



Interim Report and Financial Statements | For the six months ended 30 September 2019

Vanguard LifeStrategy® Funds ICVC

(An open-ended investment company incorporated with limited liability and registered in England and Wales under registered number IC000904.)

Contents

Statement of the Authorised Corporate Director's Responsibilities	1
Vanguard LifeStrategy 20% Equity Fund	2
Vanguard LifeStrategy 40% Equity Fund	6
Vanguard LifeStrategy 60% Equity Fund	10
Vanguard LifeStrategy 80% Equity Fund	14
Vanguard LifeStrategy 100% Equity Fund	18
Vanguard Target Retirement 2015 Fund	22
Vanguard Target Retirement 2020 Fund	26
Vanguard Target Retirement 2025 Fund	30
Vanguard Target Retirement 2030 Fund	34
Vanguard Target Retirement 2035 Fund	38
Vanguard Target Retirement 2040 Fund	42
Vanguard Target Retirement 2045 Fund	46
Vanguard Target Retirement 2050 Fund	50
Vanguard Target Retirement 2055 Fund	54
Vanguard Target Retirement 2060 Fund	58
Vanguard Target Retirement 2065 Fund	62
Further Information*	66
Directory*	Inside Back Cover

* The items with an asterisk, plus each sub-fund's Performance Summary, Performance Comparative Table, Summary of Significant Changes and Portfolio Statement, collectively constitute the Authorised Corporate Director's Report.

Vanguard LifeStrategy Funds ICVC

Statement of the Authorised Corporate Director's Responsibilities

Period ended 30 September 2019

The Authorised Corporate Director ("ACD") of Vanguard LifeStrategy Funds ICVC (the "Company") is Vanguard Investments UK, Limited. The ACD is the sole director of the Company. The Depositary is State Street Trustees Limited and the Independent Auditors are PricewaterhouseCoopers LLP. The Company is an authorised open-ended investment company with variable capital under Regulation 14 (Authorisation) of the Open-Ended Investment Companies Regulations 2001 (as amended) (the "OEIC Regulations"), and the shareholders are not liable for the debts of the Company.

The Company is an "Umbrella Company" and therefore new sub-funds ("Funds") may be formed by the ACD subject to regulatory approval. The investment objective of each Fund, the Company's policy for pursuing that objective and a review of each Fund's investment activities for the relevant period are set out in the individual Fund reviews contained in this Interim Report and Financial Statements.

Important Events During the Period

With effect from 20 May 2019, the methodology around the application of a dilution adjustment (also known as "swing pricing") has been updated such that a dilution adjustment will be applied only when a pre-determined level (the "swing threshold") has been reached.

With effect from 7 June 2019, Nick Blake resigned as a director of Vanguard Investments UK, Limited.

With effect from 5 July 2019, Frank L. Satterthwaite and Cynthia Lui resigned as directors of Vanguard Investments UK, Limited.

With effect from 5 July 2019, Katie Smith, Michael Gower and Kathleen Bock were appointed as directors of Vanguard Investments UK, Limited.

With effect from 11 July 2019, Daniel Waters was appointed as a director of Vanguard Investments UK, Limited.

Potential Implications of Brexit

The United Kingdom ("UK") is due to leave the European Union ("EU"); however, uncertainty continues surrounding the exact manner and timeline in which that exit may occur. Political instability and economic uncertainty may lead to speculation and subsequent market volatility, particularly for assets denominated in British pounds. Vanguard continues to encourage investors to follow its core investing principles, including maintaining long-term discipline. The implications of Brexit extend well beyond the UK economy and financial markets, affecting multinational organisations globally. Vanguard remains committed to safeguarding our investors' assets and their long-term interests and has devoted significant resources to developing plans to manage the impact of Brexit.

Statement of Authorised Corporate Director's Responsibilities in Relation to the Financial Statements of the Funds

The Financial Conduct Authority's Collective Investment Schemes sourcebook ("COLL") requires the ACD to prepare Financial Statements for each annual and half-yearly accounting period, in accordance with United Kingdom Generally Accepted Accounting Practice, which give a true and fair view of the financial position of the Funds and of their net revenue and the net capital gains on the property of the Funds for the period.

In preparing the Financial Statements, the ACD is required to:

- prepare the Financial Statements on a going-concern basis;
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare Financial Statements in accordance with the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (now the Investment Association) (the "SORP 2014") and with Financial Reporting Standard ("FRS") 104;
- keep adequate accounting records that are sufficient to show and explain the Funds' transactions and disclose with reasonable accuracy at any time the financial position of the Funds, and enable it to ensure that the Financial Statements comply with the requirements above.

The ACD is responsible for the management of the Company in accordance with the Company's Instrument of Incorporation, the Prospectus and the COLL and for taking reasonable steps for the prevention and detection of fraud, error and noncompliance with law or regulations.

The ACD's report and the Financial Statements for the period ended 30 September 2019 were signed on 26 November 2019 on behalf of the ACD by:



Sean Hagerty,
Director
Vanguard Investments UK, Limited
as Authorised Corporate Director of
Vanguard LifeStrategy Funds ICVC

26 November 2019



James Norris,
Director
Vanguard Investments UK, Limited
as Authorised Corporate Director of
Vanguard LifeStrategy Funds ICVC

26 November 2019

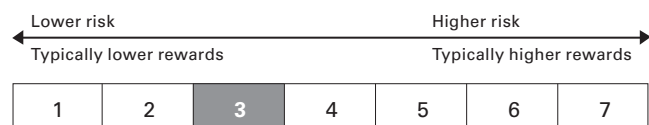
Vanguard LifeStrategy 20% Equity Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund seeks to gain exposure to a diversified notional portfolio composed approximately 20% by value of equity securities and 80% by value of fixed income securities.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the lower range of the risk and reward indicator because the values of the Fund's investments have experienced a lower rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard LifeStrategy 20% Equity Fund returned 6.52% for both share classes over the six-month period ended 30 September 2019.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)		
	Six Months	Five Years	Since Inception (23 June 2011)
A GBP Gross Accumulation Shares	6.52%	5.81%	6.21%
A GBP Gross Income Shares	6.52	5.81	6.20

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Gross Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£1,288,903,782	£941,315,741	£706,003,568	£528,463,156
Closing Number of Shares	7,833,065	6,093,490	4,787,784	3,635,653
Closing Net Asset Value Per Share ¹	£164.55	£154.48	£147.46	£145.36
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

A GBP Gross Income Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£108,281,000	£82,836,661	£62,126,290	£52,275,074
Closing Number of Shares	737,928	601,292	464,963	391,262
Closing Net Asset Value Per Share ¹	£146.74	£137.76	£133.62	£133.61
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	61,407,900	Vanguard U.S. Investment Grade Credit Index Fund	12,344,000
Vanguard Global Aggregate Bond UCITS ETF	50,000,001	Vanguard U.S. Government Bond Index Fund	11,927,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	34,845,000	Vanguard Euro Government Bond Index Fund	11,438,000
Vanguard U.K. Government Bond Index Fund	31,166,100	Vanguard Japan Government Bond Index Fund	6,380,000
Vanguard U.S. Government Bond Index Fund	28,815,100	Vanguard Euro Investment Grade Bond Index Fund	5,884,000
Total	206,234,101	Total	47,973,000
Total Purchases for the Period	348,885,001	Total Sales for the Period	53,722,000

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 20.04% (31 March 2019: 20.28%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	480,285	186,753,371	13.37
Vanguard FTSE U.K. All Share Index Unit Trust ¹	333,624	70,597,018	5.05
Vanguard Emerging Markets Stock Index Fund	99,583	22,644,310	1.62
		279,994,699	20.04
Fixed Income 79.86% (31 March 2019: 79.75%)			
Vanguard Global Bond Index Fund	1,687,084	268,682,561	19.23
Vanguard U.K. Government Bond Index Fund	900,349	165,733,794	11.86
Vanguard U.S. Investment Grade Credit Index Fund	889,425	109,546,343	7.84
Vanguard U.K. Inflation-Linked Gilt Index Fund ¹	491,142	107,857,129	7.72
Vanguard U.S. Government Bond Index Fund	947,630	106,008,822	7.59
Vanguard U.K. Investment Grade Bond Index Fund	1,016,702	104,340,038	7.47
Vanguard Euro Government Bond Index Fund	743,946	98,041,988	7.02
Vanguard Japan Government Bond Index Fund	460,010	53,932,156	3.86
Vanguard Global Aggregate Bond UCITS ETF	2,000,000	51,300,000	3.67
Vanguard Euro Investment Grade Bond Index Fund	408,148	50,358,174	3.60
		1,115,801,005	79.86
Portfolio of Investments		1,395,795,704	99.90
Net Other Assets		1,389,078	0.10
Net Assets Attributable to Shareholders		1,397,184,782	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	1,395,795,704	1,024,466,085
Current Assets		
Debtors	4,844,887	4,760,497
Cash and Bank Balances	1,821,055	1,034,826
Total Assets	1,402,461,646	1,030,261,408
Liabilities:		
Creditors		
Distribution Payable	—	1,328,997
Other Creditors	5,276,864	4,780,009
Total Liabilities	5,276,864	6,109,006
Net Assets Attributable to Shareholders	1,397,184,782	1,024,152,402

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		69,735,386		7,050,895
Revenue	6,432,669		4,648,377	
Expenses	(214,857)		(131,442)	
Net Revenue Before Taxation	6,217,812		4,516,935	
Net Revenue After Taxation		6,217,812		4,516,935
Total Return Before Distributions		75,953,198		11,567,830
Distributions ¹		413,802		163,081
Change in Net Assets Attributable to Shareholders From Investment Activities		76,367,000		11,730,911

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		1,024,152,402		768,129,858
Amounts Received on Issue of Shares	298,658,100		103,184,215	
Amounts Paid on Cancellation of Shares	(1,992,720)		(9,336,521)	
		296,665,380		93,847,694
Change in Net Assets Attributable to Shareholders From Investment Activities		76,367,000		11,730,911
Closing Net Assets Attributable to Shareholders		1,397,184,782		873,708,463

