

**Semiannual Report** | February 28, 2023

# Vanguard International Growth 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. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period.

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

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

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

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

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

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

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

Six Months Ended February 28, 2023

	Beginning Account Value 8/31/2022	Ending Account Value 2/28/2023	Expenses Paid During Period
<b>Based on Actual Fund Return</b>			
International Growth Fund			
Investor Shares	\$1,000.00	\$1,065.10	\$2.41
Admiral™ Shares	1,000.00	1,065.90	1.84
<b>Based on Hypothetical 5% Yearly Return</b>			
International Growth Fund			
Investor Shares	\$1,000.00	\$1,022.46	\$2.36
Admiral Shares	1,000.00	1,023.01	1.81

The calculations are based on expenses incurred in the most recent six-month period. The fund's annualized six-month expense ratios for that period are 0.47% for Investor Shares and 0.36% for Admiral Shares. The dollar amounts shown as "Expenses Paid" are equal to the annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent six-month period, then divided by the number of days in the most recent 12-month period (181/365).

# International Growth Fund

## Fund Allocation

As of February 28, 2023

United States	14.9%
China	11.2
Netherlands	10.2
Germany	7.1
Japan	7.1
France	6.9
United Kingdom	6.6
Denmark	5.4
Sweden	4.9
Belgium	3.5
Switzerland	3.4
Taiwan	3.2
Italy	2.7
Hong Kong	2.1
South Korea	1.8
India	1.7
Canada	1.3
Brazil	1.1
Spain	1.0
Other	3.9

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

# Financial Statements (unaudited)

## Schedule of Investments

As of February 28, 2023

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

	Shares	Market Value* (\$'000)		Shares	Market Value* (\$'000)
<b>Common Stocks (98.2%)</b>					
<b>Australia (0.9%)</b>					
WiseTech Global Ltd.	8,981,963	379,567			
<b>Austria (0.5%)</b>					
Erste Group Bank AG	6,076,433	238,518			
<b>Belgium (3.4%)</b>					
* Argenx SE	2,330,881	848,453			
<sup>1</sup> Umicore SA	14,372,956	479,031			
UCB SA	1,720,790	147,933			
		<b>1,475,417</b>			
<b>Brazil (1.1%)</b>					
* NU Holdings Ltd. Class A	51,727,593	260,707			
Raia Drogasil SA	23,642,122	102,418			
B3 SA - Brasil Bolsa Balcao	50,281,852	101,323			
		<b>464,448</b>			
<b>Canada (1.3%)</b>					
Toronto-Dominion Bank	5,233,224	348,434			
Canadian National Railway Co.	1,757,351	200,154			
		<b>548,588</b>			
<b>China (11.0%)</b>					
Tencent Holdings Ltd.	31,533,500	1,385,216			
* <sup>2</sup> Meituan Class B	48,443,758	840,738			
* Alibaba Group Holding Ltd.	45,455,732	499,624			
* <sup>3</sup> NIO Inc. ADR	38,610,070	362,549			
* <sup>2</sup> Wuxi Biologics Cayman Inc.	39,421,000	275,953			
Ping An Insurance Group Co. of China Ltd. Class H	39,830,500	271,904			
* Baidu Inc. ADR	1,951,652	268,723			
* Pinduoduo Inc. ADR	2,838,422	249,015			
Shenzhen Inovance Technology Co. Ltd. Class A	13,385,414	141,224			
JD.com Inc. Class A	5,685,539	126,389			
<sup>2</sup> Ganfeng Lithium Co. Ltd. Class H	17,907,000	125,086			
China Mengniu Dairy Co. Ltd.	25,642,000	112,868			
			* Full Truck Alliance Co. Ltd. ADR	12,227,700	85,594
					<b>4,744,883</b>
			<b>Denmark (5.3%)</b>		
			* Genmab A/S	2,449,802	921,736
			Vestas Wind Systems A/S	29,929,078	854,025
			Novo Nordisk A/S Class B	1,775,300	250,770
			* <sup>3</sup> Ambu A/S Class B	13,067,267	191,489
			Novozymes A/S Class B	2,094,994	100,903
					<b>2,318,923</b>
			<b>France (6.8%)</b>		
			Kering SA	2,161,368	1,267,255
			L'Oreal SA (XPAR)	1,564,175	618,276
			Schneider Electric SE	2,495,526	400,425
			Sanofi	2,295,370	214,613
			TotalEnergies SE	2,870,861	177,144
			Carrefour SA	7,179,943	141,944
			Legrand SA	1,212,505	111,996
					<b>2,931,653</b>
			<b>Germany (7.0%)</b>		
			* <sup>1,2</sup> Zalando SE	14,249,783	564,577
			Sartorius AG Preference Shares	1,154,927	490,576
			* <sup>2</sup> Delivery Hero SE	9,609,839	386,178
			Infinion Technologies AG	9,327,330	329,968
			Bayerische Motoren Werke AG	3,180,463	328,114
			SAP SE	2,804,238	318,592
			* <sup>1</sup> HelloFresh SE	10,336,074	231,554
			Siemens AG (Registered)	1,361,569	207,492
			* <sup>3</sup> Dr. Ing Hc F Porsche AG Preference Shares	986,382	118,873
			* <sup>1,3</sup> Jumia Technologies AG ADR	6,724,836	22,663
			* <sup>1</sup> Home24 SE	2,066,394	15,941
					<b>3,014,528</b>
			<b>Hong Kong (2.1%)</b>		
			AIA Group Ltd. Hong Kong Exchanges & Clearing Ltd.	46,805,600	497,451
				6,688,843	267,906

