

Vanguard Balanced Index Fund

Balanced fund (stocks and bonds) | Admiral™ Shares

Fund facts

Total net assets	Expense ratio as of 04/29/25	Ticker symbol	Turnover rate	Inception date	Fund number
\$49,298 MM	0.07%	VBIAX	21.9%	11/13/00	0502

Investment objective

Vanguard Balanced Index Fund seeks—with 60% of its assets—to track the investment performance of a benchmark index that measures the investment return of the overall U.S. stock market. With 40% of its assets, the fund seeks to track the investment performance of a broad, market-weighted bond index.

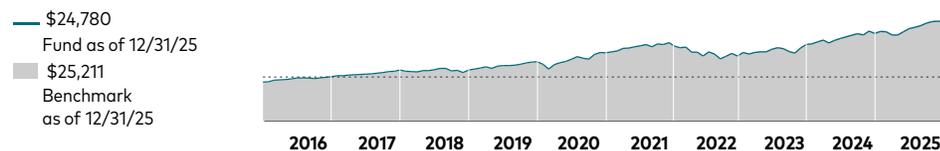
Investment strategy

The fund employs a “passive management”—or indexing—investment approach designed to track the performance of two benchmark indexes. The fund invests by sampling its target indexes, meaning that it holds a range of securities that, in the aggregate, approximate the full indexes in terms of key characteristics. With 60% of its assets, the fund seeks to track the investment performance of the CRSP US Total Market Index, which represents nearly 100% of the investable U.S. Stock market covering large-, mid-, small-, and micro-cap stocks regularly traded on the New York Stock Exchange and NASDAQ. The fund typically holds the largest 1,200–1,300 stocks in the CRSP US Total Market Index and a representative sample of the remainder of the index. With 40% of its assets, the fund seeks to track the investment performance of the Bloomberg U.S. Aggregate Float Adjusted Bond Index, which measures a wide spectrum of public, investment-grade, taxable, fixed income securities in the United States—including government, corporate, and international dollar-denominated bonds, as well as mortgage-backed and asset-backed securities, all with maturities of more than 1 year. At least 80% of the bond portion of the fund is invested in bonds held in the Bloomberg U.S. Aggregate Bond Index, and all of the fund’s bond holdings are selected through the sampling process. The bond portion of the fund maintains a dollar-weighted average maturity consistent with that of the index, which ranges between 5 and 10 years.

Benchmark

Balanced Composite Index

Growth of a \$10,000 investment : December 31, 2015–December 31, 2025



Annual returns



Total returns

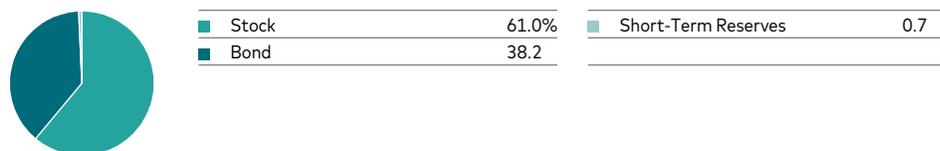
Periods ended December 31, 2025

	Quarter	Year to date	One year	Three years	Five years	Ten years
Fund	1.85%	13.58%	13.58%	15.24%	7.75%	9.50%
Benchmark	1.95%	13.57%	13.57%	15.24%	7.89%	9.69%

The performance data shown represent past performance, which is not a guarantee of future results. Investment returns and principal value will fluctuate, so investors’ shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at vanguard.com/performance. The performance of an index is not an exact representation of any particular investment, as you cannot invest directly in an index.

Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns. Performance figures include the reinvestment of all dividends and any capital gains distributions. All returns are net of expenses.

Fund allocation



Balanced Composite Index: Weighted 60% Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) and 40% Lehman Brothers U.S. Aggregate Bond Index through May 31, 2005; 60% MSCI US Broad Market Index and 40% Bloomberg U.S. Aggregate Bond Index through December 31, 2009; 60% MSCI US Broad Market Index and 40% Bloomberg U.S. Aggregate Float Adjusted Index through January 14, 2013; and 60% CRSP US Total Market Index and 40% Bloomberg U.S. Aggregate Float Adjusted Index thereafter.

Vanguard Balanced Index Fund

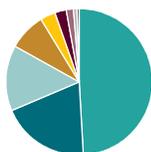
Balanced fund (stocks and bonds) | Admiral™ Shares

Ten largest holdings*

1	NVIDIA Corp.	
2	Apple Inc.	
3	Microsoft Corp.	
4	Alphabet Inc.	
5	Amazon.com Inc.	
6	Broadcom Inc.	
7	Meta Platforms Inc.	
8	Tesla Inc.	
9	Berkshire Hathaway Inc.	
10	Eli Lilly & Co.	
Top 10 as % of total net assets		22.0%

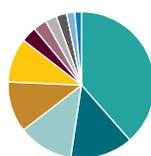
* The holdings listed exclude any temporary cash investments and equity index products.

