

Semiannual Report | March 31, 2021

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

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About Your Fund's Expenses

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

A fund's expenses are expressed as a percentage of its average net assets. 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 costs (in dollars) of investing in your fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period. The 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. 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 in the Financial Statements section of this report. For additional information on operating expenses and other shareholder costs, please refer to your fund's current prospectus.

Six Months Ended March 31, 2021

	Beginning Account Value 9/30/2020	Ending Account Value 3/31/2021	Expenses Paid During Period
Based on Actual Fund Return			
Target Retirement Income Fund	\$1,000.00	\$1,052.30	\$0.61
Target Retirement 2015 Fund	\$1,000.00	\$1,060.60	\$0.62
Target Retirement 2020 Fund	\$1,000.00	\$1,092.50	\$0.68
Target Retirement 2025 Fund	\$1,000.00	\$1,113.60	\$0.69
Target Retirement 2030 Fund	\$1,000.00	\$1,132.80	\$0.69
Target Retirement 2035 Fund	\$1,000.00	\$1,151.60	\$0.75
Based on Hypothetical 5% Yearly Return			
Target Retirement Income Fund	\$1,000.00	\$1,024.33	\$0.61
Target Retirement 2015 Fund	\$1,000.00	\$1,024.33	\$0.61
Target Retirement 2020 Fund	\$1,000.00	\$1,024.28	\$0.66
Target Retirement 2025 Fund	\$1,000.00	\$1,024.28	\$0.66
Target Retirement 2030 Fund	\$1,000.00	\$1,024.28	\$0.66
Target Retirement 2035 Fund	\$1,000.00	\$1,024.23	\$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 average weighted expense ratio 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 (182/365).

Target Retirement Income Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Bond Market II Index Fund Investor Shares	37.3%
Vanguard Total Stock Market Index Fund Investor Shares	17.5
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	17.0
Vanguard Total International Bond Index Fund Investor Shares	16.0
Vanguard Total International Stock Index Fund Investor Shares	12.1
Vanguard Total International Bond II Index Fund Investor Shares	0.1

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (99.0%)		
U.S. Stock Fund (17.3%)		
Vanguard Total Stock Market Index Fund Investor Shares	30,181,497	3,032,335
International Stock Fund (12.0%)		
Vanguard Total International Stock Index Fund Investor Shares	104,290,084	2,098,316
U.S. Bond Funds (53.8%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	588,691,280	6,469,717
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	114,048,471	2,942,451
		<u>9,412,168</u>
International Bond Funds (15.9%)		
Vanguard Total International Bond Index Fund Investor Shares	243,505,762	2,775,966
¹ Vanguard Total International Bond II Index Fund Investor Shares	1,544,000	15,440
		<u>2,791,406</u>
Total Investment Companies (Cost \$13,599,988)		17,334,225
Temporary Cash Investments (1.0%)		
Money Market Fund (1.0%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$185,065)	1,850,746	185,075
Total Investments (100.0%) (Cost \$13,785,053)		17,519,300
Other Assets and Liabilities—Net (0.0%)		(7,714)
Net Assets (100%)		17,511,586

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				
10-Year U.S. Treasury Note	June 2021	440	57,612	(1,309)
E-mini S&P 500 Index	June 2021	618	122,593	983
				<hr/> (326) <hr/>

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$13,785,053)	17,519,300
Cash Collateral Pledged—Futures Contracts	7,528
Receivables for Investment Securities Sold	30,500
Receivables for Accrued Income	13,907
Receivables for Capital Shares Issued	13,088
Variation Margin Receivable—Futures Contracts	554
Total Assets	17,584,877
Liabilities	
Payables for Investment Securities Purchased	29,349
Payables for Capital Shares Redeemed	43,942
Total Liabilities	73,291
Net Assets	17,511,586

At March 31, 2021, net assets consisted of:

Paid-in Capital	13,208,865
Total Distributable Earnings (Loss)	4,302,721
Net Assets	17,511,586

Net Assets

Applicable to 1,175,152,333 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	17,511,586
Net Asset Value Per Share	\$14.90

Statement of Operations

Six Months Ended
March 31, 2021

(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	145,587
Net Investment Income— Note B	145,587
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	64,959
Affiliated Funds Sold	543,672
Futures Contracts	9,362
Realized Net Gain (Loss)	617,993
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	156,154
Futures Contracts	(2,736)
Change in Unrealized Appreciation (Depreciation)	153,418
Net Increase (Decrease) in Net Assets Resulting from Operations	916,998

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	145,587	371,700
Realized Net Gain (Loss)	617,993	297,540
Change in Unrealized Appreciation (Depreciation)	153,418	506,784
Net Increase (Decrease) in Net Assets Resulting from Operations	916,998	1,176,024
Distributions		
Total Distributions	(479,143)	(378,668)
Capital Share Transactions		
Issued	1,799,369	3,038,878
Issued in Lieu of Cash Distributions	453,379	359,137
Redeemed	(2,754,837)	(3,603,059)
Net Increase (Decrease) from Capital Share Transactions	(502,089)	(205,044)
Total Increase (Decrease)	(64,234)	592,312
Net Assets		
Beginning of Period	17,575,820	16,983,508
End of Period	17,511,586	17,575,820