**International Growth Fund**

	Shares	Market Value* (\$000)		Shares	Market Value* (\$000)
BOC Hong Kong Holdings Ltd.	39,124,000	132,409			
		<b>897,766</b>			
<b>India (1.7%)</b>					
Housing Development Finance Corp. Ltd.	11,680,736	368,227			
HDFC Bank Ltd.	13,081,486	253,002			
Larsen & Toubro Ltd.	3,086,128	78,656			
*.4 ANI Technologies Private Ltd. PP (Acquired 12/1/15, Cost \$51,748)	166,185	33,865			
		<b>733,750</b>			
<b>Indonesia (0.4%)</b>					
Bank Central Asia Tbk PT	297,088,500	170,392			
<b>Israel (0.8%)</b>					
*.1 Wix.com Ltd.	4,006,720	362,728			
<b>Italy (2.6%)</b>					
Ferrari NV	2,954,807	766,614			
FinecoBank Banca Fineco SpA	12,497,117	215,956			
Prysmian SpA	4,145,038	159,356			
		<b>1,141,926</b>			
<b>Japan (6.9%)</b>					
M3 Inc.	23,057,700	549,862			
Nidec Corp.	10,240,000	519,675			
SMC Corp.	930,800	473,132			
Mitsubishi UFJ Financial Group Inc.	39,816,600	282,280			
Sony Group Corp.	2,986,100	249,687			
Bridgestone Corp.	4,947,900	189,296			
KDDI Corp.	4,457,300	130,411			
Keyence Corp.	246,600	106,587			
Recruit Holdings Co. Ltd.	3,725,200	99,894			
<sup>3</sup> SBI Holdings Inc.	4,470,400	96,361			
Murata Manufacturing Co. Ltd.	1,706,700	91,355			
Kubota Corp.	5,351,300	80,771			
Sekisui Chemical Co. Ltd.	5,880,400	78,834			
MISUMI Group Inc.	2,674,500	63,598			
		<b>3,011,743</b>			
<b>Netherlands (10.1%)</b>					
ASML Holding NV	3,580,291	2,206,735			
*.2 Adyen NV	968,283	1,372,473			
* EXOR NV	7,791,309	642,895			
Universal Music Group NV	5,714,271	134,636			
		<b>4,356,739</b>			
<b>Norway (0.8%)</b>					
*.2,.3 AutoStore Holdings Ltd.	85,404,717	177,447			
DNB Bank ASA	7,848,488	156,618			
		<b>334,065</b>			
<b>Singapore (0.4%)</b>					
* Sea Ltd. ADR	2,479,980	154,974			
			<b>South Korea (1.8%)</b>		
			Samsung Electronics Co. Ltd.	7,905,457	361,714
			* Coupang Inc.	15,030,499	233,123
			Samsung SDI Co. Ltd.	324,082	170,265
					<b>765,102</b>
			<b>Spain (1.0%)</b>		
			Banco Bilbao Vizcaya Argentaria SA	28,886,569	224,536
			Iberdrola SA (XMAD)	16,755,171	192,072
					<b>416,608</b>
			<b>Sweden (4.8%)</b>		
			* Spotify Technology SA	9,425,378	1,096,172
			Atlas Copco AB Class A	47,384,892	562,564
			* Kinnevik AB Class B Svenska Handelsbanken AB Class A	15,093,719	224,472
			Nibe Industrier AB Class B	15,511,612	164,531
				4,606,132	47,626
					<b>2,095,365</b>
			<b>Switzerland (3.3%)</b>		
			Roche Holding AG Nestle SA (Registered)	1,208,987	348,598
			Lonza Group AG (Registered)	2,552,446	287,586
			Temenos AG (Registered)	344,528	205,215
			Cie Financiere Richemont SA Class A (Registered)	2,177,560	160,164
			Chocoladefabriken Lindt & Spruengli AG Ptg. Ctf.	947,068	143,099
			Alcon Inc.	11,801	129,288
			Sika AG (Registered)	1,436,689	97,957
				284,049	79,654
					<b>1,451,561</b>
			<b>Taiwan (3.1%)</b>		
			Taiwan Semiconductor Manufacturing Co. Ltd.	81,671,000	1,351,156
			<b>United Kingdom (6.5%)</b>		
			Shell plc (XETR)	11,500,265	349,503
			*.1 Ocado Group plc	47,079,148	311,100
			AstraZeneca plc	2,246,174	292,627
			* Wise plc Class A	34,068,380	239,084
			*.1,.4 Brandtech Group Class A PP (Acquired 9/23/15, Cost \$44,800)	33,633,606	227,262
			Reckitt Benckiser Group plc	2,849,988	197,746
			Shell plc	6,462,133	196,384
			HSBC Holdings plc	25,328,257	194,016
			Burberry Group plc	5,734,082	170,271
			National Grid plc	13,078,686	164,134
			Diageo plc	3,466,996	147,127
			RELX plc	3,822,061	115,256
			Bunzl plc	3,230,754	115,115