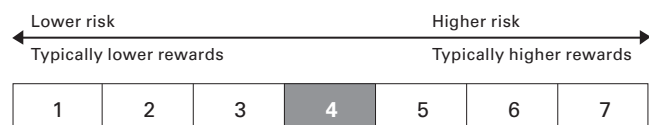
Vanguard LifeStrategy 40% Equity Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund seeks to gain exposure to a diversified notional portfolio composed approximately 40% by value of equity securities and 60% by value of fixed income securities.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard LifeStrategy 40% Equity Fund returned 6.95% for both share classes over the six-month period ended 30 September 2019.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)		
	Six Months	Five Years	Since Inception (23 June 2011)
A GBP Accumulation Shares	6.95%	7.27%	7.42%
A GBP Income Shares	6.95	7.27	7.42

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£4,236,885,501	£3,238,649,449	£2,286,628,312	£1,477,396,632
Closing Number of Shares	23,431,111	19,156,406	14,304,813	9,386,789
Closing Net Asset Value Per Share ¹	£180.82	£169.06	£159.85	£157.39
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

A GBP Income Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£383,140,850	£314,405,750	£254,367,320	£182,573,779
Closing Number of Shares	2,384,683	2,092,966	1,764,419	1,269,192
Closing Net Asset Value Per Share ¹	£160.67	£150.22	£144.16	£143.85
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	182,834,700	Vanguard U.S. Investment Grade Credit Index Fund	13,062,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	129,644,000	Vanguard Global Bond Index Fund	12,800,000
Vanguard FTSE U.K. All Share Index Unit Trust	91,313,000	Vanguard U.K. Government Bond Index Fund	12,754,000
Vanguard U.K. Government Bond Index Fund	75,438,000	Vanguard U.S. Government Bond Index Fund	12,072,000
Vanguard U.K. Investment Grade Bond Index Fund	60,065,400	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	12,000,000
Total	539,295,100	Total	62,688,000
Total Purchases for the Period	887,619,001	Total Sales for the Period	101,823,000

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 39.98% (31 March 2019: 40.34%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	2,287,264	889,376,675	19.25
Vanguard FTSE U.K. All Share Index Unit Trust ¹	2,185,466	462,459,037	10.01
Vanguard U.S. Equity Index Fund ¹	454,282	235,859,883	5.11
Vanguard Emerging Markets Stock Index Fund	655,254	148,999,694	3.22
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	219,255	59,607,066	1.29
Vanguard Japan Stock Index Fund	142,209	34,173,094	0.74
Vanguard Pacific ex-Japan Stock Index Fund	53,414	16,404,509	0.36
		1,846,879,958	39.98
Fixed Income 59.96% (31 March 2019: 59.74%)			
Vanguard Global Bond Index Fund	5,591,580	890,507,147	19.27
Vanguard U.K. Government Bond Index Fund	2,224,911	409,555,634	8.86
Vanguard U.K. Inflation-Linked Gilt Index Fund ¹	1,236,392	271,517,431	5.88
Vanguard U.K. Investment Grade Bond Index Fund	2,514,289	258,031,435	5.58
Vanguard U.S. Investment Grade Credit Index Fund	1,926,462	237,273,485	5.14
Vanguard U.S. Government Bond Index Fund	2,050,761	229,413,059	4.97
Vanguard Euro Government Bond Index Fund	1,611,194	212,333,563	4.60
Vanguard Euro Investment Grade Bond Index Fund	889,301	109,723,721	2.37
Vanguard Japan Government Bond Index Fund	838,072	98,256,611	2.13
Vanguard Global Aggregate Bond UCITS ETF	2,000,000	51,300,000	1.11
Vanguard U.K. Gilt UCITS ETF	94,241	2,382,337	0.05
		2,770,294,423	59.96
Portfolio of Investments		4,617,174,381	99.94
Net Other Assets		2,851,970	0.06
Net Assets Attributable to Shareholders		4,620,026,351	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	4,617,174,381	3,555,725,220
Current Assets		
Debtors	17,145,894	10,575,652
Cash and Bank Balances	3,517,753	8,335,900
Total Assets	4,637,838,028	3,574,636,772
Liabilities:		
Creditors		
Bank Overdrafts	32	193,100
Distribution Payable	—	4,701,237
Other Creditors	17,811,645	16,687,236
Total Liabilities	17,811,677	21,581,573
Net Assets Attributable to Shareholders	4,620,026,351	3,553,055,199

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		258,308,011		94,370,921
Revenue	17,363,710		12,127,035	
Expenses	(1,068,175)		(711,543)	
Net Revenue Before Taxation	16,295,535		11,415,492	
Taxation	(3,232,974)		(2,280,140)	
Net Revenue After Taxation		13,062,561		9,135,352
Total Return Before Distributions		271,370,572		103,506,273
Distributions ¹		700,411		264,644
Change in Net Assets Attributable to Shareholders From Investment Activities		272,070,983		103,770,917

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		3,553,055,199		2,540,995,632
Amounts Received on Issue of Shares	798,446,366		322,164,795	
Amounts Paid on Cancellation of Shares	(3,546,197)		(1,855,346)	
		794,900,169		320,309,449
Change in Net Assets Attributable to Shareholders From Investment Activities		272,070,983		103,770,917
Closing Net Assets Attributable to Shareholders		4,620,026,351		2,965,075,998

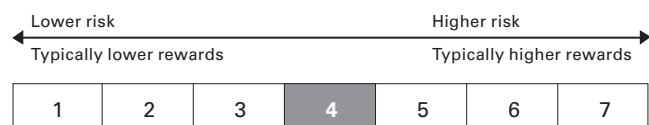
Vanguard LifeStrategy 60% Equity Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund seeks to gain exposure to a diversified notional portfolio composed approximately 60% by value of equity securities and 40% by value of fixed income securities.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard LifeStrategy 60% Equity Fund returned 7.41% for both share classes over the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)		
	Six Months	Five Years	Since Inception (23 June 2011)
A GBP Accumulation Shares	7.41%	8.78%	8.60%
A GBP Income Shares	7.41	8.78	8.60

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£6,358,432,079	£4,833,390,239	£3,347,978,420	£2,234,502,831
Closing Number of Shares	32,128,049	26,233,369	19,440,279	13,220,244
Closing Net Asset Value Per Share ¹	£197.91	£184.25	£172.22	£169.02
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

A GBP Income Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£559,054,414	£463,917,085	£368,909,485	£270,182,900
Closing Number of Shares	3,191,251	2,844,585	2,380,556	1,750,241
Closing Net Asset Value Per Share ¹	£175.18	£163.09	£154.97	£154.37
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	322,291,000	Vanguard Global Bond Index Fund	61,406,000
Vanguard FTSE U.K. All Share Index Unit Trust	206,588,700	Vanguard U.K. Government Bond Index Fund	18,754,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	183,535,000	Vanguard U.S. Investment Grade Credit Index Fund	12,325,000
Vanguard U.S. Equity Index Fund	139,453,000	Vanguard U.S. Government Bond Index Fund	11,876,000
Vanguard U.K. Government Bond Index Fund	82,207,300	Vanguard Euro Government Bond Index Fund	11,491,000
Total	934,075,000	Total	115,852,000
Total Purchases for the Period	1,312,786,001	Total Sales for the Period	138,391,000

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 59.96% (31 March 2019: 60.31%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	3,417,635	1,328,908,430	19.21
Vanguard FTSE U.K. All Share Index Unit Trust ¹	4,935,223	1,044,325,860	15.10
Vanguard U.S. Equity Index Fund ¹	1,890,567	981,568,236	14.19
Vanguard Emerging Markets Stock Index Fund	1,475,970	335,624,165	4.85
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	910,607	247,559,629	3.58
Vanguard Japan Stock Index Fund	587,602	141,202,316	2.04
Vanguard Pacific ex-Japan Stock Index Fund	223,731	68,711,893	0.99
		4,147,900,529	59.96
Fixed Income 39.97% (31 March 2019: 39.77%)			
Vanguard Global Bond Index Fund	8,353,903	1,330,430,884	19.24
Vanguard U.K. Government Bond Index Fund	2,161,064	397,802,795	5.75
Vanguard U.K. Inflation-Linked Gilt Index Fund ¹	1,216,178	267,078,291	3.86
Vanguard U.K. Investment Grade Bond Index Fund	2,434,179	249,810,012	3.61
Vanguard U.S. Investment Grade Credit Index Fund	986,757	121,534,350	1.76
Vanguard U.S. Government Bond Index Fund	1,064,826	119,119,186	1.72
Vanguard Euro Government Bond Index Fund	828,493	109,184,220	1.58
Vanguard Japan Government Bond Index Fund	517,773	60,704,299	0.88
Vanguard Euro Investment Grade Bond Index Fund	453,122	55,907,155	0.81
Vanguard Global Aggregate Bond UCITS ETF	2,000,000	51,300,000	0.74
Vanguard U.K. Gilt UCITS ETF	62,259	1,573,858	0.02
		2,764,445,050	39.97
Portfolio of Investments		6,912,345,579	99.93
Net Other Assets		5,140,914	0.07
Net Assets Attributable to Shareholders		6,917,486,493	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	6,912,345,579	5,301,334,428
Current Assets		
Debtors	15,907,050	18,198,321
Cash and Bank Balances	7,715,083	12,979,238
Total Assets	6,935,967,712	5,332,511,987
Liabilities:		
Creditors		
Bank Overdrafts	16	171,854
Distribution Payable	—	7,622,344
Other Creditors	18,481,203	27,410,465
Total Liabilities	18,481,219	35,204,663
Net Assets Attributable to Shareholders	6,917,486,493	5,297,307,324

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		418,529,669		245,465,953
Revenue	18,100,838		12,878,126	
Expenses	(2,217,984)		(1,500,744)	
Net Revenue Before Taxation	15,882,854		11,377,382	
Taxation	(3,069,402)		(2,268,674)	
Net Revenue After Taxation		12,813,452		9,108,708
Total Return Before Distributions		431,343,121		254,574,661
Distributions ¹		597,041		352,343
Change in Net Assets Attributable to Shareholders From Investment Activities		431,940,162		254,927,004