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$14.54	\$13.85	\$13.52	\$13.46	\$13.08	\$12.59
Investment Operations						
Net Investment Income	.121 ¹	.308 ¹	.341 ¹	.334 ¹	.250 ¹	.229
Capital Gain Distributions Received	.054 ¹	—	—	.001 ¹	.004 ¹	.007
Net Realized and Unrealized Gain (Loss) on Investments	.585	.696	.533	.107	.422	.692
Total from Investment Operations	.760	1.004	.874	.442	.676	.928
Distributions						
Dividends from Net Investment Income	(.135)	(.297)	(.352)	(.327)	(.254)	(.227)
Distributions from Realized Capital Gains	(.265)	(.017)	(.192)	(.055)	(.042)	(.211)
Total Distributions	(.400)	(.314)	(.544)	(.382)	(.296)	(.438)
Net Asset Value, End of Period	\$14.90	\$14.54	\$13.85	\$13.52	\$13.46	\$13.08
Total Return²	5.23%	7.35%	6.75%	3.31%	5.26%	7.54%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$17,512	\$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%	0.12%	0.13%	0.13%
Ratio of Net Investment Income to Average Net Assets	1.62%	2.19%	2.54%	2.47%	1.90%	1.78%
Portfolio Turnover Rate	5%	17%	10%	6%	8%	11%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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.

Target Retirement Income Fund

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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	13,785,053
Gross Unrealized Appreciation	3,774,306
Gross Unrealized Depreciation	(40,385)
Net Unrealized Appreciation (Depreciation)	3,733,921

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	120,420	216,355
Issued in Lieu of Cash Distributions	30,385	25,681
Redeemed	(184,426)	(259,849)
Net Increase (Decrease) in Shares Outstanding	(33,621)	(17,813)

Target Retirement Income Fund

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	224,508	NA ¹	NA ¹	—	—	88	—	185,075
Vanguard Short-Term Inflation- Protected Securities Index Fund	2,953,727	86,149	143,528	1,395	44,708	23,799	—	2,942,451
Vanguard Total Bond Market II Index Fund	6,486,928	414,287	107,129	(3,756)	(320,613)	61,115	60,607	6,469,717
Vanguard Total International Bond Index Fund	2,736,237	147,367	50,342	(1,102)	(56,194)	12,365	4,352	2,775,966
Vanguard Total International Bond II Index Fund	—	15,440	—	—	—	—	—	15,440
Vanguard Total International Stock Index Fund	2,107,062	26,858	446,808	85,497	325,707	26,857	—	2,098,316
Vanguard Total Stock Market Index Fund	3,053,704	116,879	762,432	461,638	162,546	21,363	—	3,032,335
Total	17,562,166	806,980	1,510,239	543,672	156,154	145,587	64,959	17,519,300

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Target Retirement 2015 Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Bond Market II Index Fund Investor Shares	35.9%
Vanguard Total Stock Market Index Fund Investor Shares	19.6
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	15.4
Vanguard Total International Bond Index Fund Investor Shares	15.4
Vanguard Total International Stock Index Fund Investor Shares	13.5
Vanguard Total International Bond II Index Fund Investor Shares	0.2

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (99.2%)		
U.S. Stock Fund (19.5%)		
Vanguard Total Stock Market Index Fund Investor Shares	28,211,733	2,834,433
International Stock Fund (13.4%)		
Vanguard Total International Stock Index Fund Investor Shares	97,089,750	1,953,446
U.S. Bond Funds (50.9%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	472,249,695	5,190,024
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	86,328,694	2,227,280
		<u>7,417,304</u>
International Bond Funds (15.4%)		
Vanguard Total International Bond Index Fund Investor Shares	194,869,710	2,221,515
¹ Vanguard Total International Bond II Index Fund Investor Shares	2,000,000	20,000
		<u>2,241,515</u>
Total Investment Companies (Cost \$10,864,855)		14,446,698
Temporary Cash Investments (1.0%)		
Money Market Fund (1.0%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$150,478)	1,504,834	150,483
Total Investments (100.2%) (Cost \$11,015,333)		14,597,181
Other Assets and Liabilities—Net (-0.2%)		(26,039)
Net Assets (100%)		14,571,142

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 2015 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				
10-Year U.S. Treasury Note	June 2021	324	42,424	(1,039)
E-mini S&P 500 Index	June 2021	474	94,027	702
				<hr/> (337) <hr/>

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$11,015,333)	14,597,181
Cash Collateral Pledged—Futures Contracts	6,602
Receivables for Investment Securities Sold	24,987
Receivables for Accrued Income	11,173
Receivables for Capital Shares Issued	3,526
Variation Margin Receivable—Futures Contracts	506
Total Assets	14,643,975
Liabilities	
Payables for Investment Securities Purchased	31,173
Payables for Capital Shares Redeemed	41,660
Total Liabilities	72,833
Net Assets	14,571,142

At March 31, 2021, net assets consisted of:

Paid-in Capital	10,238,180
Total Distributable Earnings (Loss)	4,332,962
Net Assets	14,571,142

Net Assets

Applicable to 923,196,520 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	14,571,142
Net Asset Value Per Share	\$15.78

Statement of Operations

Six Months Ended
March 31, 2021

(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	124,321
Net Investment Income— Note B	124,321
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	52,798
Affiliated Funds Sold	702,572
Futures Contracts	9,981
Realized Net Gain (Loss)	765,351
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	31,902
Futures Contracts	(3,422)
Change in Unrealized Appreciation (Depreciation)	28,480
Net Increase (Decrease) in Net Assets Resulting from Operations	918,152

