

Vanguard Tax-Managed Small-Cap Fund

Domestic stock fund | Admiral™ Shares

Fund facts

Risk level Low ← → High					Total net assets	Expense ratio as of 04/28/20	Ticker symbol	Turnover rate as of 12/31/19	Inception date	Fund number
1	2	3	4	5	\$5,129 MM	0.09%	VTMSX	52.9%	03/25/99	0116

Investment objective

Vanguard Tax-Managed Small-Cap Fund seeks to provide a tax-efficient investment return consisting of long-term capital appreciation.

Investment strategy

The fund invests in stocks included in the Standard & Poor's SmallCap 600 Index—an index that is made up of stocks of smaller U.S. companies. The fund will hold all or substantially all of the S&P SmallCap 600 Index stocks in approximately the same proportions as in the index.

General note

The inception date for the fund's Investor Shares was September 6, 1994; Investor Shares were renamed Admiral Shares on May 13, 2011.

For the most up-to-date fund data, please scan the QR code below.



Benchmark

S&P SmallCap 600 Index

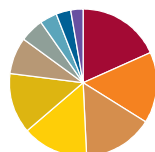
Total returns

	Periods ended June 30, 2020					
	Quarter	Year to date	One year	Three years	Five years	Ten years
Returns before taxes						
Fund	21.31%	-17.81%	-11.08%	0.66%	4.40%	11.19%
Benchmark	21.94%	-17.85%	-11.29%	0.56%	4.48%	11.24%
Returns after taxes on distributions						
Fund			-11.38%	0.35%	4.06%	10.90%
Returns after taxes on distributions and sale of fund shares						
Fund			-6.35%	0.50%	3.39%	9.29%

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.

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.

Top sector holdings—stocks



Industrials	17.9%	Real Estate	7.9
Financials	15.3	Materials	5.1
Consumer Discretionary	15.0	Consumer Staples	3.7
Information Tech	14.2	Energy	3.1
Health Care	13.0	Communication Services	2.7

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

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Ten largest holdings*

1	Wingstop Inc.	
2	Exponent Inc.	
3	Neogen Corp.	
4	Momenta Pharmaceuticals Inc.	
5	Lithia Motors Inc.	
6	Emergent BioSolutions Inc.	
7	Fox Factory Holding Corp.	
8	Simpson Manufacturing Co. Inc.	
9	NeoGenomics Inc.	
10	Brooks Automation Inc.	
Top 10 as % of total net assets		5.5%

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

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Plain talk about risk

An investment in the fund could lose money over short or even long periods. You should expect the fund's share price and total return to fluctuate within a wide range, like the fluctuations of the overall stock market. 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, category, or group of companies.

Investment style risk: The chance that returns from small-capitalization stocks will trail returns from the overall stock market. Historically, small-cap stocks have been more volatile in price than the large-cap stocks that dominate the overall market, and they often perform quite differently.

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](https://www.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](https://www.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, 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.

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