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		5,297,307,324		3,716,887,905
Amounts Received on Issue of Shares	1,200,021,804		640,300,574	
Amounts Paid on Cancellation of Shares	(11,782,797)		(9,320,525)	
		1,188,239,007		630,980,049
Change in Net Assets Attributable to Shareholders From Investment Activities		431,940,162		254,927,004
Closing Net Assets Attributable to Shareholders		6,917,486,493		4,602,794,958

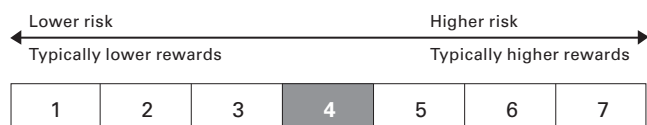
Vanguard LifeStrategy 80% Equity Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund seeks to gain exposure to a diversified notional portfolio composed approximately 80% by value of equity securities and 20% by value of fixed income securities.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard LifeStrategy 80% Equity Fund returned 7.90% for both share classes over the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)		
	Six Months	Five Years	Since Inception (23 June 2011)
A GBP Accumulation Shares	7.90%	10.22%	9.71%
A GBP Income Shares	7.90	10.22	9.71

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£3,029,177,415	£2,327,822,379	£1,619,177,746	£1,101,804,658
Closing Number of Shares	14,070,233	11,667,539	8,778,382	6,101,094
Closing Net Asset Value Per Share ¹	£215.29	£199.51	£184.45	£180.59
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

A GBP Income Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£197,567,068	£162,247,748	£117,714,179	£86,696,622
Closing Number of Shares	1,042,088	923,505	711,579	526,563
Closing Net Asset Value Per Share ¹	£189.59	£175.69	£165.43	£164.65
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard FTSE U.K. All Share Index Unit Trust	126,682,000	Vanguard Global Bond Index Fund	21,515,000
Vanguard Global Bond Index Fund	103,398,000	Vanguard U.K. Government Bond Index Fund	3,800,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	85,535,000	Total	25,315,000
Vanguard U.S. Equity Index Fund	80,551,000	Total Sales for the Period	25,315,000
Vanguard Emerging Markets Stock Index Fund	39,332,000		
Total	435,498,000		
Total Purchases for the Period	543,940,682		

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 79.88% (31 March 2019: 80.09%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	1,597,221	621,061,258	19.25
Vanguard U.S. Equity Index Fund ¹	1,192,135	618,947,919	19.18
Vanguard FTSE U.K. All Share Index Unit Trust ¹	2,877,828	608,967,428	18.87
Vanguard Emerging Markets Stock Index Fund	908,969	206,692,547	6.41
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	699,420	190,145,887	5.89
Vanguard S&P 500 UCITS ETF	2,898,820	132,797,855	4.11
Vanguard Japan Stock Index Fund	448,021	107,660,762	3.34
Vanguard Pacific ex-Japan Stock Index Fund	169,297	51,994,176	1.61
Vanguard FTSE 100 UCITS ETF	1,206,829	39,305,696	1.22
		2,577,573,528	79.88
Fixed Income 20.03% (31 March 2019: 19.95%)			
Vanguard Global Bond Index Fund	2,821,029	449,273,139	13.92
Vanguard U.K. Government Bond Index Fund	443,714	81,677,609	2.53
Vanguard U.K. Inflation-Linked Gilt Index Fund ¹	289,292	63,529,813	1.97
Vanguard U.K. Investment Grade Bond Index Fund	500,353	51,349,269	1.59
Vanguard U.K. Gilt UCITS ETF	21,184	535,514	0.02
		646,365,344	20.03
Portfolio of Investments		3,223,938,872	99.91
Net Other Assets		2,805,611	0.09
Net Assets Attributable to Shareholders		3,226,744,483	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	3,223,938,872	2,491,062,542
Current Assets		
Debtors	10,273,407	6,019,025
Cash and Bank Balances	3,134,271	5,763,435
Total Assets	3,237,346,550	2,502,845,002
Liabilities:		
Creditors		
Bank Overdrafts	—	52,630
Distribution Payable	—	2,982,305
Other Creditors	10,602,067	9,739,940
Total Liabilities	10,602,067	12,774,875
Net Assets Attributable to Shareholders	3,226,744,483	2,490,070,127

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		209,640,101		166,351,322
Revenue	6,673,909		4,896,556	
Expenses	(1,251,345)		(870,886)	
Net Revenue Before Taxation	5,422,564		4,025,670	
Taxation	(602,342)		(477,676)	
Net Revenue After Taxation		4,820,222		3,547,994
Total Return Before Distributions		214,460,323		169,899,316
Distributions ¹		191,175		115,410
Change in Net Assets Attributable to Shareholders From Investment Activities		214,651,498		170,014,726

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		2,490,070,127		1,736,891,925
Amounts Received on Issue of Shares	530,261,290		306,713,059	
Amounts Paid on Cancellation of Shares	(8,238,432)		(3,491,177)	
		522,022,858		303,221,882
Change in Net Assets Attributable to Shareholders From Investment Activities		214,651,498		170,014,726
Closing Net Assets Attributable to Shareholders		3,226,744,483		2,210,128,533

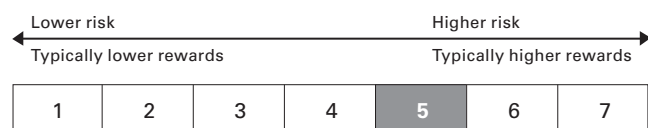
Vanguard LifeStrategy 100% Equity Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund seeks to gain exposure to a diversified notional portfolio composed approximately 100% by value of equity securities.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the higher range of the risk and reward indicator because the values of the Fund's investments have experienced a higher rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard LifeStrategy 100% Equity Fund returned 8.45% for both share classes over the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)		
	Six Months	Five Years	Since Inception (23 June 2011)
A GBP Accumulation Shares	8.45%	11.64%	10.76%
A GBP Income Shares	8.45	11.64	10.76

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£1,408,737,792	£1,109,052,665	£746,386,356	£473,864,917
Closing Number of Shares	6,051,418	5,166,599	3,800,544	2,470,410
Closing Net Asset Value Per Share ¹	£232.79	£214.66	£196.39	£191.82
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

A GBP Income Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£172,467,097	£138,912,822	£119,625,983	£89,424,734
Closing Number of Shares	845,537	738,619	681,585	512,138
Closing Net Asset Value Per Share ¹	£203.97	£188.07	£175.51	£174.61
Operating Charges ²	0.22%	0.22%	0.22%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard FTSE U.K. All Share Index Unit Trust	55,938,000	Vanguard U.S. Equity Index Fund	1,413,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	36,565,000	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	600,000
Vanguard U.S. Equity Index Fund	35,323,000	Vanguard FTSE U.K. All Share Index Unit Trust	40,000
Vanguard S&P 500 UCITS ETF	28,731,411	Total	2,053,000
Vanguard Emerging Markets Stock Index Fund	21,777,000	Total Sales for the Period	2,053,000
Total	178,334,411		
Total Purchases for the Period	222,144,277		

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 99.90% (31 March 2019: 100.13%)			
Vanguard FTSE U.K. All Share Index Unit Trust ¹	1,457,083	308,328,447	19.50
Vanguard U.S. Equity Index Fund ¹	587,020	304,776,607	19.27
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	782,755	304,365,354	19.25
Vanguard S&P 500 UCITS ETF	4,531,478	207,591,557	13.13
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	476,992	129,676,113	8.20
Vanguard Emerging Markets Stock Index Fund	554,208	126,022,643	7.97
Vanguard FTSE 100 UCITS ETF	2,319,956	75,559,575	4.78
Vanguard Japan Stock Index Fund	306,842	73,734,920	4.66
Vanguard Pacific ex-Japan Stock Index Fund	115,665	35,522,924	2.25
Vanguard FTSE 250 UCITS ETF	449,298	14,095,422	0.89
		1,579,673,562	99.90
Portfolio of Investments		1,579,673,562	99.90
Net Other Assets		1,531,327	0.10
Net Assets Attributable to Shareholders		1,581,204,889	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	1,579,673,562	1,249,526,520
Current Assets		
Debtors	3,883,806	4,714,119
Cash and Bank Balances	2,409,751	1,859,236
Total Assets	1,585,967,119	1,256,099,875
Liabilities:		
Creditors		
Bank Overdrafts	—	43,206
Distribution Payable	—	2,767,904
Other Creditors	4,762,230	5,323,278
Total Liabilities	4,762,230	8,134,388
Net Assets Attributable to Shareholders	1,581,204,889	1,247,965,487

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		110,055,452		107,037,921
Revenue	3,793,426		2,737,571	
Expenses	(676,868)		(475,007)	
Net Revenue Before Taxation	3,116,558		2,262,564	
Taxation	(34,860)		—	
Net Revenue After Taxation		3,081,698		2,262,564
Total Return Before Distributions		113,137,150		109,300,485
Distributions ¹		99,540		78,271
Change in Net Assets Attributable to Shareholders From Investment Activities		113,236,690		109,378,756

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		1,247,965,487		866,012,339
Amounts Received on Issue of Shares	230,887,546		153,552,923	
Amounts Paid on Cancellation of Shares	(10,884,834)		(13,905,330)	
		220,002,712		139,647,593
Change in Net Assets Attributable to Shareholders From Investment Activities		113,236,690		109,378,756
Closing Net Assets Attributable to Shareholders		1,581,204,889		1,115,038,688