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	124,321	334,603
Realized Net Gain (Loss)	765,351	764,914
Change in Unrealized Appreciation (Depreciation)	28,480	(7,626)
Net Increase (Decrease) in Net Assets Resulting from Operations	918,152	1,091,891
Distributions		
Total Distributions	(953,910)	(734,000)
Capital Share Transactions		
Issued	962,270	2,038,962
Issued in Lieu of Cash Distributions	924,637	713,503
Redeemed	(2,512,629)	(3,525,024)
Net Increase (Decrease) from Capital Share Transactions	(625,722)	(772,559)
Total Increase (Decrease)	(661,480)	(414,668)
Net Assets		
Beginning of Period	15,232,622	15,647,290
End of Period	14,571,142	15,232,622

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

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$15.84	\$15.42	\$15.60	\$15.75	\$15.19	\$14.90
Investment Operations						
Net Investment Income	.130 ¹	.336 ¹	.376 ¹	.371 ¹	.305 ¹	.311
Capital Gain Distributions Received	.055 ¹	—	—	.001 ¹	.005 ¹	.007
Net Realized and Unrealized Gain (Loss) on Investments	.770	.818	.455	.328	.846	.968
Total from Investment Operations	.955	1.154	.831	.700	1.156	1.286
Distributions						
Dividends from Net Investment Income	(.250)	(.379)	(.372)	(.318)	(.289)	(.299)
Distributions from Realized Capital Gains	(.765)	(.355)	(.639)	(.532)	(.307)	(.697)
Total Distributions	(1.015)	(.734)	(1.011)	(.850)	(.596)	(.996)
Net Asset Value, End of Period	\$15.78	\$15.84	\$15.42	\$15.60	\$15.75	\$15.19
Total Return²	6.06%	7.68%	6.08%	4.54%	7.95%	9.03%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$14,571	\$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%	0.12%	0.13%	0.13%	0.13%	0.14%
Ratio of Net Investment Income to Average Net Assets	1.62%	2.20%	2.52%	2.39%	2.02%	1.96%
Portfolio Turnover Rate	3%	18%	10%	7%	7%	9%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	11,015,333
Gross Unrealized Appreciation	3,604,620
Gross Unrealized Depreciation	(23,109)
Net Unrealized Appreciation (Depreciation)	3,581,511

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	60,055	134,165
Issued in Lieu of Cash Distributions	58,819	46,910
Redeemed	(157,618)	(233,997)
Net Increase (Decrease) in Shares Outstanding	(38,744)	(52,922)

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	196,038	NA ¹	NA ¹	—	—	80	—	150,483
Vanguard Short-Term Inflation- Protected Securities Index Fund	2,225,199	87,122	120,162	1,597	33,524	18,046	—	2,227,280
Vanguard Total Bond Market II Index Fund	5,339,171	202,859	90,235	(3,948)	(257,823)	49,654	49,186	5,190,024
Vanguard Total International Bond Index Fund	2,288,022	69,056	88,909	(1,864)	(44,790)	10,172	3,612	2,221,515
Vanguard Total International Bond II Index Fund	—	20,000	—	—	—	—	—	20,000
Vanguard Total International Stock Index Fund	2,117,820	25,685	589,697	118,595	281,043	25,685	—	1,953,446
Vanguard Total Stock Market Index Fund	2,987,622	98,067	859,396	588,192	19,948	20,684	—	2,834,433
Total	15,153,872	502,789	1,748,399	702,572	31,902	124,321	52,798	14,597,181

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Target Retirement 2020 Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Bond Market II Index Fund Investor Shares	30.4%
Vanguard Total Stock Market Index Fund Investor Shares	28.2
Vanguard Total International Stock Index Fund Investor Shares	19.3
Vanguard Total International Bond Index Fund Investor Shares	12.9
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	9.0
Vanguard Total International Bond II Index Fund Investor Shares	0.2

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (99.2%)		
U.S. Stock Fund (28.0%)		
Vanguard Total Stock Market Index Fund Investor Shares	85,307,203	8,570,815
International Stock Fund (19.1%)		
Vanguard Total International Stock Index Fund Investor Shares	291,193,616	5,858,815
U.S. Bond Funds (39.1%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	841,130,051	9,244,019
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	106,633,201	2,751,137
		11,995,156
International Bond Funds (13.0%)		
Vanguard Total International Bond Index Fund Investor Shares	344,198,697	3,923,865
¹ Vanguard Total International Bond II Index Fund Investor Shares	5,000,000	50,000
		3,973,865
Total Investment Companies (Cost \$21,413,651)		30,398,651
Temporary Cash Investments (1.0%)		
Money Market Fund (1.0%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$303,027)	3,030,407	303,041
Total Investments (100.2%) (Cost \$21,716,678)		30,701,692
Other Assets and Liabilities—Net (-0.2%)		(49,293)
Net Assets (100%)		30,652,399

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 2020 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				
10-Year U.S. Treasury Note	June 2021	275	36,008	(860)
E-mini S&P 500 Index	June 2021	1,171	232,291	1,616
				<hr/> 756

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$21,716,678)	30,701,692
Cash Collateral Pledged—Futures Contracts	16,390
Receivables for Investment Securities Sold	74,581
Receivables for Accrued Income	19,967
Receivables for Capital Shares Issued	11,435
Variation Margin Receivable—Futures Contracts	1,391
Total Assets	30,825,456
Liabilities	
Payables for Investment Securities Purchased	69,954
Payables for Capital Shares Redeemed	103,103
Total Liabilities	173,057
Net Assets	30,652,399

At March 31, 2021, net assets consisted of:

Paid-in Capital	19,750,414
Total Distributable Earnings (Loss)	10,901,985
Net Assets	30,652,399

Net Assets

Applicable to 882,539,438 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	30,652,399
Net Asset Value Per Share	\$34.73

Statement of Operations

Six Months Ended
March 31, 2021

(\$'000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	268,043
Net Investment Income— Note B	268,043
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	94,741
Affiliated Funds Sold	1,902,780
Futures Contracts	19,474
Realized Net Gain (Loss)	2,016,995
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	604,570
Futures Contracts	(5,117)
Change in Unrealized Appreciation (Depreciation)	599,453
Net Increase (Decrease) in Net Assets Resulting from Operations	2,884,491

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	268,043	705,861
Realized Net Gain (Loss)	2,016,995	1,452,786
Change in Unrealized Appreciation (Depreciation)	599,453	326,496
Net Increase (Decrease) in Net Assets Resulting from Operations	2,884,491	2,485,143
Distributions		
Total Distributions	(1,972,171)	(1,159,070)
Capital Share Transactions		
Issued	2,640,225	5,243,714
Issued in Lieu of Cash Distributions	1,914,396	1,131,242
Redeemed	(6,701,821)	(8,603,355)
Net Increase (Decrease) from Capital Share Transactions	(2,147,200)	(2,228,399)
Total Increase (Decrease)	(1,234,880)	(902,326)
Net Assets		
Beginning of Period	31,887,279	32,789,605
End of Period	30,652,399	31,887,279

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$33.79	\$32.24	\$32.14	\$31.19	\$29.09	\$27.52
Investment Operations						
Net Investment Income	.287 ¹	.713 ¹	.778 ¹	.729 ¹	.636 ¹	.619
Capital Gain Distributions Received	.102 ¹	—	—	.002 ¹	.008 ¹	.012
Net Realized and Unrealized Gain (Loss) on Investments	2.704	1.987	.736	1.079	2.231	2.065
Total from Investment Operations	3.093	2.700	1.514	1.810	2.875	2.696
Distributions						
Dividends from Net Investment Income	(.554)	(.789)	(.745)	(.631)	(.562)	(.591)
Distributions from Realized Capital Gains	(1.599)	(.361)	(.669)	(.229)	(.213)	(.535)
Total Distributions	(2.153)	(1.150)	(1.414)	(.860)	(.775)	(1.126)
Net Asset Value, End of Period	\$34.73	\$33.79	\$32.24	\$32.14	\$31.19	\$29.09
Total Return²	9.25%	8.51%	5.29%	5.87%	10.17%	10.05%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$30,652	\$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%	0.13%	0.14%
Ratio of Net Investment Income to Average Net Assets	1.65%	2.21%	2.51%	2.30%	2.15%	2.14%
Portfolio Turnover Rate	4%	19%	13%	10%	9%	15%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	21,716,678
Gross Unrealized Appreciation	9,037,947
Gross Unrealized Depreciation	(52,177)
Net Unrealized Appreciation (Depreciation)	8,985,770

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	75,840	162,609
Issued in Lieu of Cash Distributions	55,911	34,711
Redeemed	(192,850)	(270,581)
Net Increase (Decrease) in Shares Outstanding	(61,099)	(73,261)

Target Retirement 2020 Fund

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	324,637	NA ¹	NA ¹	—	—	148	—	303,041
Vanguard Short-Term Inflation- Protected Securities Index Fund	2,653,326	178,044	123,095	1,151	41,711	22,004	—	2,751,137
Vanguard Total Bond Market II Index Fund	9,348,388	635,934	270,165	(10,781)	(459,357)	88,439	88,400	9,244,019
Vanguard Total International Bond Index Fund	4,038,842	144,291	176,623	(3,533)	(79,112)	17,950	6,341	3,923,865
Vanguard Total International Bond II Index Fund	—	50,000	—	—	—	—	—	50,000
Vanguard Total International Stock Index Fund	6,252,622	77,053	1,659,939	294,435	894,644	77,053	—	5,858,815
Vanguard Total Stock Market Index Fund	9,076,832	236,278	2,570,487	1,621,508	206,684	62,449	—	8,570,815
Total	31,694,647	1,321,600	4,800,309	1,902,780	604,570	268,043	94,741	30,701,692

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Target Retirement 2025 Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Stock Market Index Fund Investor Shares	35.1%
Vanguard Total Bond Market II Index Fund Investor Shares	28.1
Vanguard Total International Stock Index Fund Investor Shares	23.7
Vanguard Total International Bond Index Fund Investor Shares	11.9
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	0.8
Vanguard Total International Bond II Index Fund Investor Shares	0.4

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (99.0%)		
U.S. Stock Fund (34.7%)		
Vanguard Total Stock Market Index Fund Investor Shares	166,105,737	16,688,644
International Stock Fund (23.5%)		
Vanguard Total International Stock Index Fund Investor Shares	559,965,011	11,266,496
U.S. Bond Funds (28.6%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	1,215,949,582	13,363,286
Vanguard Short-Term Inflation-Protected Securities Index Fund Investor Shares	15,396,081	397,219
		13,760,505
International Bond Funds (12.2%)		
Vanguard Total International Bond Index Fund Investor Shares	498,812,336	5,686,461
¹ Vanguard Total International Bond II Index Fund Investor Shares	17,000,460	170,004
		5,856,465
Total Investment Companies (Cost \$31,369,524)		47,572,110
Temporary Cash Investments (1.1%)		
Money Market Fund (1.1%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$516,118)	5,161,392	516,139
Total Investments (100.1%) (Cost \$31,885,642)		48,088,249
Other Assets and Liabilities—Net (-0.1%)		(58,622)
Net Assets (100%)		48,029,627