## International Growth Fund

	Shares	Market Value* (\$000)
Whitbread plc	2,260,091	83,823
		<b>2,803,448</b>
<b>United States (14.6%)</b>		
* MercadoLibre Inc.	1,915,777	2,337,248
* Moderna Inc.	9,417,081	1,307,185
* Tesla Inc.	3,429,642	705,512
* Illumina Inc.	3,221,940	641,810
* NVIDIA Corp.	1,758,538	408,262
*.1 Elastic NV	4,896,014	288,963
* Booking Holdings Inc.	73,474	185,448
* SolarEdge Technologies Inc.	514,395	163,536
*.3 Mobileye Global Inc. Class A	3,783,547	149,488
* Lululemon Athletica Inc.	279,256	86,346
*.3 Oatly Group AB ADR	22,087,214	48,592
*.1 Meli Kaszek Pioneer Corp. Class A	1,884,672	19,243
		<b>6,341,633</b>
<b>Total Common Stocks (Cost \$33,412,600)</b>		<b>42,505,481</b>
<b>Temporary Cash Investments (2.3%)</b>		
<b>Money Market Fund (2.3%)</b>		
<sup>5,6</sup> Vanguard Market Liquidity Fund, 4.640% (Cost \$990,599)	9,907,632	990,664
<b>Total Investments (100.5%) (Cost \$34,403,199)</b>		<b>43,496,145</b>
<b>Other Assets and Liabilities—Net (-0.5%)</b>		<b>(198,050)</b>
<b>Net Assets (100%)</b>		<b>43,298,095</b>

Cost is in \$000.

• See Note A in Notes to Financial Statements.

\* Non-income-producing security.

1 Considered an affiliated company of the fund as the fund owns more than 5% of the outstanding voting securities of such company.

2 Security exempt from registration under Rule 144A of the Securities Act of 1933. Such securities may be sold in transactions exempt from registration, normally to qualified institutional buyers. At February 28, 2023, the aggregate value was \$3,742,452,000, representing 8.6% of net assets.

3 Includes partial security positions on loan to broker-dealers. The total value of securities on loan is \$270,386,000.

4 Security value determined using significant unobservable inputs.

5 Affiliated money market fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown is the 7-day yield.

6 Collateral of \$295,070,000 was received for securities on loan, of which \$289,582,000 is held in Vanguard Market Liquidity Fund and \$5,488,000 is held in cash.

ADR—American Depositary Receipt.

PP—Private Placement.