Distribution by issuer—bonds



Treasury/Agency	49.0%	Utilities	2.5
Government Mortgage-Backed	19.5	Commercial Mortgage-Backed	1.6
Industrial	14.5	Other	0.8
Finance	8.2	Asset-Backed	0.5
Foreign	3.3		

Sector Diversification



Technology	38.5%	Energy	3.0
Consumer Discretionary	13.9	Utilities	2.5
Industrials	12.1	Real Estate	2.3
Financials	11.2	Telecommunications	1.8
Health Care	9.8	Basic Materials	1.5
Consumer Staples	3.4	Other	0.0

Sector categories are based on the Industry Classification Benchmark system ("ICB"), except for the "Other" category (if applicable), which includes securities that have not been provided an ICB classification as of the effective reporting period.

Connect with Vanguard® • vanguard.com

Plain talk about risk

The fund is subject to several stock and bond market risks, any of which could cause an investor to lose money. However, because stock and bond prices can move in different directions or to different degrees, the fund's bond and short-term investment holdings may counteract some of the volatility experienced by the fund's stock holdings. The fund's performance could be hurt by:

Stock market risk: The chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising stock prices and periods of falling stock prices. The fund's target index may, at times, become focused in stocks of a particular sector, which would subject the fund to proportionately higher exposure to the risks of that sector.

Interest rate risk: The chance that bond prices overall will decline because of rising interest rates. Interest rate risk should be moderate for the fund because the fund invests only a portion of its assets in bonds and because the average duration of the fund's bond portfolio is generally intermediate-term. The prices of short- and intermediate-term bonds are less sensitive to interest rate changes than are the prices of long-term bonds.

Income risk: The chance that the fund's income will decline because of falling interest rates. A fund holding bonds will experience a decline in income when interest rates fall because the fund then must invest new cash flow and cash from maturing bonds in lower-yielding bonds.

Prepayment risk: The chance that during periods of falling interest rates, homeowners will refinance their mortgages before their maturity dates, resulting in prepayment of mortgage-backed securities held by the fund. The fund would then lose any price appreciation above the mortgage's principal and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the fund's income. Such prepayments and subsequent reinvestments would also increase the fund's portfolio turnover rate.

Extension risk: The chance that during periods of rising interest rates, certain debt securities will be paid off substantially more slowly than originally anticipated, and the value of those securities may fall. This will lengthen the duration or average life of those securities and delay a fund's ability to reinvest proceeds at higher interest rates, making a fund more sensitive to changes in interest rates. For funds that invest in mortgage-backed securities, there is a chance that during periods of rising interest rates, homeowners will repay their mortgages at slower rates.

Call risk: The chance that during periods of falling interest rates, issuers of callable bonds may call (redeem) securities with higher coupon rates or interest rates before their maturity dates. The fund would then lose any price appreciation above the bond's call price and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the fund's income. Such redemptions and subsequent reinvestments would also increase the fund's portfolio turnover rate.

Credit risk: The chance that a bond issuer will fail to pay interest or principal in a timely manner or that negative perceptions of the issuer's ability to make such payments will cause the price of that bond to decline.

Index sampling risk: The chance that the securities selected for the fund, in the aggregate, will not provide investment performance matching that of the index. Index sampling risk for the fund should be low.

Index-related risks: The fund is subject to risks associated with index investing, which include passive management risk, tracking error risk, and index provider risk. Passive management risk is the chance that the fund's use of an indexing strategy will negatively impact the fund's performance. Because the fund seeks to track the performance of its target index regardless of how that index is performing, the fund's performance may be lower than it would be if the fund were actively managed. Tracking error risk is the chance that the fund's performance will deviate from the performance of its target index. Tracking error risk may be heightened during times of increased market volatility or under other unusual market conditions. Index provider risk is the chance that the fund will be negatively impacted by changes or errors made by the index provider. Any gains, losses, or costs associated with or resulting from an error made by the index provider will generally be borne by the fund and, as a result, the fund's shareholders.

Index sampling risk: The chance that the securities selected for the fund will not provide investment performance matching that of the fund's target indexes.

Note on frequent trading restrictions

Frequent trading policies may apply to those funds offered as investment options within your plan. Please log on to vanguard.com for your employer plans or contact Participant Services at 800-523-1188 for additional information.

For more information about Vanguard funds or to obtain a prospectus, see below for which situation is right for you.

If you receive your retirement plan statement from Vanguard or log on to Vanguard's website to view your plan, visit vanguard.com or call 800-523-1188.

If you receive your retirement plan statement from a service provider other than Vanguard or log on to a recordkeeper's website that is not Vanguard to view your plan,

Vanguard Balanced Index Fund

Balanced fund (stocks and bonds) | Admiral™ Shares

please call **855-402-2646**.

Visit [vanguard.com](https://www.vanguard.com) to obtain a prospectus or, if available, a summary prospectus. Investment objectives, risks, charges, expenses, and other important information about a fund are contained in the prospectus; read and consider it carefully before investing.

Financial advisor clients: For more information about Vanguard funds, contact your financial advisor to obtain a prospectus.

Vanguard Balanced Index Fund

Balanced fund (stocks and bonds) | Admiral™ Shares

Investment Products: Not FDIC Insured • No Bank Guarantee • May Lose Value