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 2025 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				
10-Year U.S. Treasury Note	June 2021	2,081	272,481	(6,906)
E-mini S&P 500 Index	June 2021	1,059	210,074	1,824
				<hr/> (5,082)

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$31,885,642)	48,088,249
Cash Collateral Pledged—Futures Contracts	15,940
Receivables for Investment Securities Sold	276,677
Receivables for Accrued Income	28,852
Receivables for Capital Shares Issued	30,576
Variation Margin Receivable—Futures Contracts	864
Total Assets	48,441,158
Liabilities	
Payables for Investment Securities Purchased	178,856
Payables for Capital Shares Redeemed	232,675
Total Liabilities	411,531
Net Assets	48,029,627

At March 31, 2021, net assets consisted of:

Paid-in Capital	29,608,972
Total Distributable Earnings (Loss)	18,420,655
Net Assets	48,029,627

Net Assets

Applicable to 2,189,067,394 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	48,029,627
Net Asset Value Per Share	\$21.94

Statement of Operations

Six Months Ended
March 31, 2021

(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	411,317
Net Investment Income— Note B	411,317
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	132,836
Affiliated Funds Sold	2,260,261
Futures Contracts	24,338
Realized Net Gain (Loss)	2,417,435
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	2,411,867
Futures Contracts	(13,754)
Change in Unrealized Appreciation (Depreciation)	2,398,113
Net Increase (Decrease) in Net Assets Resulting from Operations	5,226,865

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	411,317	1,007,353
Realized Net Gain (Loss)	2,417,435	1,015,820
Change in Unrealized Appreciation (Depreciation)	2,398,113	1,714,535
Net Increase (Decrease) in Net Assets Resulting from Operations	5,226,865	3,737,708
Distributions		
Total Distributions	(2,094,827)	(1,174,627)
Capital Share Transactions		
Issued	4,869,315	7,933,617
Issued in Lieu of Cash Distributions	2,045,138	1,150,386
Redeemed	(8,537,379)	(9,272,657)
Net Increase (Decrease) from Capital Share Transactions	(1,622,926)	(188,654)
Total Increase (Decrease)	1,509,112	2,374,427
Net Assets		
Beginning of Period	46,520,515	44,146,088
End of Period	48,029,627	46,520,515

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

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$20.56	\$19.34	\$19.02	\$18.25	\$16.77	\$15.90
Investment Operations						
Net Investment Income	.182 ¹	.438 ¹	.464 ¹	.419 ¹	.380 ¹	.362
Capital Gain Distributions Received	.059 ¹	—	—	.001 ¹	.004 ¹	.006
Net Realized and Unrealized Gain (Loss) on Investments	2.076	1.292	.390	.807	1.534	1.280
Total from Investment Operations	2.317	1.730	.854	1.227	1.918	1.648
Distributions						
Dividends from Net Investment Income	(.356)	(.471)	(.434)	(.369)	(.327)	(.342)
Distributions from Realized Capital Gains	(.581)	(.039)	(.100)	(.088)	(.111)	(.436)
Total Distributions	(.937)	(.510)	(.534)	(.457)	(.438)	(.778)
Net Asset Value, End of Period	\$21.94	\$20.56	\$19.34	\$19.02	\$18.25	\$16.77
Total Return²	11.36%	9.04%	4.89%	6.79%	11.74%	10.67%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$48,030	\$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%	0.13%	0.14%	0.14%
Ratio of Net Investment Income to Average Net Assets	1.68%	2.25%	2.51%	2.24%	2.21%	2.18%
Portfolio Turnover Rate	6%	21%	11%	8%	10%	15%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

Notes to Financial Statements

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.

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	31,885,642
Gross Unrealized Appreciation	16,337,805
Gross Unrealized Depreciation	(140,280)
Net Unrealized Appreciation (Depreciation)	16,197,525

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	224,506	405,875
Issued in Lieu of Cash Distributions	95,078	57,837
Redeemed	(393,620)	(483,645)
Net Increase (Decrease) in Shares Outstanding	(74,036)	(19,933)

Target Retirement 2025 Fund

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	471,242	NA ¹	NA ¹	—	—	257	—	516,139
Vanguard Short-Term Inflation- Protected Securities Index Fund	225,991	165,683	—	—	5,545	2,847	—	397,219
Vanguard Total Bond Market II Index Fund	12,850,937	1,457,273	275,440	(10,047)	(659,437)	124,543	124,094	13,363,286
Vanguard Total International Bond Index Fund	5,507,353	448,170	150,000	(3,787)	(115,275)	25,180	8,742	5,686,461
Vanguard Total International Bond II Index Fund	—	170,004	—	—	—	5	—	170,004
Vanguard Total International Stock Index Fund	11,004,784	141,543	2,015,975	289,524	1,846,620	141,547	—	11,266,496
Vanguard Total Stock Market Index Fund	16,288,734	311,068	3,230,143	1,984,571	1,334,414	116,938	—	16,688,644
Total	46,349,041	2,693,741	5,671,558	2,260,261	2,411,867	411,317	132,836	48,088,249

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Target Retirement 2030 Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Stock Market Index Fund Investor Shares	40.0%
Vanguard Total International Stock Index Fund Investor Shares	26.9
Vanguard Total Bond Market II Index Fund Investor Shares	23.0
Vanguard Total International Bond Index Fund Investor Shares	9.8
Vanguard Total International Bond II Index Fund Investor Shares	0.3