Ptg. Ctf.—Participating Certificates.

## Derivative Financial Instruments Outstanding as of Period End

## Futures Contracts

				(\$000)
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
Long Futures Contracts				
MSCI EAFE Index	March 2023	3,353	343,113	4,178
MSCI Emerging Markets Index	March 2023	2,835	136,491	(6,345)
				(2,167)

# Statement of Assets and Liabilities

As of February 28, 2023

(\$000s, except shares, footnotes, and per-share amounts)	Amount
<b>Assets</b>	
Investments in Securities, at Value <sup>1</sup>	
Unaffiliated Issuers (Cost \$30,255,492)	39,982,419
Affiliated Issuers (Cost \$4,147,707)	3,513,726
Total Investments in Securities	43,496,145
Investment in Vanguard	1,623
Cash	46,734
Cash Collateral Pledged—Futures Contracts	15,369
Cash Collateral Pledged—Forward Currency Contracts	240
Foreign Currency, at Value (Cost \$40,173)	40,607
Receivables for Investment Securities Sold	1,659
Receivables for Accrued Income	166,632
Receivables for Capital Shares Issued	21,721
Other Assets	421
<b>Total Assets</b>	<b>43,791,151</b>
<b>Liabilities</b>	
Payables for Investment Securities Purchased	131,161
Collateral for Securities on Loan	295,070
Payables to Investment Advisor	19,928
Payables for Capital Shares Redeemed	20,990
Payables to Vanguard	4,570
Variation Margin Payable—Futures Contracts	3,635
Deferred Foreign Capital Gains Taxes	17,702
<b>Total Liabilities</b>	<b>493,056</b>
<b>Net Assets</b>	<b>43,298,095</b>

<sup>1</sup> Includes \$270,386,000 of securities on loan.

At February 28, 2023, net assets consisted of:

Paid-in Capital	34,208,345
Total Distributable Earnings (Loss)	9,089,750
<b>Net Assets</b>	<b>43,298,095</b>

## Investor Shares—Net Assets

Applicable to 210,110,401 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	6,373,247
<b>Net Asset Value Per Share—Investor Shares</b>	<b>\$30.33</b>

## Admiral Shares—Net Assets

Applicable to 382,847,392 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	36,924,848
<b>Net Asset Value Per Share—Admiral Shares</b>	<b>\$96.45</b>

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

## Statement of Operations

Six Months Ended  
February 28, 2023

(\$'000)

<b>Investment Income</b>	
<b>Income</b>	
Dividends—Unaffiliated Issuers <sup>1</sup>	223,732
Interest—Unaffiliated Issuers	252
Interest—Affiliated Issuers	8,916
Securities Lending—Net	925
Total Income	233,825
<b>Expenses</b>	
Investment Advisory Fees—Note B	
Basic Fee	29,715
Performance Adjustment	10,592
The Vanguard Group—Note C	
Management and Administrative—Investor Shares	7,523
Management and Administrative—Admiral Shares	24,440
Marketing and Distribution—Investor Shares	165
Marketing and Distribution—Admiral Shares	888
Custodian Fees	1,222
Shareholders' Reports—Investor Shares	76
Shareholders' Reports—Admiral Shares	169
Trustees' Fees and Expenses	9
Other Expenses	3,354
Total Expenses	78,153
<b>Net Investment Income</b>	<b>155,672</b>
<b>Realized Net Gain (Loss)</b>	
Capital Gains Distributions Received – Affiliated Issuers	1
Investment Securities Sold—Unaffiliated Issuers	564,587
Investment Securities Sold—Affiliated Issuers	(74,509)
Futures Contracts	20,999
Foreign Currencies	(2,760)
<b>Realized Net Gain (Loss)</b>	<b>508,318</b>
<b>Change in Unrealized Appreciation (Depreciation)</b>	
Investment Securities—Unaffiliated Issuers <sup>2</sup>	1,758,920
Investment Securities—Affiliated Issuers	212,010
Futures Contracts	6,226
Foreign Currencies	5,574
<b>Change in Unrealized Appreciation (Depreciation)</b>	<b>1,982,730</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>2,646,720</b>

1 Dividends include foreign tax reclaims of \$10,210,000 and are net of foreign withholding taxes of \$17,704,000.

2 The change in unrealized appreciation (depreciation) is net of the change in deferred foreign capital gains taxes of \$7,612,000.

