

Vanguard Wellington

Overall Morningstar Rating™
★★★★★

Morningstar Return
High

Morningstar Risk
Below Average

Out of 935 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 more detail.**

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, a product prospectus (variable annuity only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

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

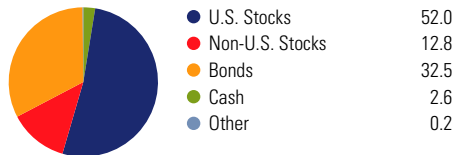
The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against a loss in a declining market.

Morningstar Proprietary Statistics

	YTD	1-Year	3-Year	5-Year	10-Year
Morningstar Rating	—	—	★★★★★	★★★★★	★★★★★
Fund Rank Percentile	20	20	6	8	6
Out of # of Investments	1,216	1,133	935	707	415

Portfolio Analysis as of 03-31-08

Composition as of 03-31-08



Top 15 Holdings as of 03-31-08

Company	% Assets
AT&T, Inc.	2.59
General Electric Company	1.98
Chevron Corporation	1.71
ExxonMobil Corporation	1.56
International Business Machines Corp	1.56
Total SA ADR	1.52
Bank of America Corporation	1.49
Exelon Corporation	1.42
Eli Lilly & Company	1.32
Abbott Laboratories	1.21
Procter & Gamble Company	1.18
Wal-Mart Stores, Inc.	1.13
EnCana Corporation	1.12
Deere & Company	1.11
Medtronic, Inc.	1.05
Total Number of Stock Holdings	115
Total Number of Bond Holdings	2120
Annual Turnover Ratio %	23
Total Fund Assets (\$mil)	48,598.2

Risk Classification as of 06-30-08

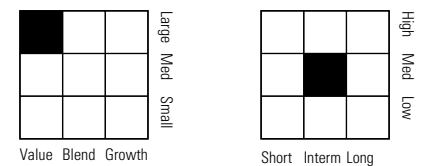
An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
I	Lowest: Money Market and Stable Value Funds				
II	Very Low: 0.00-3.46				
III	Low: 3.47-5.21				
▶ IV	Moderate: 5.22-9.95				
V	High: 9.96-13.50				
VI	Very High: 13.51 and above				

Standard Deviation is a statistical measurement of dispersion about an average, which depicts how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Morningstar provides standard deviation and Nationwide provides the ranges.

Morningstar Style Box™ as of 03-31-08; 03-31-08 (F-I)



Statistics as of 03-31-08

Statistic	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	12.95	0.96	0.92
P/B Ratio	2.28	1.10	1.02
P/C Ratio	12.02	1.41	1.16
GeoAvgCap (\$mil)	63,351.42	1.33	2.07

Risk Measures as of 06-30-08

Metric	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	6.20	0.40	0.86
3 Yr Beta	0.85	—	0.88
3 Yr Sharpe Ratio	0.54	-2.16	7.71
3 Yr Alpha	1.05	—	-0.51
3 Yr R-squared	88.43	—	1.05

Morningstar Sectors as of 03-31-08

Sector	Fund%	S&P 500%
Information	16.79	20.44
Software	2.22	4.00
Hardware	6.42	10.16
Media	3.21	2.95
Telecommunication	4.94	3.33
Service	34.29	37.62
Healthcare Service	10.80	11.94
Consumer Service	4.34	6.95
Business Service	4.84	4.66
Financial Service	14.31	14.07
Manufacturing	48.92	41.96
Consumer Goods	12.07	9.08
Industrial Materials	15.05	12.65
Energy	16.62	16.35
Utilities	5.18	3.88

Operations

Net Annual Rpt Exp Ratio	0.27% of fund assets
Gross Prospectus Exp Ratio	0.27% of fund assets
Fund Inception Date	07-01-29
Initial Share Class	07-01-29
Inception Date	
Advisor	Wellington Management
Subadvisor	—

Portfolio Manager(s)

Edward P. Bousa, CFA. Since 2002.
John C. Keogh, B.A., Tufts U. Since 2005.