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (99.0%)		
U.S. Stock Fund (39.5%)		
Vanguard Total Stock Market Index Fund Investor Shares	173,843,287	17,466,035
International Stock Fund (26.7%)		
Vanguard Total International Stock Index Fund Investor Shares	585,188,410	11,773,991
U.S. Bond Fund (22.8%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	916,548,433	10,072,867
International Bond Funds (10.0%)		
Vanguard Total International Bond Index Fund Investor Shares	377,112,229	4,299,078
¹ Vanguard Total International Bond II Index Fund Investor Shares	12,000,460	120,005
		4,419,083
Total Investment Companies (Cost \$27,806,874)		43,731,976
Temporary Cash Investments (1.2%)		
Money Market Fund (1.2%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$497,490)	4,975,046	497,505
Total Investments (100.2%) (Cost \$28,304,364)		44,229,481
Other Assets and Liabilities—Net (-0.2%)		(66,299)
Net Assets (100%)		44,163,182

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 2030 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				
10-Year U.S. Treasury Note	June 2021	1,968	257,685	(6,461)
E-mini S&P 500 Index	June 2021	942	186,865	1,622
				<hr/> (4,839)

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$28,304,364)	44,229,481
Cash Collateral Pledged—Futures Contracts	14,890
Receivables for Investment Securities Sold	188,095
Receivables for Accrued Income	21,763
Receivables for Capital Shares Issued	37,320
Variation Margin Receivable—Futures Contracts	803
Total Assets	44,492,352
Liabilities	
Payables for Investment Securities Purchased	121,770
Payables for Capital Shares Redeemed	207,400
Total Liabilities	329,170
Net Assets	44,163,182

At March 31, 2021, net assets consisted of:

Paid-in Capital	26,293,699
Total Distributable Earnings (Loss)	17,869,483
Net Assets	44,163,182

Net Assets

Applicable to 1,062,542,754 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	44,163,182
Net Asset Value Per Share	\$41.56

Statement of Operations

Six Months Ended
March 31, 2021

(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	381,150
Net Investment Income— Note B	381,150
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	100,377
Affiliated Funds Sold	1,892,554
Futures Contracts	26,537
Realized Net Gain (Loss)	2,019,468
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	3,148,065
Futures Contracts	(11,644)
Change in Unrealized Appreciation (Depreciation)	3,136,421
Net Increase (Decrease) in Net Assets Resulting from Operations	5,537,039

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	381,150	883,909
Realized Net Gain (Loss)	2,019,468	236,119
Change in Unrealized Appreciation (Depreciation)	3,136,421	2,407,074
Net Increase (Decrease) in Net Assets Resulting from Operations	5,537,039	3,527,102
Distributions		
Total Distributions	(1,152,226)	(970,908)
Capital Share Transactions		
Issued	4,712,899	7,587,027
Issued in Lieu of Cash Distributions	1,130,227	954,496
Redeemed	(8,350,073)	(7,926,412)
Net Increase (Decrease) from Capital Share Transactions	(2,506,947)	615,111
Total Increase (Decrease)	1,877,866	3,171,305
Net Assets		
Beginning of Period	42,285,316	39,114,011
End of Period	44,163,182	42,285,316

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

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$37.63	\$35.22	\$34.74	\$32.93	\$29.77	\$27.77
Investment Operations						
Net Investment Income	.342 ¹	.782 ¹	.830 ¹	.754 ¹	.683 ¹	.634
Capital Gain Distributions Received	.090 ¹	—	—	.001 ¹	.006 ¹	.008
Net Realized and Unrealized Gain (Loss) on Investments	4.536	2.495	.486	1.744	3.167	2.390
Total from Investment Operations	4.968	3.277	1.316	2.499	3.856	3.032
Distributions						
Dividends from Net Investment Income	(.661)	(.867)	(.767)	(.670)	(.576)	(.597)
Distributions from Realized Capital Gains	(.377)	—	(.069)	(.019)	(.120)	(.435)
Total Distributions	(1.038)	(.867)	(.836)	(.689)	(.696)	(1.032)
Net Asset Value, End of Period	\$41.56	\$37.63	\$35.22	\$34.74	\$32.93	\$29.77
Total Return²	13.28%	9.38%	4.15%	7.65%	13.25%	11.15%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$44,163	\$42,285	\$39,114	\$35,913	\$30,877	\$24,966
Ratio of Total Expenses to Average Net Assets	—	—	—	—	—	—
Acquired Fund Fees and Expenses	0.13%	0.14%	0.14%	0.14%	0.14%	0.15%
Ratio of Net Investment Income to Average Net Assets	1.70%	2.20%	2.46%	2.22%	2.21%	2.20%
Portfolio Turnover Rate	5%	21%	8%	9%	9%	16%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	28,304,434
Gross Unrealized Appreciation	16,047,016
Gross Unrealized Depreciation	(126,808)
Net Unrealized Appreciation (Depreciation)	15,920,208

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	116,144	213,271
Issued in Lieu of Cash Distributions	27,921	26,122
Redeemed	(205,248)	(226,267)
Net Increase (Decrease) in Shares Outstanding	(61,183)	13,126