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

## Statement of Changes in Net Assets

	Six Months Ended February 28, 2023	Year Ended August 31, 2022
	(\$000)	(\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	155,672	566,924
Realized Net Gain (Loss)	508,318	2,364,831
Change in Unrealized Appreciation (Depreciation)	1,982,730	(28,757,006)
Net Increase (Decrease) in Net Assets Resulting from Operations	2,646,720	(25,825,251)
<b>Distributions</b>		
Investor Shares	(395,795)	(1,151,429)
Admiral Shares	(2,317,349)	(7,014,600)
Total Distributions	(2,713,144)	(8,166,029)
<b>Capital Share Transactions</b>		
Investor Shares	134,115	(158,025)
Admiral Shares	552,782	3,238,161
Net Increase (Decrease) from Capital Share Transactions	686,897	3,080,136
Total Increase (Decrease)	620,473	(30,911,144)
<b>Net Assets</b>		
Beginning of Period	42,677,622	73,588,766
End of Period	43,298,095	42,677,622

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

# Financial Highlights

## Investor Shares

For a Share Outstanding Throughout Each Period	Six Months Ended February 28, 2023	Year Ended August 31,				
		2022	2021	2020	2019	2018
<b>Net Asset Value, Beginning of Period</b>	<b>\$30.33</b>	<b>\$54.50</b>	<b>\$42.94</b>	<b>\$28.30</b>	<b>\$31.23</b>	<b>\$28.38</b>
<b>Investment Operations</b>						
Net Investment Income <sup>1</sup>	.097	.362	.374	.238	.342	.381
Net Realized and Unrealized Gain (Loss) on Investments	1.864	(18.463)	12.336	14.791	(1,941)	2.722
Total from Investment Operations	1.961	(18.101)	12.710	15.029	(1.599)	3.103
<b>Distributions</b>						
Dividends from Net Investment Income	(.390)	(.407)	(.106)	(.389)	(.403)	(.253)
Distributions from Realized Capital Gains	(1.571)	(5.662)	(1.044)	—	(.928)	—
Total Distributions	(1.961)	(6.069)	(1.150)	(.389)	(1.331)	(.253)
<b>Net Asset Value, End of Period</b>	<b>\$30.33</b>	<b>\$30.33</b>	<b>\$54.50</b>	<b>\$42.94</b>	<b>\$28.30</b>	<b>\$31.23</b>
<b>Total Return<sup>2</sup></b>	<b>6.51%</b>	<b>-36.53%</b>	<b>29.89%</b>	<b>53.60%</b>	<b>-4.58%</b>	<b>10.97%</b>

## Ratios/Supplemental Data

Net Assets, End of Period (Millions)	\$6,373	\$6,243	\$11,247	\$9,658	\$7,056	\$8,074
Ratio of Total Expenses to Average Net Assets <sup>3</sup>	0.47% <sup>4</sup>	0.45% <sup>4</sup>	0.43%	0.44%	0.43%	0.45%
Ratio of Net Investment Income to Average Net Assets	0.62%	0.91%	0.75%	0.74%	1.23%	1.25%
Portfolio Turnover Rate	8%	15%	25%	20%	13%	16%

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

1 Calculated based on average shares outstanding.

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

3 Includes performance-based investment advisory fee increases (decreases) of 0.05%, 0.04%, 0.03%, 0.04%, 0.03%, and 0.03%.

4 The ratio of expenses to average net assets for the period net of reduction from custody fee offset arrangements was 0.47% and 0.45%, respectively.

# Financial Highlights

## Admiral Shares

For a Share Outstanding Throughout Each Period	Six Months Ended February 28, 2023	Year Ended August 31,				
		2022	2021	2020	2019	2018
<b>Net Asset Value, Beginning of Period</b>	<b>\$96.50</b>	<b>\$173.47</b>	<b>\$136.68</b>	<b>\$90.05</b>	<b>\$99.45</b>	<b>\$90.24</b>
<b>Investment Operations</b>						
Net Investment Income <sup>1</sup>	.360	1.290	1.367	.863	1.203	1.365
Net Realized and Unrealized Gain (Loss) on Investments	5.949	(58.729)	39.246	47.105	(6.230)	8.652
Total from Investment Operations	6.309	(57.439)	40.613	47.968	(5.027)	10.017
<b>Distributions</b>						
Dividends from Net Investment Income	(1.358)	(1.502)	(.497)	(1.338)	(1.418)	(.807)
Distributions from Realized Capital Gains	(5.001)	(18.029)	(3.326)	—	(2.955)	—
Total Distributions	(6.359)	(19.531)	(3.823)	(1.338)	(4.373)	(.807)
<b>Net Asset Value, End of Period</b>	<b>\$96.45</b>	<b>\$96.50</b>	<b>\$173.47</b>	<b>\$136.68</b>	<b>\$90.05</b>	<b>\$99.45</b>
<b>Total Return<sup>2</sup></b>	<b>6.59%</b>	<b>-36.46%</b>	<b>30.01%</b>	<b>53.81%</b>	<b>-4.50%</b>	<b>11.14%</b>

