

Vanguard Wellington

Overall Morningstar Rating™

★★★★★

Out of 955 Moderate Allocation 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

High

Morningstar Risk

Average

Investment Strategy from investment's prospectus

The investment seeks to provide long-term capital appreciation and reasonable current income.

The fund invests 60% to 70% of assets in dividend-paying and, to a lesser extent, non-dividend-paying common stocks of established, medium-size and large companies. It invests 30% to 40% of the fund's assets mainly in fixed income securities. These securities include investment-grade corporate bonds, with some exposure to U.S. Treasury and government agency bonds, and mortgage-backed securities.

Category Description: Moderate Allocation

Moderate-allocation funds seek to provide both capital appreciation and income by investing in three major areas: stocks, bonds, and cash. These funds tend to hold larger positions in stocks than conservative-allocation funds. These funds typically have 50% to 70% of assets in equities and the remainder in fixed income and cash.

Broad Asset Class: Balanced

Combination of stocks, bonds and cash.

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

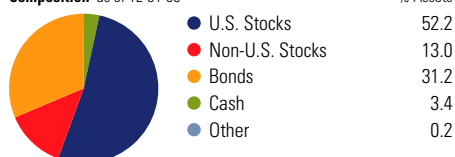
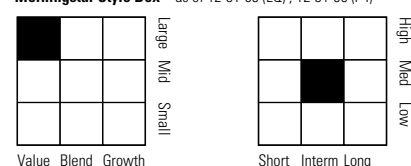
The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against loss in a declining market.

*Portfolio comparisons to the S&P 500 index are calculated against the iShares S&P 500 Index ETF.

Morningstar Proprietary Statistics

	YTD	1-Year	3-Year	5-Year	10-Year
Morningstar Rating	—	—	★★★★	★★★★★	★★★★★
Fund Rank Percentile	56	53	10	4	2
Out of # of Investments	1,237	1,175	955	777	445

Portfolio Analysis as of 12-31-09

Composition as of 12-31-09

Morningstar Style Box™ as of 12-31-09 (EQ); 12-31-09 (F-I)

Top 15 Holdings as of 12-31-09

Holder	% Assets
AT&T, Inc.	2.49
United States Treas Nts 1% 07-31-11	2.41
Chevron Corporation	1.83
International Business Machines Corp	1.83
Wells Fargo Company	1.69
Total SA ADR	1.59
Merck & Co., Inc.	1.58
ExxonMobil Corporation	1.36
Pfizer Inc.	1.32
Eli Lilly & Company	1.25
J.P. Morgan Chase & Co.	1.23
Medtronic, Inc.	1.12
United States Treas Nts 1% 09-30-11	1.10
Johnson & Johnson	1.08
Deere & Company	1.06
Total Number of Stock Holdings	104
Total Number of Bond Holdings	420
Annual Turnover Ratio %	28
Total Fund Assets (\$mil)	50,323.29

Operations

Fund Inception Date	07-01-29
Initial Share Class	07-01-29
Inception Date	
Advisor	Vanguard Group, Inc.
Subadvisor	Wellington Management Company, LLP

Fees and Expenses as of 03-26-10

Gross Prosp Exp Ratio	0.34%
Net Prosp Exp Ratio	0.34%

Waiver Data	Type	Exp. Date	%
—	—	—	—

Portfolio Manager(s)

Edward P. Bousa, CFA. M.B.A., Harvard University. B.A., Williams College. Since 2002.
John C. Keogh, B.A., Tufts University. Since 2005.

Statistics as of 12-31-09

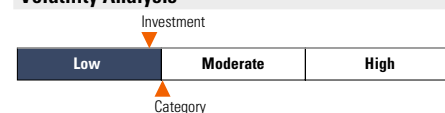
	Stk Port Avg	Rel S&P 500*	Rel Cat
P/E Ratio	12.94	0.85	0.89
P/B Ratio	1.83	0.88	0.98
P/C Ratio	4.13	0.76	0.81
GeoAvgCap (\$mil)	61,896.82	1.34	2.47

Risk Measures as of 03-31-10

	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	13.83	0.68	0.92
3 Yr Beta	1.01	—	0.94
3 Yr Sharpe Ratio	0.08	-0.42	-0.80
3 Yr Alpha	0.05	—	-0.02
3 Yr R-squared	98.26	—	1.05

Morningstar Sectors as of 12-31-09

	% Fund	S&P 500 %*
Information	17.07	23.19
Software	1.62	4.36
Hardware	7.36	10.88
Media	3.32	2.74
Telecommunication	4.77	5.21
Service	41.14	40.41
Healthcare Service	15.24	11.45
Consumer Service	4.21	8.90
Business Service	4.95	3.56
Financial Service	16.74	16.50
Manufacturing	41.79	36.39
Consumer Goods	9.59	10.95
Industrial Materials	12.55	11.15
Energy	15.01	10.94
Utilities	4.64	3.35

Volatility Analysis


In the past, this investment has shown a relatively small range of price fluctuations relative to other investments. Based on this measure, currently more than two thirds of all investments have shown higher levels of risk. Consequently, this investment may appeal to investors looking for a conservative investment strategy.