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	484,989	NA ¹	NA ¹	—	—	236	—	497,505
Vanguard Total Bond Market II Index Fund	9,457,767	1,397,445	276,976	(9,366)	(496,003)	93,472	93,834	10,072,867
Vanguard Total International Bond Index Fund	4,107,268	444,633	161,863	(3,723)	(87,237)	19,011	6,543	4,299,078
Vanguard Total International Bond II Index Fund	—	120,005	—	—	—	5	—	120,005
Vanguard Total International Stock Index Fund	11,241,749	146,877	1,822,549	218,288	1,989,626	146,879	—	11,773,991
Vanguard Total Stock Market Index Fund	16,880,095	193,878	3,036,972	1,687,355	1,741,679	121,547	—	17,466,035
Total	42,171,868	2,302,838	5,298,360	1,892,554	3,148,065	381,150	100,377	44,229,481

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Target Retirement 2035 Fund

Underlying Vanguard Funds

As of March 31, 2021

Vanguard Total Stock Market Index Fund Investor Shares	44.5%
Vanguard Total International Stock Index Fund Investor Shares	30.0
Vanguard Total Bond Market II Index Fund Investor Shares	17.7
Vanguard Total International Bond Index Fund Investor Shares	7.6
Vanguard Total International Bond II Index Fund Investor Shares	0.2

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

Financial Statements (unaudited)

Schedule of Investments

As of March 31, 2021

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 (98.9%)		
U.S. Stock Fund (44.1%)		
Vanguard Total Stock Market Index Fund Investor Shares	191,035,888	19,193,375
International Stock Fund (29.6%)		
Vanguard Total International Stock Index Fund Investor Shares	642,263,539	12,922,342
U.S. Bond Fund (17.5%)		
¹ Vanguard Total Bond Market II Index Fund Investor Shares	693,899,957	7,625,961
International Bond Funds (7.7%)		
Vanguard Total International Bond Index Fund Investor Shares	285,788,310	3,257,987
¹ Vanguard Total International Bond II Index Fund Investor Shares	9,500,460	95,004
		3,352,991
Total Investment Companies (Cost \$25,614,738)		43,094,669
Temporary Cash Investments (1.1%)		
Money Market Fund (1.1%)		
¹ Vanguard Market Liquidity Fund, 0.081% (Cost \$464,261)	4,642,810	464,281
Total Investments (100.0%) (Cost \$26,078,999)		43,558,950
Other Assets and Liabilities— Net (0.0%)		(13,404)
Net Assets (100%)		43,545,546

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 2035 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				
10-Year U.S. Treasury Note	June 2021	2,191	286,884	(7,155)
E-mini S&P 500 Index	June 2021	920	182,500	1,584
				<hr/>
				(5,571)

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

Statement of Assets and Liabilities

As of March 31, 2021

(\$000s, except shares and per-share amounts)	Amount
Assets	
Investments in Securities, at Value—Affiliated Funds (Cost \$26,078,999)	43,558,950
Cash Collateral Pledged—Futures Contracts	11,660
Receivables for Investment Securities Sold	225,972
Receivables for Accrued Income	16,403
Receivables for Capital Shares Issued	29,858
Variation Margin Receivable—Futures Contracts	437
Total Assets	43,843,280
Liabilities	
Payables for Investment Securities Purchased	91,404
Payables for Capital Shares Redeemed	206,330
Total Liabilities	297,734
Net Assets	43,545,546

At March 31, 2021, net assets consisted of:

Paid-in Capital	24,292,200
Total Distributable Earnings (Loss)	19,253,346
Net Assets	43,545,546

Net Assets

Applicable to 1,673,713,062 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	43,545,546
Net Asset Value Per Share	\$26.02

Statement of Operations

Six Months Ended
March 31, 2021

(\$000)

Investment Income	
Income	
Income Distributions Received from Affiliated Funds	374,635
Net Investment Income— Note B	374,635
Realized Net Gain (Loss)	
Capital Gain Distributions Received from Affiliated Funds	74,699
Affiliated Funds Sold	1,696,525
Futures Contracts	19,173
Realized Net Gain (Loss)	1,790,397
Change in Unrealized Appreciation (Depreciation)	
Affiliated Funds	3,923,111
Futures Contracts	(11,677)
Change in Unrealized Appreciation (Depreciation)	3,911,434
Net Increase (Decrease) in Net Assets Resulting from Operations	6,076,466

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

Statement of Changes in Net Assets

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	374,635	825,556
Realized Net Gain (Loss)	1,790,397	269,202
Change in Unrealized Appreciation (Depreciation)	3,911,434	2,412,559
Net Increase (Decrease) in Net Assets Resulting from Operations	6,076,466	3,507,317
Distributions		
Total Distributions	(1,093,220)	(909,779)
Capital Share Transactions		
Issued	4,052,962	6,619,919
Issued in Lieu of Cash Distributions	1,072,458	894,998
Redeemed	(7,159,730)	(6,642,323)
Net Increase (Decrease) from Capital Share Transactions	(2,034,310)	872,594
Total Increase (Decrease)	2,948,936	3,470,132
Net Assets		
Beginning of Period	40,596,610	37,126,478
End of Period	43,545,546	40,596,610

