

Semiannual Report | April 30, 2024

Vanguard Selected Value Fund

See the inside front cover for important information about your fund's annual and semiannual shareholder reports.

Important information about shareholder reports

Beginning in July 2024, amendments adopted by the Securities and Exchange Commission will substantially impact the design, content, and transmission of shareholder reports. Shareholder reports will provide key fund information in a clear and concise format and must be mailed to each shareholder that has not elected to receive the reports electronically. Financial statements will no longer be included in the shareholder report but will be available at vanguard.com, can be mailed upon request, or can be accessed on the SEC's website at www.sec.gov.

You may elect to receive shareholder reports and other communications from the fund electronically by contacting your financial intermediary (such as a broker-dealer or bank) or, if you invest directly with the fund, by calling Vanguard at one of the phone numbers on the back cover of this report or by logging on to vanguard.com.

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About Your Fund's Expenses

As a shareholder of the fund, you incur ongoing costs, which include costs for portfolio management, administrative services, and shareholder reports (like this one), among others. Operating expenses, which are deducted from a fund's gross income, directly reduce the investment return of the fund.

A fund's expenses are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period.

The accompanying table illustrates your fund's costs in two ways:

- **Based on actual fund return.** This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from the fund's actual return, and the third column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the fund. You may use the information here, together with the amount you invested, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number given for your fund under the heading "Expenses Paid During Period."

- **Based on hypothetical 5% yearly return.** This section is intended to help you compare your fund's costs with those of other mutual funds. It assumes that the fund had a yearly return of 5% before expenses, but that the expense ratio is unchanged. In this case—because the return used is not the fund's actual return—the results do not apply to your investment. The example is useful in making comparisons because the Securities and Exchange Commission requires all mutual funds to calculate expenses based on a 5% return. You can assess your fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

Note that the expenses shown in the table are meant to highlight and help you compare *ongoing* costs only and do not reflect transaction costs incurred by the fund for buying and selling securities. Further, the expenses do not include any purchase, redemption, or account service fees described in the fund prospectus. If such fees were applied to your account, your costs would be higher. Your fund does not carry a "sales load."

The calculations assume no shares were bought or sold during the period. Your actual costs may have been higher or lower, depending on the amount of your investment and the timing of any purchases or redemptions.

You can find more information about the fund's expenses, including annual expense ratios, in the Financial Statements section of this report. For additional information on operating expenses and other shareholder costs, please refer to your fund's current prospectus.

Six Months Ended April 30, 2024

Selected Value Fund	Beginning Account Value 10/31/2023	Ending Account Value 4/30/2024	Expenses Paid During Period
Based on Actual Fund Return	\$1,000.00	\$1,203.80	\$2.36
Based on Hypothetical 5% Yearly Return	1,000.00	1,022.73	2.16

The calculations are based on expenses incurred in the most recent six-month period. The fund's annualized six-month expense ratio for that period is 0.43%. The dollar amounts shown as "Expenses Paid" are equal to the annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent six-month period, then divided by the number of days in the most recent 12-month period (182/366).

Selected Value Fund

Fund Allocation

As of April 30, 2024

Communication Services	2.6%
Consumer Discretionary	13.9
Consumer Staples	3.8
Energy	2.9
Financials	26.6
Health Care	9.8
Industrials	16.7
Information Technology	9.0
Materials	7.9
Real Estate	4.6
Utilities	2.2

The table reflects the fund's investments, except for short-term investments and derivatives. 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.

Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard and Poor's, a division of McGraw-Hill Companies, Inc. ("S&P"), and is licensed for use by Vanguard. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classification makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of its affiliates or any third party involved in making or compiling the GICS or any GICS classification have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

Financial Statements (unaudited)

Schedule of Investments

As of April 30, 2024

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The fund's Form N-PORT reports are available on the SEC's website at www.sec.gov.

