

Vanguard Growth Index Inv

Overall Morningstar Rating™

★★★★

 Out of 1505 Large Growth funds. **An investment's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for details.**
Morningstar Return

Above Average

Morningstar Risk

Average

Investment Strategy from investment's prospectus

The investment seeks to track the performance of a benchmark index that measures the investment return of large-capitalization growth stocks.

The fund employs a passive management investment approach designed to track the performance of the MSCI US Prime Market Growth Index, a broadly diversified index of growth stocks of large U.S. companies. It attempts to replicate the target index by investing all, or substantially all, of its assets in the stocks that make up the index, holding each stock in approximately the same proportion as its weighting in the index.

Category Description: Large Growth

Large-growth funds invest in big companies that are projected to grow faster than other large-cap stocks. Most of these funds focus on companies in rapidly expanding industries.

Broad Asset Class: Large Cap Stocks

Shares of ownership in large corporations.

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement and a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional or your plan's website and should be read carefully before investing or sending money.

Morningstar ratings reflect the reduction of the fund's expense ratio. However, your plan may charge an administrative fee and/or plan-level fee, which is not reflected in this rating.

To determine a fund's star rating for a given period, the fund's Morningstar risk score is subtracted from its Morningstar return score. If the fund scores in the top 10% of its respective Morningstar category, it receives five stars; if it falls in the next 22.5%, it receives four stars; a place in the middle 35% earns it three stars; those in the next 22.5% receive two stars; and the bottom 10% get one star.

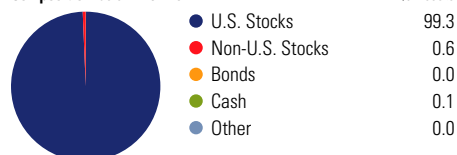
NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against loss in a declining market.

Morningstar Proprietary Statistics

	YTD	1-Year	3-Year	5-Year	10-Year
Morningstar Rating	—	—	★★★★	★★★★	★★★★
Fund Rank Percentile	67	43	33	28	30
Out of # of Investments	1,772	1,701	1,505	1,312	818

Portfolio Analysis as of 12-31-10

Composition as of 12-31-10

Top 15 Holdings as of 12-31-10

Company	% Assets
Apple, Inc.	4.71
Microsoft Corporation	3.48
International Business Machines Corp	2.96
Google, Inc.	2.34
Oracle Corporation	2.01
Cisco Systems, Inc.	1.85
Schlumberger, Ltd.	1.82
Wal-Mart Stores, Inc.	1.76
Philip Morris International, Inc.	1.72
PepsiCo, Inc.	1.66
Coca-Cola Company	1.42
McDonald's Corporation	1.31
Qualcomm, Inc.	1.27
Abbott Laboratories	1.18
Citigroup, Inc.	1.10
Total Number of Stock Holdings	432
Total Number of Bond Holdings	0
Annual Turnover Ratio %	26
Total Fund Assets (\$mil)	15,135.82

Operations

Fund Inception Date	11-02-92
Initial Share Class	11-02-92
Inception Date	
Advisor	Vanguard Group, Inc.
Subadvisor	—

Fees and Expenses as of 04-29-10

Gross Prosp Exp Ratio	0.28%
Net Prosp Exp Ratio	0.28%

Waiver Data	Type	Exp. Date	%
—	—	—	—

Portfolio Manager(s)

Gerard C. O'Reilly, B.S., Villanova University. Since 1994.

Morningstar Style Box™ as of 12-31-10

Value Blend Growth	% Mkt Cap
Giant	40.99
Large	40.19
Medium	18.60
Small	0.23
Micro	0.00

Statistics as of 12-31-10

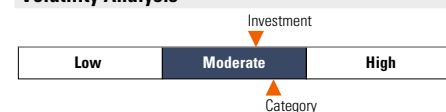
	Stk Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	16.06	1.14	0.97
P/B Ratio	3.38	1.61	1.16
P/C Ratio	10.91	1.50	1.12
GeoAvgCap (\$mil)	35,820.42	0.71	1.09

Risk Measures as of 03-31-11

	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	21.99	1.00	0.96
3 Yr Beta	0.98	—	0.98
3 Yr Sharpe Ratio	0.30	1.50	1.20
3 Yr Alpha	2.34	—	1.67
3 Yr R-squared	95.55	—	1.04

Morningstar Sectors as of 12-31-10

	% Fund	S&P 500 %
Cyclical	26.06	28.50
Basic Materials	4.27	2.96
Consumer Cyclical	14.28	9.25
Financial Services	6.31	14.67
Real Estate	1.20	1.62
Sensitive	50.86	46.85
Communication Services	2.32	4.25
Energy	7.45	13.01
Industrials	12.88	12.93
Technology	28.21	16.66
Defensive	23.08	24.65
Consumer Defensive	12.61	10.73
Healthcare	10.26	10.79
Utilities	0.21	3.13

Volatility Analysis


In the past, this investment has shown a relatively moderate range of price fluctuations relative to other investments. This investment may experience larger or smaller price declines or price increases depending on market conditions. Some of this risk may be offset by owning other investments with different portfolio makeups or investment strategies.