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

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended March 31,		Year Ended September 30,			
	2021	2020	2019	2018	2017	2016
Net Asset Value, Beginning of Period	\$23.16	\$21.60	\$21.46	\$20.20	\$18.09	\$16.95
Investment Operations						
Net Investment Income	.215 ¹	.470 ¹	.500 ¹	.459 ¹	.418 ¹	.393
Capital Gain Distributions Received	.043 ¹	—	—	.001 ¹	.003 ¹	.003
Net Realized and Unrealized Gain (Loss) on Investments	3.232	1.614	.146	1.243	2.180	1.530
Total from Investment Operations	3.490	2.084	.646	1.703	2.601	1.926
Distributions						
Dividends from Net Investment Income	(.409)	(.524)	(.464)	(.410)	(.356)	(.371)
Distributions from Realized Capital Gains	(.221)	—	(.042)	(.033)	(.135)	(.415)
Total Distributions	(.630)	(.524)	(.506)	(.443)	(.491)	(.786)
Net Asset Value, End of Period	\$26.02	\$23.16	\$21.60	\$21.46	\$20.20	\$18.09
Total Return²	15.16%	9.71%	3.37%	8.51%	14.76%	11.64%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$43,546	\$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%	0.14%	0.15%
Ratio of Net Investment Income to Average Net Assets	1.72%	2.15%	2.42%	2.19%	2.22%	2.21%
Portfolio Turnover Rate	5%	18%	7%	8%	9%	14%

The expense ratio, acquired fund fees and expenses, and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

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

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 six months ended March 31, 2021, the fund's average investments in long and short futures contracts represented 1% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

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 six months ended March 31, 2021, 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 March 31, 2021, 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 March 31, 2021, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

D. As of March 31, 2021, 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	26,079,672
Gross Unrealized Appreciation	17,589,746
Gross Unrealized Depreciation	(116,039)
Net Unrealized Appreciation (Depreciation)	17,473,707

E. Capital shares issued and redeemed were:

	Six Months Ended March 31, 2021	Year Ended September 30, 2020
	Shares (000)	Shares (000)
Issued	160,703	303,971
Issued in Lieu of Cash Distributions	42,592	39,637
Redeemed	(282,790)	(309,050)
Net Increase (Decrease) in Shares Outstanding	(79,495)	34,558

Target Retirement 2035 Fund

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

	Current Period Transactions							
	Sep. 30, 2020 Market Value (\$000)	Purchases at Cost (\$000)	Proceeds from Securities Sold (\$000)	Realized Net Gain (Loss) (\$000)	Change in Unrealized App. (Dep.) (\$000)	Income (\$000)	Capital Gain Distributions Received (\$000)	Mar. 31, 2021 Market Value (\$000)
Vanguard Market Liquidity Fund	594,477	NA ¹	NA ¹	—	—	227	—	464,281
Vanguard Total Bond Market II Index Fund	6,984,633	1,127,651	109,279	(2,167)	(374,877)	69,430	69,859	7,625,961
Vanguard Total International Bond Index Fund	3,015,281	386,106	75,000	(1,910)	(66,490)	14,158	4,840	3,257,987
Vanguard Total International Bond II Index Fund	—	95,004	—	—	—	5	—	95,004
Vanguard Total International Stock Index Fund	12,008,178	158,431	1,613,711	167,561	2,201,883	158,433	—	12,922,342
Vanguard Total Stock Market Index Fund	17,944,363	295,622	2,742,246	1,533,041	2,162,595	132,382	—	19,193,375
Total	40,546,932	2,062,814	4,540,236	1,696,525	3,923,111	374,635	74,699	43,558,950

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

G. Management has determined that no events or transactions occurred subsequent to March 31, 2021, that would require recognition or disclosure in these financial statements.

Trustees Approve Advisory Arrangements

The board of trustees of Vanguard Target Retirement Funds has renewed each fund's investment advisory arrangement with The Vanguard Group, Inc. (Vanguard), through its Equity Index Group. The board determined that continuing each fund's internalized management structure was in the best interests of the funds and their shareholders.

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

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

In addition, the board received monthly reports, which included a Market and Economic Report, a Fund Dashboard Monthly Summary, and a Fund Performance Report.

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

Nature, extent, and quality of services

The board reviewed the quality of the funds' investment management services over both the short and long term, and took into account the organizational depth and stability of the advisor. The board considered that Vanguard has been managing investments for more than four decades. The Equity Index Group adheres to a sound, disciplined investment management process; the team has considerable experience, stability, and depth.

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

Investment performance

The board considered the performance of each fund, including any periods of outperformance or underperformance compared with a relevant benchmark index and peer group. The board concluded that the performance was such that the advisory arrangements should continue.

Cost

The board concluded that each fund's acquired fund fees and expenses were well below the average expense ratios charged by funds in its respective peer group. The funds do not incur advisory expenses directly; however, the board noted that each of the underlying funds in which the funds invest has advisory expenses well below the relevant peer-group average.

The board does not conduct a profitability analysis of Vanguard because of Vanguard's unique structure. Unlike most other mutual fund management companies, Vanguard is owned by the funds it oversees.

The benefit of economies of scale

The board concluded that Vanguard's arrangements with the Target Retirement Funds and their underlying funds ensure that the funds will realize economies of scale as they grow, with the cost to shareholders declining as assets increase.

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

Liquidity Risk Management

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

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

The board of trustees of Vanguard Chester Funds approved the appointment of liquidity risk management program administrators responsible for administering the Program for 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, and for carrying out the specific responsibilities set forth in the Program, including reporting to the board on at least an annual basis regarding the Program’s operation, its adequacy, and the effectiveness of its implementation for the past year (the “Program Administrator Report”). The board has reviewed the Program Administrator Report covering the period from January 1, 2020, through December 31, 2020 (the “Review Period”). The Program Administrator Report stated that during the Review Period the Program operated and was implemented effectively to manage the funds’ liquidity risk.

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

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