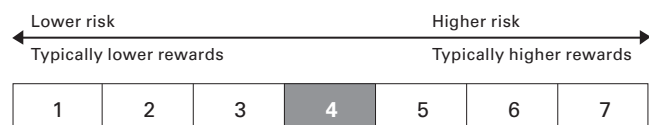
Vanguard Target Retirement 2015 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2015.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2015 Fund returned 5.95% for the six-month period ended 30 September 2019.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Six Months	Since Inception (17 December 2015)
A GBP Accumulation Shares	5.95%	8.08%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£3,880,509	£3,379,034	£1,770,836	£1,651,862
Closing Number of Shares	29,340	26,683	14,766	13,984
Closing Net Asset Value Per Share ¹	£132.26	£126.64	£119.92	£118.12
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Aggregate Bond UCITS ETF	727,838	Vanguard Global Bond Index Fund	301,500
Vanguard Global Bond Index Fund	387,900	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	263,000
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	296,200	Vanguard U.S. Investment Grade Credit Index Fund	195,400
Vanguard FTSE U.K. All Share Index Unit Trust	125,400	Vanguard U.S. Government Bond Index Fund	189,700
UK Treasury 2.5% Index-Linked Gilt 17/07/2024	119,660	Vanguard Euro Government Bond Index Fund	182,000
Total	1,656,998	Total	1,131,600
Total Purchases for the Period	2,358,441	Total Sales for the Period	1,997,466

1 The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

2 Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 39.34% (31 March 2019: 40.37%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	1,927	749,219	19.31
Vanguard FTSE U.K. All Share Index Unit Trust ¹	1,370	289,868	7.47
Vanguard U.S. Equity Index Fund ¹	267	138,370	3.57
Vanguard Emerging Markets Stock Index Fund	532	120,893	3.12
Vanguard FTSE 100 UCITS ETF	2,903	94,549	2.44
Vanguard FTSE North America UCITS ETF	792	47,084	1.21
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	170	46,314	1.19
Vanguard Japan Stock Index Fund	112	26,880	0.69
Vanguard Pacific ex-Japan Stock Index Fund	43	13,203	0.34
		1,526,380	39.34
Fixed Income 49.03% (31 March 2019: 47.33%)			
Vanguard Global Bond Index Fund	4,736	754,321	19.44
Vanguard Global Aggregate Bond UCITS ETF	29,002	743,901	19.17
Vanguard U.K. Government Bond Index Fund	694	127,777	3.29
Vanguard U.K. Investment Grade Bond Index Fund	787	80,784	2.08
Vanguard U.S. Investment Grade Credit Index Fund	415	51,078	1.32
Vanguard U.S. Government Bond Index Fund	447	49,950	1.29
Vanguard Euro Government Bond Index Fund	348	45,843	1.18
Vanguard Japan Government Bond Index Fund	220	25,763	0.66
Vanguard Euro Investment Grade Bond Index Fund	190	23,381	0.60
		1,902,798	49.03
Government Bonds 11.42% (31 March 2019: 12.29%)			
UK Treasury 2.5% Index-Linked Gilt 17/07/2024	£31,800	119,441	3.08
UK Treasury 2.5% Index-Linked Gilt 16/04/2020	£30,600	108,668	2.80
UK Treasury 0.125% Index-Linked Gilt 22/03/2024	£78,000	89,926	2.32
UK Treasury 1.875% Index-Linked Gilt 22/11/2022	£76,400	89,316	2.30
UK Treasury 0.125% Index-Linked Gilt 22/11/2019	£35,580	35,785	0.92
		443,136	11.42
Portfolio of Investments		3,872,314	99.79
Net Other Assets		8,195	0.21
Net Assets Attributable to Shareholders		3,880,509	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	3,872,314	3,378,722
Current Assets		
Debtors	7,565	110,068
Cash and Bank Balances	9,461	515
Total Assets	3,889,340	3,489,305
Liabilities:		
Creditors		
Other Creditors	8,831	110,271
Total Liabilities	8,831	110,271
Net Assets Attributable to Shareholders	3,880,509	3,379,034

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		123,596		76,990
Revenue	14,243		11,556	
Expenses	(1,818)		(920)	
Net Revenue Before Taxation	12,425		10,636	
Taxation	(191)		(849)	
Net Revenue After Taxation		12,234		9,787
Total Return Before Distributions		135,830		86,777
Distributions ¹		85		419
Change in Net Assets Attributable to Shareholders From Investment Activities		135,915		87,196

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		3,379,034		1,770,836
Amounts Received on Issue of Shares	1,562,298		923,331	
Amounts Paid on Cancellation of Shares	(1,196,738)		(263,473)	
		365,560		659,858
Change in Net Assets Attributable to Shareholders From Investment Activities		135,915		87,196
Closing Net Assets Attributable to Shareholders		3,880,509		2,517,890

Vanguard Target Retirement 2020 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2020.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2020 Fund returned 6.75% for the six-month period ended 30 September 2019.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	Since Inception (17 December 2015)
A GBP Accumulation Shares	6.75%	9.48%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£15,853,138	£12,694,196	£8,513,702	£4,206,575
Closing Number of Shares	113,305	96,175	68,683	34,524
Closing Net Asset Value Per Share ¹	£139.92	£131.99	£123.96	£121.85
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Aggregate Bond UCITS ETF	2,265,444	Vanguard U.S. Investment Grade Credit Index Fund	537,287
Vanguard Global Bond Index Fund	1,026,400	Vanguard U.S. Government Bond Index Fund	513,794
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	682,800	Vanguard Euro Government Bond Index Fund	498,910
Vanguard FTSE U.K. All Share Index Unit Trust	430,100	Vanguard Global Bond Index Fund	497,400
Vanguard U.S. Equity Index Fund	325,500	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	361,100
Total	4,730,244	Total	2,408,491
Total Purchases for the Period	6,259,276	Total Sales for the Period	3,904,279

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 52.39% (31 March 2019: 53.34%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	7,797	3,031,898	19.12
Vanguard FTSE U.K. All Share Index Unit Trust ¹	7,396	1,564,944	9.87
Vanguard U.S. Equity Index Fund ¹	2,465	1,279,761	8.07
Vanguard Emerging Markets Stock Index Fund	2,965	674,164	4.25
Vanguard FTSE 100 UCITS ETF	15,948	519,417	3.28
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	1,591	432,411	2.73
Vanguard FTSE North America UCITS ETF	7,248	430,890	2.72
Vanguard Japan Stock Index Fund	1,039	249,778	1.58
Vanguard Pacific ex-Japan Stock Index Fund	396	121,520	0.77
		8,304,783	52.39
Fixed Income 42.50% (31 March 2019: 41.73%)			
Vanguard Global Bond Index Fund	19,151	3,050,028	19.24
Vanguard Global Aggregate Bond UCITS ETF	90,371	2,318,016	14.62
Vanguard U.K. Government Bond Index Fund	4,566	840,433	5.30
Vanguard U.K. Investment Grade Bond Index Fund	5,161	529,631	3.34
		6,738,108	42.50
Government Bonds 5.12% (31 March 2019: 4.97%)			
UK Treasury 2.5% Index-Linked Gilt 17/07/2024	£61,000	229,117	1.45
UK Treasury 2.5% Index-Linked Gilt 16/04/2020	£55,836	198,288	1.25
UK Treasury 1.875% Index-Linked Gilt 22/11/2022	£136,610	159,704	1.01
UK Treasury 0.125% Index-Linked Gilt 22/03/2024	£132,100	152,298	0.96
UK Treasury 0.125% Index-Linked Gilt 22/11/2019	£71,650	72,063	0.45
		811,470	5.12
Portfolio of Investments		15,854,361	100.01
Net Other Liabilities		(1,223)	(0.01)
Net Assets Attributable to Shareholders		15,853,138	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	15,854,361	12,699,108
Current Assets		
Debtors	41,661	201,526
Cash and Bank Balances	11,610	13,602
Total Assets	15,907,632	12,914,236
Liabilities:		
Creditors		
Other Creditors	54,494	220,040
Total Liabilities	54,494	220,040
Net Assets Attributable to Shareholders	15,853,138	12,694,196

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		765,493		517,035
Revenue	55,719		48,399	
Expenses	(7,344)		(4,556)	
Net Revenue Before Taxation	48,375		43,843	
Taxation	(3,596)		(4,853)	
Net Revenue After Taxation		44,779		38,990
Total Return Before Distributions		810,272		556,025
Distributions ¹		2,090		1,277
Change in Net Assets Attributable to Shareholders From Investment Activities		812,362		557,302

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		12,694,196		8,513,702
Amounts Received on Issue of Shares	3,728,550		2,555,700	
Amounts Paid on Cancellation of Shares	(1,381,970)		(653,646)	
		2,346,580		1,902,054
Change in Net Assets Attributable to Shareholders From Investment Activities		812,362		557,302
Closing Net Assets Attributable to Shareholders		15,853,138		10,973,058

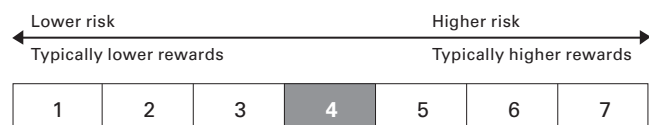
Vanguard Target Retirement 2025 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2025.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2025 Fund returned 7.34% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	Since Inception (17 December 2015)
A GBP Accumulation Shares	7.34%	10.12%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£34,378,164	£27,931,568	£18,047,379	£5,199,482
Closing Number of Shares	238,688	208,162	143,963	42,230
Closing Net Asset Value Per Share ¹	£144.03	£134.18	£125.36	£123.12
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Aggregate Bond UCITS ETF	2,826,484	Vanguard Global Bond Index Fund	891,900
Vanguard Global Bond Index Fund	1,835,600	Vanguard U.S. Investment Grade Credit Index Fund	655,633
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	1,069,900	Vanguard U.S. Government Bond Index Fund	620,702
Vanguard FTSE U.K. All Share Index Unit Trust	859,100	Vanguard Euro Government Bond Index Fund	600,931
Vanguard U.S. Equity Index Fund	699,900	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	465,300
Total	7,290,984	Total	3,234,465
Total Purchases for the Period	9,443,077	Total Sales for the Period	5,135,276

