the University of Pennsylvania. Christopher H. Browne Distinguished Professor of Political Science, School of Arts and Sciences, and professor of communication, Annenberg School for Communication, with secondary faculty appointments in the Department of Philosophy, School of Arts and Sciences, and at the Graduate School of Education, University of Pennsylvania.

F. Joseph Loughrey

Born in 1949. Trustee since October 2009. Principal occupation(s) during the past five years and other experience: president and chief operating officer (retired 2009) and vice chairman of the board (2008–2009) of Cummins Inc. (industrial machinery). Chairman of the board of Hillenbrand, Inc. (specialized consumer services) and the Lumina Foundation. Director of the V Foundation. Member of the advisory

¹ Mr. Buckley is considered an "interested person," as defined in the Investment Company Act of 1940, because he is an officer of the Vanguard funds.

council for the College of Arts and Letters and chair of the advisory board to the Kellogg Institute for International Studies, both at the University of Notre Dame.

Mark Loughridge

Born in 1953. Trustee since March 2012. Principal occupation(s) during the past five years and other experience: senior vice president and chief financial officer (retired 2013) of IBM (information technology services). Fiduciary member of IBM's Retirement Plan Committee (2004–2013), senior vice president and general manager (2002–2004) of IBM Global Financing, vice president and controller (1998–2002) of IBM, and a variety of other prior management roles at IBM. Member of the Council on Chicago Booth.

Scott C. Malpass

Born in 1962. Trustee since March 2012. Principal occupation(s) during the past five years and other experience: chief investment officer (retired June 2020) and vice president (retired June 2020) of the University of Notre Dame. Assistant professor of finance at the Mendoza College of Business, University of Notre Dame, and member of the Notre Dame 403(b) Investment Committee (retired June 2020). Member of the board of Catholic Investment Services, Inc. (investment advisors) and the board of superintendence of the Institute for the Works of Religion.

Deanna Mulligan

Born in 1963. Trustee since January 2018. Principal occupation(s) during the past five years and other experience: board chair (2020–present), chief executive officer (2011–2020), and president (2010–2019) of The Guardian Life Insurance Company of America. Chief operating officer (2010–2011) and executive vice president (2008–2010) of the individual life and disability division of Guardian Life. Member of the board of the American Council of Life Insurers and the board of the Economic Club of New York. Trustee of the Partnership for New York City (business leadership), Chief Executives for Corporate Purpose, NewYork-Presbyterian Hospital, Catalyst, and the Bruce Museum (arts and science). Member of the Advisory Council for the Stanford Graduate School of Business.

André F. Perold

Born in 1952. Trustee since December 2004. Principal occupation(s) during the past five years and other experience: George Gund Professor of Finance and Banking, Emeritus at the Harvard Business School (retired 2011). Chief investment officer and co-managing partner of HighVista Strategies (private investment firm). Member of the board of advisors and member of the investment committee of the Museum of Fine Arts Boston. Member of the board (2018–present) of RIT Capital Partners (investment firm). Member of the investment committee of Partners Health Care System.

Sarah Bloom Raskin

Born in 1961. Trustee since January 2018. Principal occupation(s) during the past five years and other experience: deputy secretary (2014–2017) of the United States Department of the Treasury. Governor (2010–2014) of the Federal Reserve Board. Commissioner (2007–2010) of financial regulation for the State of Maryland. Member of the board of directors (2012–2014) of Neighborhood Reinvestment Corporation. Director (2017–present) of i(x) Investments, LLC; director (2017–present) of Reserve Trust. Rubenstein Fellow (2017–present) of Duke University; trustee (2017–present) of Amherst College, and trustee (2019–present) of the Folger Shakespeare Library.

Peter F. Volanakis

Born in 1955. Trustee since July 2009. Principal occupation(s) during the past five years and other experience: president and chief operating officer (retired 2010) of Corning Incorporated (communications equipment) and director of Corning Incorporated (2000–2010) and Dow Corning (2001–2010). Director (2012) of SPX Corporation (multi-industry manufacturing). Overseer of the Amos Tuck School of Business Administration, Dartmouth College (2001–2013). Chairman of the board of trustees of Colby-Sawyer College. Member of the board of Hypertherm Inc. (industrial cutting systems, software, and consumables).

Executive Officers

John Bendl

Born in 1970. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Chief financial officer (2019–present) of each of the investment companies served by Vanguard. Chief accounting officer, treasurer, and controller of Vanguard (2017–present). Partner (2003–2016) at KPMG (audit, tax, and advisory services).

Christine M. Buchanan

Born in 1970. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Treasurer (2017–present) of each of the investment companies served by Vanguard. Partner (2005–2017) at KPMG (audit, tax, and advisory services).

David Cermak

Born in 1960. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Finance director (2019–present) of each of the investment companies served by Vanguard. Managing director and head (2017–present) of Vanguard Investments Singapore. Managing director and head (2017–2019) of Vanguard Investments Hong Kong. Representative director and head (2014–2017) of Vanguard Investments Japan.

John Galloway

Born in 1973. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Investment stewardship officer (September 2020–present) of each of the investment companies served by Vanguard. Head of Investor Advocacy (February 2020–present) and head of Marketing Strategy and Planning (2017–2020) at Vanguard. Deputy assistant to the President of the United States (2015).

Thomas J. Higgins

Born in 1957. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Finance director (2019–present), chief financial officer (2008–2019), and treasurer (1998–2008) of each of the investment companies served by Vanguard.

Peter Mahoney

Born in 1974. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Controller (2015–present) of each of the investment companies served by Vanguard. Head of International Fund Services (2008–2014) at Vanguard.

Anne E. Robinson

Born in 1970. Principal occupation(s) during the past five years and other experience: general counsel (2016–present) of Vanguard. Secretary (2016–present) of Vanguard and of each of the investment companies served by Vanguard. Managing director (2016–present) of Vanguard. Managing director and general counsel of Global Cards and Consumer Services (2014–2016) at Citigroup. Counsel (2003–2014) at American Express.

Michael Rollings

Born in 1963. Principal occupation(s) during the past five years and other experience: finance director (2017–present) and treasurer (2017) of each of the investment companies served by Vanguard. Managing director (2016–present) of Vanguard. Chief financial officer (2016–present) of Vanguard. Director (2016–present) of Vanguard Marketing Corporation. Executive vice president and chief financial officer (2006–2016) of MassMutual Financial Group.

John E. Schadt

Born in 1972. Principal occupation(s) during the past five years and other experience: principal of Vanguard. Chief compliance officer (2019–present) of Vanguard and of each of the investment companies served by Vanguard. Assistant vice president (2019–present) of Vanguard Marketing Corporation.

Vanguard Senior Management Team

Joseph Brennan
Mortimer J. Buckley
Gregory Davis
John James
John T. Marcante
Chris D. McIsaac

James M. Norris
Thomas M. Rampulla
Karin A. Risi
Anne E. Robinson
Michael Rollings
Lauren Valente



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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.