## Ratios/Supplemental Data

Net Assets, End of Period (Millions)	\$36,925	\$36,435	\$62,342	\$46,906	\$28,549	\$29,170
Ratio of Total Expenses to Average Net Assets <sup>3</sup>	0.36% <sup>4</sup>	0.34% <sup>4</sup>	0.32%	0.33%	0.32%	0.32%
Ratio of Net Investment Income to Average Net Assets	0.73%	1.02%	0.86%	0.83%	1.34%	1.38%
Portfolio Turnover Rate	8%	15%	25%	20%	13%	16%

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

1 Calculated based on average shares outstanding.

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

3 Includes performance-based investment advisory fee increases (decreases) of 0.05%, 0.04%, 0.03%, 0.04%, 0.03%, and 0.03%.

4 The ratio of expenses to average net assets for the period net of reduction from custody fee offset arrangements was 0.36% and 0.34%, respectively.

## Notes to Financial Statements

Vanguard International Growth Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund invests in securities of foreign issuers, which may subject it to investment risks not normally associated with investing in securities of U.S. corporations. The fund offers two classes of shares: Investor Shares and Admiral Shares. Each of the share classes has different eligibility and minimum purchase requirements, and is designed for different types of investors.

Significant market disruptions, such as those caused by pandemics (e.g., COVID-19 pandemic), natural or environmental disasters, war (e.g., Russia's invasion of Ukraine), acts of terrorism, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the fund's investments and fund performance.

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

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

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

3. **Futures Contracts:** The fund uses index futures contracts to a limited extent, with the objective of maintaining full exposure to the stock market while maintaining liquidity. The fund may purchase or sell futures contracts to achieve a desired level of investment, whether to accommodate portfolio turnover or cash flows from capital share transactions. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of stocks held by the fund and the prices of futures contracts, and the possibility of an illiquid market. Counterparty risk involving futures is mitigated because a regulated clearinghouse is the

counterparty instead of the clearing broker. To further mitigate counterparty risk, the fund trades futures contracts on an exchange, monitors the financial strength of its clearing brokers and clearinghouse, and has entered into clearing agreements with its clearing brokers. The clearinghouse imposes initial margin requirements to secure the fund's performance and requires daily settlement of variation margin representing changes in the market value of each contract. Any securities pledged as initial margin for open contracts are noted in the Schedule of Investments.

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

During the six months ended February 28, 2023, 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.

4. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute virtually all of its 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.

5. 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.

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

7. Credit Facilities and Interfund Lending Program: The fund and certain other funds managed by The Vanguard Group ("Vanguard") participate in a \$4.4 billion committed credit facility provided by a syndicate of lenders pursuant to a credit agreement and an uncommitted credit facility provided by Vanguard. Both facilities may be renewed annually. Each fund is individually liable for its borrowings, if any, under the credit facilities. Borrowings may be utilized for temporary or emergency purposes and are subject to the fund's regulatory and contractual borrowing restrictions. With respect to the committed credit facility, the participating funds are charged administrative fees and an annual commitment fee of 0.10% of the undrawn committed amount of the facility, which are allocated to the funds based on a method approved by the fund's board of trustees and included in Management and Administrative expenses on the fund's Statement of Operations. Any borrowings under either facility bear interest at an agreed-upon spread plus the higher of the federal funds effective rate, the overnight bank funding rate, or the Daily Simple Secured Overnight Financing Rate inclusive of an additional agreed-upon spread. However, borrowings under the uncommitted credit facility may bear interest based upon an alternate rate agreed to by the fund and Vanguard.

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

For the six months ended February 28, 2023, the fund did not utilize the credit facilities or the Interfund Lending Program.