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 61.06% (31 March 2019: 61.77%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	16,857	6,554,779	19.07
Vanguard FTSE U.K. All Share Index Unit Trust ¹	18,628	3,941,773	11.47
Vanguard U.S. Equity Index Fund ¹	7,403	3,843,795	11.18
Vanguard Emerging Markets Stock Index Fund	7,413	1,685,771	4.90
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	4,791	1,302,585	3.79
Vanguard FTSE 100 UCITS ETF	39,865	1,298,379	3.78
Vanguard FTSE North America UCITS ETF	21,361	1,269,900	3.69
Vanguard Japan Stock Index Fund	3,067	736,903	2.14
Vanguard Pacific ex-Japan Stock Index Fund	1,164	357,412	1.04
		20,991,297	61.06
Fixed Income 39.04% (31 March 2019: 38.29%)			
Vanguard Global Bond Index Fund	40,814	6,499,907	18.91
Vanguard Global Aggregate Bond UCITS ETF	112,863	2,894,936	8.42
Vanguard U.K. Government Bond Index Fund	13,369	2,460,918	7.16
Vanguard U.K. Investment Grade Bond Index Fund	15,247	1,564,697	4.55
		13,420,458	39.04
Portfolio of Investments		34,411,755	100.10
Net Other Liabilities		(33,591)	(0.10)
Net Assets Attributable to Shareholders		34,378,164	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	34,411,755	27,949,696
Current Assets		
Debtors	544,464	161,232
Cash and Bank Balances	8,017	10,758
Total Assets	34,964,236	28,121,686
Liabilities:		
Creditors		
Other Creditors	586,072	190,118
Total Liabilities	586,072	190,118
Net Assets Attributable to Shareholders	34,378,164	27,931,568

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		2,072,776		1,263,644
Revenue	124,317		93,315	
Expenses	(15,372)		(9,646)	
Net Revenue Before Taxation	108,945		83,669	
Taxation	(12,850)		(11,257)	
Net Revenue After Taxation		96,095		72,412
Total Return Before Distributions		2,168,871		1,336,056
Distributions ¹		4,034		2,510
Change in Net Assets Attributable to Shareholders From Investment Activities		2,172,905		1,338,566

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		27,931,568		18,047,379
Amounts Received on Issue of Shares	6,518,156		4,622,023	
Amounts Paid on Cancellation of Shares	(2,244,465)		(1,119,961)	
		4,273,691		3,502,062
Change in Net Assets Attributable to Shareholders From Investment Activities		2,172,905		1,338,566
Closing Net Assets Attributable to Shareholders		34,378,164		22,888,007

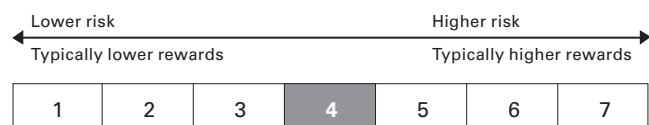
Vanguard Target Retirement 2030 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2030.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2030 Fund returned 7.46% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Six Months	Since Inception (17 December 2015)
A GBP Accumulation Shares	7.46%	10.70%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£31,115,857	£19,710,137	£8,938,470	£1,942,531
Closing Number of Shares	211,769	144,159	70,186	15,536
Closing Net Asset Value Per Share ¹	£146.93	£136.72	£127.35	£125.03
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	2,551,500	Vanguard Global Bond Index Fund	527,200
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	1,905,500	Vanguard U.S. Investment Grade Credit Index Fund	307,942
Vanguard Global Aggregate Bond UCITS ETF	1,412,038	Vanguard U.S. Government Bond Index Fund	291,310
Vanguard FTSE U.K. All Share Index Unit Trust	1,401,700	Vanguard Euro Government Bond Index Fund	276,472
Vanguard U.S. Equity Index Fund	1,342,500	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	235,600
Total	8,613,238	Total	1,638,525
Total Purchases for the Period	12,266,956	Total Sales for the Period	2,639,578

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 66.05% (31 March 2019: 66.80%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	15,235	5,924,066	19.04
Vanguard U.S. Equity Index Fund ¹	7,743	4,020,166	12.92
Vanguard FTSE U.K. All Share Index Unit Trust ¹	18,449	3,903,924	12.55
Vanguard Emerging Markets Stock Index Fund	7,304	1,660,760	5.34
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	4,963	1,349,214	4.33
Vanguard FTSE North America UCITS ETF	22,049	1,310,802	4.21
Vanguard FTSE 100 UCITS ETF	38,369	1,249,655	4.02
Vanguard Japan Stock Index Fund	3,174	762,738	2.45
Vanguard Pacific ex-Japan Stock Index Fund	1,211	371,935	1.19
		20,553,260	66.05
Fixed Income 34.03% (31 March 2019: 33.31%)			
Vanguard Global Bond Index Fund	37,546	5,979,526	19.22
Vanguard U.K. Government Bond Index Fund	10,548	1,941,625	6.24
Vanguard Global Aggregate Bond UCITS ETF	55,862	1,432,860	4.60
Vanguard U.K. Investment Grade Bond Index Fund	12,030	1,234,590	3.97
		10,588,601	34.03
Portfolio of Investments		31,141,861	100.08
Net Other Liabilities		(26,004)	(0.08)
Net Assets Attributable to Shareholders		31,115,857	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	31,141,861	19,730,890
Current Assets		
Debtors	348,947	93,435
Cash and Bank Balances	1,227	44,370
Total Assets	31,492,035	19,868,695
Liabilities:		
Creditors		
Other Creditors	376,178	158,558
Total Liabilities	376,178	158,558
Net Assets Attributable to Shareholders	31,115,857	19,710,137

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		1,718,616		758,628
Revenue	105,188		54,191	
Expenses	(12,946)		(6,067)	
Net Revenue Before Taxation	92,242		48,124	
Taxation	(10,141)		(5,760)	
Net Revenue After Taxation		82,101		42,364
Total Return Before Distributions		1,800,717		800,992
Distributions ¹		6,167		5,537
Change in Net Assets Attributable to Shareholders From Investment Activities		1,806,884		806,529

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		19,710,137		8,938,470
Amounts Received on Issue of Shares	10,870,190		6,487,724	
Amounts Paid on Cancellation of Shares	(1,271,354)		(204,098)	
		9,598,836		6,283,626
Change in Net Assets Attributable to Shareholders From Investment Activities		1,806,884		806,529
Closing Net Assets Attributable to Shareholders		31,115,857		16,028,625

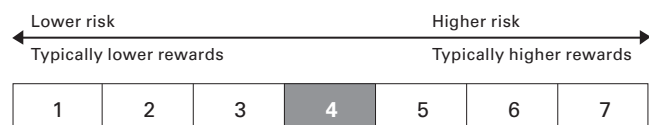
Vanguard Target Retirement 2035 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2035.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2035 Fund returned 7.61% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Since Inception Six Months	(17 December 2015)
A GBP Accumulation Shares	7.61%	11.14%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£26,271,531	£18,864,003	£10,062,622	£3,326,144
Closing Number of Shares	176,132	136,103	78,186	26,342
Closing Net Asset Value Per Share ¹	£149.16	£138.60	£128.70	£126.27
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	1,648,600	Vanguard Global Bond Index Fund	389,400
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	1,095,600	Vanguard FTSE U.K. All Share Index Unit Trust	154,500
Vanguard FTSE U.K. All Share Index Unit Trust	1,007,600	Vanguard U.S. Equity Index Fund	133,800
Vanguard U.S. Equity Index Fund	853,600	Vanguard U.K. Government Bond Index Fund	122,600
Vanguard U.K. Government Bond Index Fund	434,100	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	117,700
Total	5,039,500	Total	918,000
Total Purchases for the Period	7,108,213	Total Sales for the Period	1,270,818

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 71.04% (31 March 2019: 71.77%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	12,863	5,001,762	19.05
Vanguard U.S. Equity Index Fund ¹	7,351	3,816,819	14.53
Vanguard FTSE U.K. All Share Index Unit Trust ¹	16,588	3,510,051	13.36
Vanguard Emerging Markets Stock Index Fund	6,566	1,493,081	5.68
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	4,749	1,291,071	4.91
Vanguard FTSE North America UCITS ETF	21,620	1,285,298	4.89
Vanguard FTSE 100 UCITS ETF	36,006	1,172,694	4.46
Vanguard Japan Stock Index Fund	3,062	735,771	2.80
Vanguard Pacific ex-Japan Stock Index Fund	1,166	358,204	1.36
		18,664,751	71.04
Fixed Income 29.02% (31 March 2019: 28.28%)			
Vanguard Global Bond Index Fund	31,484	5,014,051	19.09
Vanguard U.K. Government Bond Index Fund	7,653	1,408,755	5.36
Vanguard U.K. Investment Grade Bond Index Fund	8,599	882,494	3.36
Vanguard Global Aggregate Bond UCITS ETF	12,361	317,060	1.21
		7,622,360	29.02
Portfolio of Investments		26,287,111	100.06
Net Other Liabilities		(15,580)	(0.06)
Net Assets Attributable to Shareholders		26,271,531	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	26,287,111	18,872,984
Current Assets		
Debtors	70,164	78,400
Cash and Bank Balances	22,737	34,866
Total Assets	26,380,012	18,986,250
Liabilities:		
Creditors		
Other Creditors	108,481	122,247
Total Liabilities	108,481	122,247
Net Assets Attributable to Shareholders	26,271,531	18,864,003

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		1,522,999		905,241
Revenue	91,453		53,337	
Expenses	(11,400)		(6,766)	
Net Revenue Before Taxation	80,053		46,571	
Taxation	(8,145)		(5,030)	
Net Revenue After Taxation		71,908		41,541
Total Return Before Distributions		1,594,907		946,782
Distributions ¹		4,928		3,267
Change in Net Assets Attributable to Shareholders From Investment Activities		1,599,835		950,049

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		18,864,003		10,062,622
Amounts Received on Issue of Shares	6,712,073		4,959,348	
Amounts Paid on Cancellation of Shares	(904,380)		(254,513)	
		5,807,693		4,704,835
Change in Net Assets Attributable to Shareholders From Investment Activities		1,599,835		950,049
Closing Net Assets Attributable to Shareholders		26,271,531		15,717,506

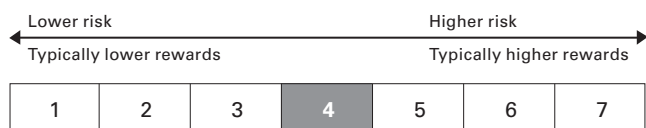
Vanguard Target Retirement 2040 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2040.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2040 Fund returned 7.74% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Since Inception Six Months	(17 December 2015)
A GBP Accumulation Shares	7.74%	11.63%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£23,315,542	£14,890,797	£7,100,274	£1,150,520
Closing Number of Shares	153,702	105,769	54,443	8,994
Closing Net Asset Value Per Share ¹	£151.69	£140.79	£130.42	£127.92
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	1,658,610	Vanguard Global Bond Index Fund	319,200
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	1,421,200	Vanguard U.S. Equity Index Fund	211,400
Vanguard U.S. Equity Index Fund	1,263,900	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	163,100
Vanguard FTSE U.K. All Share Index Unit Trust	1,185,390	Vanguard FTSE U.K. All Share Index Unit Trust	100,300
Vanguard Emerging Markets Stock Index Fund	473,500	Vanguard U.K. Government Bond Index Fund	87,900
Total	6,002,600	Total	881,900
Total Purchases for the Period	8,103,403	Total Sales for the Period	998,800

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 75.97% (31 March 2019: 76.74%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	11,438	4,447,673	19.08
Vanguard U.S. Equity Index Fund ¹	7,334	3,807,634	16.33
Vanguard FTSE U.K. All Share Index Unit Trust ¹	15,762	3,335,347	14.31
Vanguard Emerging Markets Stock Index Fund	6,207	1,411,397	6.05
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	4,757	1,293,346	5.55
Vanguard FTSE North America UCITS ETF	21,103	1,254,562	5.38
Vanguard FTSE 100 UCITS ETF	33,531	1,092,085	4.68
Vanguard Japan Stock Index Fund	2,997	720,166	3.09
Vanguard Pacific ex-Japan Stock Index Fund	1,142	350,707	1.50
		17,712,917	75.97
Fixed Income 24.00% (31 March 2019: 23.33%)			
Vanguard Global Bond Index Fund	24,604	3,918,445	16.81
Vanguard U.K. Government Bond Index Fund	5,576	1,026,360	4.40
Vanguard U.K. Investment Grade Bond Index Fund	6,347	651,335	2.79
		5,596,140	24.00
Portfolio of Investments		23,309,057	99.97
Net Other Assets		6,485	0.03
Net Assets Attributable to Shareholders		23,315,542	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	23,309,057	14,901,013
Current Assets		
Debtors	245,670	73,341
Cash and Bank Balances	23,624	—
Total Assets	23,578,351	14,974,354
Liabilities:		
Creditors		
Bank Overdrafts	—	1,913
Other Creditors	262,809	81,644
Total Liabilities	262,809	83,557
Net Assets Attributable to Shareholders	23,315,542	14,890,797

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		1,265,356		717,596
Revenue	72,417		37,206	
Expenses	(9,743)		(5,108)	
Net Revenue Before Taxation	62,674		32,098	
Taxation	(5,429)		(2,827)	
Net Revenue After Taxation		57,245		29,271
Total Return Before Distributions		1,322,601		746,867
Distributions ¹		6,997		1,789
Change in Net Assets Attributable to Shareholders From Investment Activities		1,329,598		748,656

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		14,890,797		7,100,274
Amounts Received on Issue of Shares	7,842,486		4,449,355	
Amounts Paid on Cancellation of Shares	(747,339)		(536,113)	
		7,095,147		3,913,242
Change in Net Assets Attributable to Shareholders From Investment Activities		1,329,598		748,656
Closing Net Assets Attributable to Shareholders		23,315,542		11,762,172

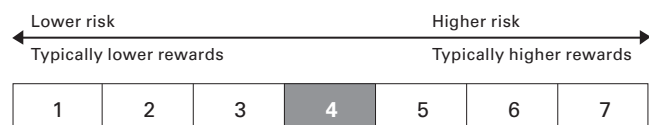
Vanguard Target Retirement 2045 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2045.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2045 Fund returned 7.84% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	Since Inception (17 December 2015)
A GBP Accumulation Shares	7.84%	11.82%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£14,884,634	£10,333,405	£4,248,035	£1,042,463
Closing Number of Shares	97,488	72,985	32,443	8,122
Closing Net Asset Value Per Share ¹	£152.68	£141.58	£130.94	£128.35
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	722,200	Vanguard Global Bond Index Fund	159,200
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	677,500	Vanguard U.S. Equity Index Fund	64,200
Vanguard FTSE U.K. All Share Index Unit Trust	652,000	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	63,900
Vanguard U.S. Equity Index Fund	651,300	Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	46,900
Vanguard Emerging Markets Stock Index Fund	280,900	Vanguard U.K. Government Bond Index Fund	44,000
Total	2,983,900	Total	378,200
Total Purchases for the Period	4,071,557	Total Sales for the Period	452,400

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 80.02% (31 March 2019: 80.21%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	7,281	2,831,006	19.02
Vanguard U.S. Equity Index Fund ¹	5,068	2,631,336	17.68
Vanguard FTSE U.K. All Share Index Unit Trust ¹	10,664	2,256,578	15.16
Vanguard Emerging Markets Stock Index Fund	4,234	962,829	6.47
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	3,253	884,481	5.94
Vanguard FTSE North America UCITS ETF	14,563	865,763	5.82
Vanguard FTSE 100 UCITS ETF	22,510	733,137	4.92
Vanguard Japan Stock Index Fund	2,088	501,776	3.37
Vanguard Pacific ex-Japan Stock Index Fund	795	244,199	1.64
		11,911,105	80.02
Fixed Income 20.00% (31 March 2019: 19.85%)			
Vanguard Global Bond Index Fund	13,093	2,085,179	14.01
Vanguard U.K. Government Bond Index Fund	2,970	546,644	3.67
Vanguard U.K. Investment Grade Bond Index Fund	3,366	345,404	2.32
		2,977,227	20.00
Portfolio of Investments		14,888,332	100.02
Net Other Liabilities		(3,698)	(0.02)
Net Assets Attributable to Shareholders		14,884,634	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	14,888,332	10,339,660
Current Assets		
Debtors	105,189	64,499
Cash and Bank Balances	24,757	3,437
Total Assets	15,018,278	10,407,596
Liabilities:		
Creditors		
Other Creditors	133,644	74,191
Total Liabilities	133,644	74,191
Net Assets Attributable to Shareholders	14,884,634	10,333,405

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		907,336		450,770
Revenue	46,580		21,916	
Expenses	(6,801)		(3,113)	
Net Revenue Before Taxation	39,779		18,803	
Taxation	(2,894)		(1,459)	
Net Revenue After Taxation		36,885		17,344
Total Return Before Distributions		944,221		468,114
Distributions ¹		2,166		2,094
Change in Net Assets Attributable to Shareholders From Investment Activities		946,387		470,208

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		10,333,405		4,248,035
Amounts Received on Issue of Shares	3,932,403		3,097,698	
Amounts Paid on Cancellation of Shares	(327,561)		(133,493)	
		3,604,842		2,964,205
Change in Net Assets Attributable to Shareholders From Investment Activities		946,387		470,208
Closing Net Assets Attributable to Shareholders		14,884,634		7,682,448

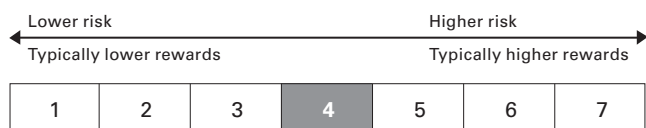
Vanguard Target Retirement 2050 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2050.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2050 Fund returned 7.84% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Since Inception Six Months	(17 December 2015)
A GBP Accumulation Shares	7.84%	11.83%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£11,131,089	£6,861,384	£3,837,779	£948,747
Closing Number of Shares	72,889	48,456	29,301	7,391
Closing Net Asset Value Per Share ¹	£152.71	£141.60	£130.98	£128.37
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	687,700	Vanguard Global Bond Index Fund	118,200
Vanguard Global Bond Index Fund	666,200	Vanguard FTSE U.K. All Share Index Unit Trust	61,300
Vanguard FTSE U.K. All Share Index Unit Trust	660,300	Vanguard U.S. Equity Index Fund	51,000
Vanguard U.S. Equity Index Fund	655,100	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	48,200
Vanguard Emerging Markets Stock Index Fund	254,300	Vanguard U.K. Government Bond Index Fund	33,200
Total	2,923,600	Total	311,900
Total Purchases for the Period	3,968,608	Total Sales for the Period	339,300

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 80.02% (31 March 2019: 80.25%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	5,449	2,118,709	19.03
Vanguard U.S. Equity Index Fund ¹	3,790	1,967,751	17.68
Vanguard FTSE U.K. All Share Index Unit Trust ¹	7,948	1,681,744	15.11
Vanguard Emerging Markets Stock Index Fund	3,147	715,581	6.43
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	2,438	662,879	5.96
Vanguard FTSE North America UCITS ETF	10,894	647,643	5.82
Vanguard FTSE 100 UCITS ETF	16,951	552,084	4.96
Vanguard Japan Stock Index Fund	1,562	375,377	3.37
Vanguard Pacific ex-Japan Stock Index Fund	602	184,882	1.66
		8,906,650	80.02
Fixed Income 20.00% (31 March 2019: 19.77%)			
Vanguard Global Bond Index Fund	9,778	1,557,156	13.99
Vanguard U.K. Government Bond Index Fund	2,232	410,816	3.69
Vanguard U.K. Investment Grade Bond Index Fund	2,516	258,188	2.32
		2,226,160	20.00
Portfolio of Investments		11,132,810	100.02
Net Other Liabilities		(1,721)	(0.02)
Net Assets Attributable to Shareholders		11,131,089	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	11,132,810	6,862,826
Current Assets		
Debtors	25,872	13,630
Cash and Bank Balances	3,724	5,838
Total Assets	11,162,406	6,882,294
Liabilities:		
Creditors		
Other Creditors	31,317	20,910
Total Liabilities	31,317	20,910
Net Assets Attributable to Shareholders	11,131,089	6,861,384