8. Other: Dividend income is recorded on the ex-dividend date. Non-cash dividends included in income, if any, are recorded at the fair value of the securities received. Interest income includes income distributions received from Vanguard Market Liquidity Fund and is accrued daily. Security transactions are accounted for on the date securities are bought or sold. Costs used to determine realized gains (losses) on the sale of investment securities are those of the specific securities sold.

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

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

trustees. Income, other non-class-specific expenses, and gains and losses on investments are allocated to each class of shares based on its relative net assets.

**B.** The investment advisory firms Baillie Gifford Overseas Ltd. and Schroder Investment Management North America Inc. each provide investment advisory services to a portion of the fund for a fee calculated at an annual percentage rate of average net assets managed by the advisor. The basic fees of Baillie Gifford Overseas Ltd. and Schroder Investment Management North America Inc. are subject to quarterly adjustments based on performance relative to the MSCI All Country World Index ex USA for the preceding three years.

Vanguard manages the cash reserves of the fund as described below.

For the six months ended February 28, 2023, the aggregate investment advisory fee paid to all advisors represented an effective annual basic rate of 0.14% of the fund's average net assets, before a net increase of \$10,592,000 (0.05%) based on performance.

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

Upon the request of Vanguard, the fund may invest up to 0.40% of its net assets as capital in Vanguard. At February 28, 2023, the fund had contributed to Vanguard capital in the amount of \$1,623,000, representing less than 0.01% of the fund's net assets and 0.65% of Vanguard's capital received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

**D.** 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.

## International Growth Fund

The following table summarizes the market value of the fund's investments and derivatives as of February 28, 2023, based on the inputs used to value them:

	Level 1 (\$000)	Level 2 (\$000)	Level 3 (\$000)	Total (\$000)
<b>Investments</b>				
<b>Assets</b>				
Common Stocks—North and South America	7,354,669	—	—	7,354,669
Common Stocks—Other	2,835,541	32,054,144	261,127	35,150,812
Temporary Cash Investments	990,664	—	—	990,664
<b>Total</b>	<b>11,180,874</b>	<b>32,054,144</b>	<b>261,127</b>	<b>43,496,145</b>
<b>Derivative Financial Instruments</b>				
<b>Assets</b>				
Futures Contracts <sup>1</sup>	4,178	—	—	4,178
<b>Liabilities</b>				
Futures Contracts <sup>1</sup>	6,345	—	—	6,345

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

E. As of February 28, 2023, 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	34,598,343
Gross Unrealized Appreciation	13,339,910
Gross Unrealized Depreciation	(4,444,275)
<b>Net Unrealized Appreciation (Depreciation)</b>	<b>8,895,635</b>

F. During the six months ended February 28, 2023, the fund purchased \$3,104,343,000 of investment securities and sold \$5,158,621,000 of investment securities, other than temporary cash investments.

G. Capital share transactions for each class of shares were:

	Six Months Ended February 28, 2023		Year Ended August 31, 2022	
	Amount (\$000)	Shares (000)	Amount (\$000)	Shares (000)
<b>Investor Shares</b>				
Issued	234,249	7,753	959,453	24,871
Issued in Lieu of Cash Distributions	380,810	12,647	1,096,647	25,374
Redeemed	(480,944)	(16,125)	(2,214,125)	(50,772)
<b>Net Increase (Decrease)—Investor Shares</b>	<b>134,115</b>	<b>4,275</b>	<b>(158,025)</b>	<b>(527)</b>

	Six Months Ended February 28, 2023		Year Ended August 31, 2022	
	Amount (\$000)	Shares (000)	Amount (\$000)	Shares (000)
<b>Admiral Shares</b>				
Issued	2,419,913	25,457	7,087,254	55,305
Issued in Lieu of Cash Distributions	2,093,356	21,868	6,273,065	45,655
Redeemed	(3,960,487)	(42,033)	(10,122,158)	(82,784)
Net Increase (Decrease)—Admiral Shares	552,782	5,292	3,238,161	18,176

H. Certain of the fund's investments are in companies that are considered to be affiliated companies of the fund because the fund owns more than 5% of the outstanding voting securities of the company or the issuer is another member of The Vanguard Group. Transactions during the period in securities of these companies were as follows:

	Current Period Transactions							Feb. 28, 2023 Market Value (\$000)
	Aug. 31, 2022 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)	
Brandtech Group Class A	273,441	—	—	—	(46,179)	—	—	227,262
Elastic NV	NA <sup>1</sup>	172,343	—	—	(71,312)	—	—	288,963
HelloFresh SE	246,784	—	—	—	(15,230)	—	—	231,554
Home24 SE	5,957	—	—	—	9,984	—	—	15,941
Jumia Technologies AG ADR	49,697	—	—	—	(27,034)	—	—	22,663
Meli Kaszek Pioneer Corp. Class A	18,753	—	—	—	490	—	—	19,243
Ocado Group plc	395,659	—	—	—	(84,559)	—	—	311,100
Umicore SA	476,466	—	21,907	(12,535)	37,007	—	—	479,031
Vanguard Market Liquidity Fund	669,750	NA <sup>2</sup>	NA <sup>2</sup>	123	(21)	8,916	1	990,664
Wix.com Ltd.	261,448	—	10,300	(26,319)	137,899	—	—	362,728
Zalando SE	338,543	—	9,153	(35,778)	270,965	—	—	564,577
<b>Total</b>	<b>2,736,498</b>	<b>172,343</b>	<b>41,360</b>	<b>(74,509)</b>	<b>212,010</b>	<b>8,916</b>	<b>1</b>	<b>3,513,726</b>

1 Not applicable—at August 31, 2022, the issuer was not an affiliated company of the fund.

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

I. Management has determined that no events or transactions occurred subsequent to February 28, 2023, that would require recognition or disclosure in these financial statements.

## Trustees Approve Advisory Arrangements

The board of trustees of Vanguard International Growth Fund has renewed the fund's investment advisory arrangements with Baillie Gifford Overseas Ltd. (Baillie Gifford) and Schroder Investment Management North America Inc. (Schroder Inc.), as well as the sub-advisory agreement with Schroder Investment Management North America Ltd. (Schroder Ltd.). The board determined that renewing the fund's advisory arrangements was in the best interests of the fund and its shareholders.

The board based its decisions upon an evaluation of each advisor's investment staff, portfolio management process, and performance. This evaluation included information provided to the board by Vanguard's Portfolio Review Department, which is responsible for fund and advisor oversight and product management. The Portfolio Review Department met regularly with the advisors and made 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 periodic reports throughout the year, which included information about the fund's performance relative to its peers and benchmark, as applicable, and updates, as needed, on the Portfolio Review Department's ongoing assessment of the advisors.

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

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

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

**Baillie Gifford.** Baillie Gifford—a unit of Baillie Gifford & Co., founded in 1908—is among the largest independently owned investment management firms in the United Kingdom. Baillie Gifford uses fundamental research to make long-term investments in companies that have above-average growth potential resulting from sustainable competitive advantages, special cultures and management, or competitive strength in underestimated technology shifts. Baillie Gifford believes that equities' asymmetrical return pattern means that alpha is generated by focusing on the upside and the potential to earn exponential returns rather than being overly concerned with avoiding losing investments. The advisor takes a bottom-up, stock-driven approach to sector and country allocation. Baillie Gifford has advised a portion of the fund since 2003.

**Schroder.** Schroders plc, the parent company of Schroder Inc. and Schroder Ltd. (collectively, Schroder), was founded in 1804 in London, England. Schroder specializes in global equity and fixed income management and seeks to invest in securities of international companies where it has identified a significant growth gap, which is defined as forward earnings growth that is not yet recognized by the market. Schroder believes that market inefficiencies often drive material differences between underlying company fundamentals and market estimates. The advisor also believes that in-depth fundamental research, incorporating a comprehensive macroeconomic viewpoint and a robust framework of fundamental risk analysis, is the most reliable means of finding those companies and identifying the growth gap. Schroder Inc. has advised the fund since its inception in 1981, and its affiliate Schroder Ltd. has advised the fund since 2003.

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

#### **Investment performance**

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

#### **Cost**

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

The board did not consider the profitability of Baillie Gifford or Schroder in determining whether to approve the advisory fees, because the firms are independent of Vanguard and the advisory fees are the result of arm's-length negotiations.

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

The board concluded that the fund's shareholders benefit from economies of scale because of breakpoints in the advisory fee schedules for Baillie Gifford and Schroder. The breakpoints reduce the effective rate of the fees as the fund's assets managed by each advisor increase.

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

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