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		625,102		370,552
Revenue	33,288		15,688	
Expenses	(4,717)		(2,378)	
Net Revenue Before Taxation	28,571		13,310	
Taxation	(2,055)		(1,055)	
Net Revenue After Taxation		26,516		12,255
Total Return Before Distributions		651,618		382,807
Distributions ¹		2,497		565
Change in Net Assets Attributable to Shareholders From Investment Activities		654,115		383,372

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		6,861,384		3,837,779
Amounts Received on Issue of Shares	3,863,449		1,403,838	
Amounts Paid on Cancellation of Shares	(247,859)		(553,167)	
		3,615,590		850,671
Change in Net Assets Attributable to Shareholders From Investment Activities		654,115		383,372
Closing Net Assets Attributable to Shareholders		11,131,089		5,071,822

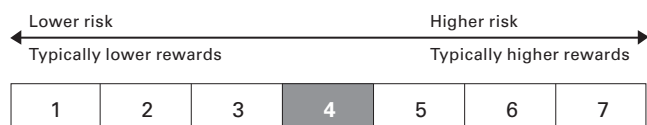
Vanguard Target Retirement 2055 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2055.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2055 Fund returned 7.85% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns	
	Periods Ended 30 September 2019 (Annualised for periods over one year)	Since Inception (17 December 2015)
A GBP Accumulation Shares	7.85%	11.92%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
Closing Net Asset Value	£8,261,975	£6,069,346	£3,317,347	£960,282
Closing Number of Shares	53,939	42,737	25,271	7,464
Closing Net Asset Value Per Share ¹	£153.17	£142.02	£131.27	£128.66
Operating Charges ²	0.24%	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)		Proceeds (£)
Largest Purchases		Largest Sales	
Vanguard Global Bond Index Fund	385,900	Vanguard Global Bond Index Fund	117,800
Vanguard FTSE U.K. All Share Index Unit Trust	348,500	Vanguard U.S. Equity Index Fund	66,600
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	326,100	Vanguard FTSE U.K. All Share Index Unit Trust	55,600
Vanguard U.S. Equity Index Fund	321,900	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	49,900
Vanguard Emerging Markets Stock Index Fund	122,100	Vanguard U.K. Government Bond Index Fund	31,300
Total	1,504,500	Total	321,200
Total Purchases for the Period	2,027,141	Total Sales for the Period	359,400

¹ The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

² Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 79.99% (31 March 2019: 80.18%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	4,045	1,572,871	19.04
Vanguard U.S. Equity Index Fund ¹	2,806	1,456,958	17.63
Vanguard FTSE U.K. All Share Index Unit Trust ¹	5,900	1,248,384	15.11
Vanguard Emerging Markets Stock Index Fund	2,322	528,082	6.39
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	1,809	491,839	5.95
Vanguard FTSE North America UCITS ETF	8,175	485,999	5.88
Vanguard FTSE 100 UCITS ETF	12,681	413,013	5.00
Vanguard Japan Stock Index Fund	1,156	277,788	3.36
Vanguard Pacific ex-Japan Stock Index Fund	438	134,392	1.63
		6,609,326	79.99
Fixed Income 20.06% (31 March 2019: 19.85%)			
Vanguard Global Bond Index Fund	7,242	1,153,420	13.96
Vanguard U.K. Government Bond Index Fund	1,683	309,710	3.75
Vanguard U.K. Investment Grade Bond Index Fund	1,885	193,411	2.35
		1,656,541	20.06
Portfolio of Investments		8,265,867	100.05
Net Other Liabilities		(3,892)	(0.05)
Net Assets Attributable to Shareholders		8,261,975	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	8,265,867	6,071,238
Current Assets		
Debtors	30,287	37,502
Cash and Bank Balances	8,625	8,971
Total Assets	8,304,779	6,117,711
Liabilities:		
Creditors		
Bank Overdrafts	868	815
Other Creditors	41,936	47,550
Total Liabilities	42,804	48,365
Net Assets Attributable to Shareholders	8,261,975	6,069,346

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		514,256		329,708
Revenue	26,536		14,179	
Expenses	(3,841)		(2,128)	
Net Revenue Before Taxation	22,695		12,051	
Taxation	(1,639)		(957)	
Net Revenue After Taxation		21,056		11,094
Total Return Before Distributions		535,312		340,802
Distributions ¹		934		771
Change in Net Assets Attributable to Shareholders From Investment Activities		536,246		341,573

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		6,069,346		3,317,347
Amounts Received on Issue of Shares	1,994,175		1,474,545	
Amounts Paid on Cancellation of Shares	(337,792)		(400,515)	
		1,656,383		1,074,030
Change in Net Assets Attributable to Shareholders From Investment Activities		536,246		341,573
Closing Net Assets Attributable to Shareholders		8,261,975		4,732,950

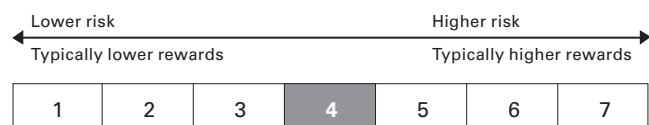
Vanguard Target Retirement 2060 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2060.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2060 Fund returned 7.82% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Six Months	Since Inception (5 December 2017)
A GBP Accumulation Shares	7.82%	7.47%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares†	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018
Closing Net Asset Value	£889,202	£479,379	£155,122
Closing Number of Shares	7,800	4,534	1,587
Closing Net Asset Value Per Share ¹	£114.00	£105.73	£97.75
Operating Charges ²	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)		Proceeds (£)
Largest Purchases		Largest Sales	
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	80,500	Vanguard U.S. Equity Index Fund	15,100
Vanguard U.S. Equity Index Fund	76,800	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	14,800
Vanguard FTSE U.K. All Share Index Unit Trust	69,400	Vanguard Global Bond Index Fund	14,100
Vanguard Global Bond Index Fund	67,700	Vanguard FTSE U.K. All Share Index Unit Trust	10,000
Vanguard Emerging Markets Stock Index Fund	26,900	Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	5,500
Total	321,300	Total	59,500
Total Purchases for the Period	434,111	Total Sales for the Period	70,314

† The Fund launched on 5 December 2017.

1 The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

2 Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

Holding	Market Value (£)	% of Net Asset Value	
Equity 79.97% (31 March 2019: 80.11%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	436	169,360	19.05
Vanguard U.S. Equity Index Fund ¹	302	156,912	17.65
Vanguard FTSE U.K. All Share Index Unit Trust ¹	642	135,751	15.27
Vanguard Emerging Markets Stock Index Fund	245	55,709	6.26
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	196	53,292	5.99
Vanguard FTSE North America UCITS ETF	881	52,375	5.89
Vanguard FTSE 100 UCITS ETF	1,323	43,089	4.85
Vanguard Japan Stock Index Fund	124	29,860	3.36
Vanguard Pacific ex-Japan Stock Index Fund	48	14,711	1.65
		711,059	79.97
Fixed Income 20.00% (31 March 2019: 19.85%)			
Vanguard Global Bond Index Fund	782	124,480	14.00
Vanguard U.K. Government Bond Index Fund	177	32,639	3.67
Vanguard U.K. Investment Grade Bond Index Fund	202	20,714	2.33
		177,833	20.00
Portfolio of Investments		888,892	99.97
Net Other Assets		310	0.03
Net Assets Attributable to Shareholders		889,202	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	888,892	479,205
Current Assets		
Debtors	9,806	14,233
Cash and Bank Balances	894	361
Total Assets	899,592	493,799
Liabilities:		
Creditors		
Other Creditors	10,390	14,420
Total Liabilities	10,390	14,420
Net Assets Attributable to Shareholders	889,202	479,379

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		44,792		20,231
Revenue	2,461		1,018	
Expenses	(348)		(147)	
Net Revenue Before Taxation	2,113		871	
Taxation	(149)		(65)	
Net Revenue After Taxation		1,964		806
Total Return Before Distributions		46,756		21,037
Distributions ¹		315		87
Change in Net Assets Attributable to Shareholders From Investment Activities		47,071		21,124

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		479,379		155,122
Amounts Received on Issue of Shares	428,091		230,227	
Amounts Paid on Cancellation of Shares	(65,339)		(30,144)	
		362,752		200,083
Change in Net Assets Attributable to Shareholders From Investment Activities		47,071		21,124
Closing Net Assets Attributable to Shareholders		889,202		376,329

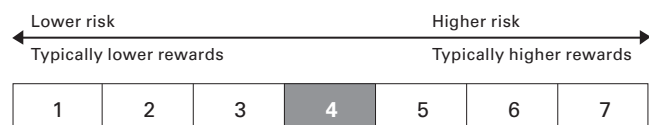
Vanguard Target Retirement 2065 Fund

Sub-managed by Vanguard Asset Management, Limited

Investment Objective

The Fund's investment objective is to achieve capital growth and, consistent with a gradually changing asset allocation, income returns for investors planning to retire in or within approximately five years after 2065.

Synthetic Risk and Reward Indicator



The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of the Fund. The risk and reward category (which may range from 1 to 7) is calculated using historical data and may not be a reliable indicator of the Fund's future risk profile. The risk and reward category may shift over time and is not a target or guarantee. The lowest category (i.e. category 1) does not mean "risk free". The Fund appears in the middle range of the risk and reward indicator because the values of the Fund's investments have experienced a moderate rate of change in the past.

Performance Summary

The Performance Summary does not form part of the Financial Statements.

- Throughout much of 2019, investors contended with a deteriorating global economic outlook, flare-ups in trade disputes, heightened tensions between the US and Iran and a lack of agreement in the United Kingdom on how to exit the European Union.
- Faced with those concerns, a number of central banks signalled their readiness to loosen monetary policy to support growth. In September, the European Central Bank announced it would push its deposit rate further below zero and start a new round of open-ended asset purchases in November.
- After hiking short-term interest rates four times in 2018, the US Federal Reserve cut them in August and September of this year. The range for the federal funds rate ended the period 50 basis points lower, at 1.75%–2% (a basis point is one-hundredth of a percentage point).
- Against this backdrop, Vanguard Target Retirement 2065 Fund returned 7.85% for the six-month period ended 30 September 2019.
- Global equity markets returned 9.40%, as measured by the FTSE Global All Cap Index. Markets rebounded after a volatile end to 2018 as tariff concerns eased somewhat amid the possibility of a US-China trade agreement. In the US, most industry sectors produced gains. The same was true in the UK, where seven of the ten sectors that make up the FTSE All-Share Index produced positive results despite uncertainty over Brexit and slowing economic momentum across the globe.
- Global fixed income markets returned 10.01%, as measured by the Bloomberg Barclays Global Aggregate Bond Index. US and Japanese government bonds outperformed their European counterparts. Returns for European investment-grade bonds also trailed those of the US.

Total Returns

	Total Returns Periods Ended 30 September 2019 (Annualised for periods over one year)	
	Six Months	Since Inception (5 December 2017)
A GBP Accumulation Shares	7.85%	7.42%

Past performance is not a reliable indicator of future results.

Basis of performance: NAV to NAV with net income reinvested.

Performance Comparative Table

A GBP Accumulation Shares†	As at 30 September 2019	As at 31 March 2019	As at 31 March 2018
Closing Net Asset Value	£852,005	£411,918	£76,557
Closing Number of Shares	7,480	3,900	784
Closing Net Asset Value Per Share ¹	£113.90	£105.62	£97.70
Operating Charges ²	0.24%	0.24%	0.24%

Summary of Significant Changes

For the period ended 30 September 2019

	Cost (£)	Proceeds (£)	
Largest Purchases		Largest Sales	
Vanguard FTSE Developed World ex-U.K. Equity Index Fund	84,000	Vanguard Global Bond Index Fund	12,500
Vanguard U.S. Equity Index Fund	80,300	Vanguard U.S. Equity Index Fund	11,900
Vanguard FTSE U.K. All Share Index Unit Trust	72,000	Vanguard FTSE Developed World ex-U.K. Equity Index Fund	11,400
Vanguard Global Bond Index Fund	70,300	Vanguard FTSE U.K. All Share Index Unit Trust	9,200
Vanguard Emerging Markets Stock Index Fund	29,100	Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund	4,000
Total	335,700	Total	49,000
Total Purchases for the Period	458,406	Total Sales for the Period	60,776

† The Fund launched on 5 December 2017.

1 The net asset value per share shown may diverge from the net asset value per share used for dealing purposes as at 30 September 2019 because of any adjustments for trade date accounting and any adjustments in valuation from mid-market prices to bid-market prices. The quoted price for underlying collective investment schemes may be inclusive of any applicable swing pricing adjustments.

2 Operating charges include indirect costs incurred in the maintenance and running of the Fund, as disclosed in the detailed expenses within the Statement of Total Return.

Portfolio Statement

As at 30 September 2019

The holdings displayed are the collective investment schemes, unless otherwise stated, through which the Fund seeks to achieve its investment objective.

The prospectus and other information about the collective investment schemes are available at vanguard.co.uk.

	Holding	Market Value (£)	% of Net Asset Value
Equity 80.00% (31 March 2019: 80.07%)			
Vanguard FTSE Developed World ex-U.K. Equity Index Fund ¹	416	161,945	19.01
Vanguard U.S. Equity Index Fund ¹	291	151,303	17.76
Vanguard FTSE U.K. All Share Index Unit Trust ¹	608	128,615	15.10
Vanguard Emerging Markets Stock Index Fund	243	55,343	6.49
Vanguard FTSE Developed Europe ex-U.K. Equity Index Fund ¹	185	50,370	5.91
Vanguard FTSE North America UCITS ETF	819	48,689	5.71
Vanguard FTSE 100 UCITS ETF	1,303	42,438	4.98
Vanguard Japan Stock Index Fund	120	28,807	3.38
Vanguard Pacific ex-Japan Stock Index Fund	46	14,118	1.66
		681,628	80.00
Fixed Income 19.99% (31 March 2019: 19.92%)			
Vanguard Global Bond Index Fund	749	119,355	14.01
Vanguard U.K. Government Bond Index Fund	169	31,127	3.65
Vanguard U.K. Investment Grade Bond Index Fund	193	19,839	2.33
		170,321	19.99
Portfolio of Investments		851,949	99.99
Net Other Assets		56	0.01
Net Assets Attributable to Shareholders		852,005	100.00

¹ The ACD of this Fund is Vanguard Investments UK, Limited.

Balance Sheet

	As at 30 September 2019 (£)	As at 31 March 2019 (£)
Assets:		
Investment Assets	851,949	411,888
Current Assets		
Debtors	3,367	2,830
Cash and Bank Balances	420	178
Total Assets	855,736	414,896
Liabilities:		
Creditors		
Other Creditors	3,731	2,978
Total Liabilities	3,731	2,978
Net Assets Attributable to Shareholders	852,005	411,918

Statement of Total Return

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Income				
Net Capital Gains/(Losses)		41,399		10,983
Revenue	2,299		582	
Expenses	(322)		(85)	
Net Revenue Before Taxation	1,977		497	
Taxation	(142)		(36)	
Net Revenue After Taxation		1,835		461
Total Return Before Distributions		43,234		11,444
Distributions ¹		315		60
Change in Net Assets Attributable to Shareholders From Investment Activities		43,549		11,504

¹ Includes adjustments for equalisation.

Statement of Change in Net Assets Attributable to Shareholders

	Period Ended		Period Ended	
	30 September 2019 (£)	30 September 2019 (£)	30 September 2018 (£)	30 September 2018 (£)
Opening Net Assets Attributable to Shareholders		411,918		76,557
Amounts Received on Issue of Shares	454,578		159,181	
Amounts Paid on Cancellation of Shares	(58,040)		(27,962)	
		396,538		131,219
Change in Net Assets Attributable to Shareholders From Investment Activities		43,549		11,504
Closing Net Assets Attributable to Shareholders		852,005		219,280

Further Information

Reports and Financial Statements

Each year, annual and interim reports will be prepared. They will describe investment activity during the period and provide management commentary.

Recipients of this document should not treat the contents as advice relating to legal, taxation or investment matters and should consult their own professional advisers concerning the acquisition, holding or disposing of investments in the Funds.

Past performance is not necessarily indicative of future performance, and the value of the shares and income from them may fall as well as rise. On redemption of shares, investors may receive back an amount less than the original amount of their investment. The assets of the Funds will be in a variety of currencies, and therefore movements in the value of currencies may affect the value of an investor's holdings and the income from the holdings may fluctuate in value in money terms.

Prospectus

The Fund Prospectus, an important document describing each Fund in detail, is available from the ACD, which is responsible for the management and administration of the Funds.

The ACD for Vanguard LifeStrategy Funds ICVC is Vanguard Investments UK, Limited, located at 4th Floor, The Walbrook Building, 25 Walbrook, London EC4N 8AF.

Types of Shares Available

Each of the LifeStrategy 40% Equity, 60% Equity, 80% Equity and 100% Equity Funds offers two classes of shares: A GBP Income Shares and A GBP Accumulation Shares. The LifeStrategy 20% Equity Fund has two share classes: A GBP Gross Income and A GBP Gross Accumulation.

Each of the Target Retirement Funds offers one class of shares: A GBP Accumulation Shares.

Switching

Investors may sell their shares and transfer the proceeds into any of the other Funds by calling our dealing desk on 0800 408 2065.

Distributions

The existing Funds allocate revenue to shareholders once a year, on 31 May.

Publication of Prices

The most recent share prices are published daily on <https://global.vanguard.com>.

Cross Holdings

On 30 September 2019 there were no shares in any sub-fund held by other sub-funds of the Vanguard LifeStrategy Funds ICVC.

Issued by Vanguard Investments UK, Limited
4th Floor, The Walbrook Building,
25 Walbrook, London EC4N 8AF

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Directory

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EC4N 8AF
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Authorised Corporate Director

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Directors of the ACD^{1,2}

James M. Norris
Sean P. Hagerty
Katie Smith³
Michael Gower³
Kathleen Bock³
Daniel Waters⁴

Administrator and Registrar

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DST Financial Services Europe Limited
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Edinburgh
EH3 9EG
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Independent Auditors

PricewaterhouseCoopers LLP
Level 4
Atria One
144 Morrison Street
Edinburgh
EH3 8EX
United Kingdom

¹ Nick Blake resigned as a director of Vanguard Investments UK, Limited, the manager of the Trust, with effect from 7 June 2019.

² Frank L. Satterthwaite and Cynthia Lui resigned as directors of Vanguard Investments UK, Limited, the manager of the Trust, with effect from 5 July 2019.

³ Katie Smith, Michael Gower, and Kathleen Bock were appointed directors of Vanguard Investments UK, Limited, the manager of the Trust, with effect from 5 July 2019.

⁴ Daniel Waters was appointed director of Vanguard Investments UK, Limited, the manager of the Trust, with effect from 11 July 2019.



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Connect with Vanguard® > vanguard.co.uk

Client Services

0800 408 2065

Monday to Friday
09.00–17.00

This report is intended for the Funds' shareholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current Prospectus of the Funds.

All comparative mutual fund data are from Lipper, a Thomson Reuters Company, or Morningstar, Inc., unless otherwise noted.

Vanguard Investments UK, Limited, only gives information on products and services and does not give investment advice based on individual circumstances. The Key Investor Information Document ("KIID") and the Prospectus for these Funds are available from Vanguard Investments UK, Limited, via our website vanguard.co.uk.

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