	Shares	Market Value* (\$'000)		Shares	Market Value* (\$'000)	
Common Stocks (95.4%)			Financials (25.4%)			
Communication Services (2.5%)			Fidelity National Financial Inc.			
Omnicom Group Inc.	784,400	72,824		2,304,788	114,087	
* Charter Communications Inc. Class A	194,493	49,778		1,874,748	95,050	
1 Warner Music Group Corp. Class A	1,341,700	44,276	1	Corebridge Financial Inc.	2,764,676	73,430
		166,878		CNO Financial Group Inc.	2,567,315	67,597
Consumer Discretionary (13.3%)				RenaissanceRe Holdings Ltd.	303,600	66,564
Gildan Activewear Inc.	3,179,486	110,201		Equitable Holdings Inc.	1,798,807	66,394
* Taylor Morrison Home Corp.	1,298,843	72,748		State Street Corp.	913,370	66,210
Lear Corp.	545,377	68,647		Jefferies Financial Group Inc.	1,485,478	63,965
* M/I Homes Inc.	587,900	68,326		Glacier Bancorp Inc.	1,749,351	63,292
American Eagle Outfitters Inc.	2,686,760	65,181		Voya Financial Inc.	921,202	62,789
* Helen of Troy Ltd.	642,850	59,599		Discover Financial Services	471,159	59,710
Magna International Inc.	1,210,425	57,858		Brookfield Asset Management Ltd. Class A	1,495,230	57,103
Gentex Corp.	1,395,624	47,870	*	Markel Group Inc.	38,120	55,594
PVH Corp.	432,574	47,064		Jackson Financial Inc. Class A	806,000	55,066
LKQ Corp.	1,030,590	44,449		Essent Group Ltd.	1,021,960	54,133
Gap Inc.	2,097,786	43,046		* Genworth Financial Inc. Class A	8,327,700	49,383
* Mohawk Industries Inc.	368,505	42,496		CNA Financial Corp.	1,105,789	48,588
CarMax Inc.	617,870	41,997		Global Payments Inc.	384,980	47,264
Advance Auto Parts Inc.	513,964	37,509		Globe Life Inc.	593,678	45,220
Hasbro Inc.	597,766	36,643		M&T Bank Corp.	289,900	41,859
Newell Brands Inc.	4,134,510	32,828		Ally Financial Inc.	1,080,000	41,418
* Hanesbrands Inc.	3,842,600	17,522		Radian Group Inc.	1,316,000	39,309
		893,984		Axis Capital Holdings Ltd. Capital One Financial Corp.	627,621	38,492
Consumer Staples (3.6%)				Regions Financial Corp.	1,899,145	37,412
Tyson Foods Inc. Class A	870,421	52,791		Fifth Third Bancorp	945,751	36,597
Dollar General Corp.	340,568	47,404		Loews Corp.	457,800	34,482
Kraft Heinz Co.	1,188,590	45,891		PNC Financial Services Group Inc.	202,100	34,404
Flowers Foods Inc.	1,571,300	39,188		MetLife Inc.	385,173	30,974
Ingredion Inc.	268,200	30,733		Navient Corp.	1,814,281	27,250
Spectrum Brands Holdings Inc.	352,911	28,893		Webster Financial Corp.	597,114	26,171
		244,900		KeyCorp.	1,492,763	21,630
Energy (2.7%)				MGIC Investment Corp.	1,062,299	21,543
Civitas Resources Inc.	796,311	57,302		Comerica Inc.	370,173	18,572
NOV Inc.	2,754,742	50,935		* SiriusPoint Ltd.	1,224,166	14,421
Williams Cos. Inc.	994,024	38,131				
Golar LNG Ltd.	1,499,500	36,768				
		183,136				
						1,703,351

Selected Value Fund

	Shares	Market Value* (\$'000)		Shares	Market Value* (\$'000)
Health Care (9.3%)			Materials (7.6%)		
Baxter International Inc.	3,002,010	121,191	United States Steel Corp.	2,418,600	88,279
¹ Fresenius Medical Care AG & Co. KGaA ADR	3,285,843	69,134	Dow Inc.	1,324,763	75,379
Laboratory Corp. of America Holdings	328,360	66,122	Olin Corp.	1,346,024	70,370
Universal Health Services Inc. Class B	378,123	64,444	* Eldorado Gold Corp.	4,467,564	63,707
* Henry Schein Inc.	879,996	60,966	* Axalta Coating Systems Ltd.	1,603,806	50,424
Teleflex Inc.	286,320	59,769	* IAMGOLD Corp.	13,779,630	49,055
Dentsply Sirona Inc.	1,811,240	54,355	Centerra Gold Inc.	5,037,976	30,581
Humana Inc.	157,922	47,707	Mosaic Co.	927,470	29,113
Perrigo Co. plc	1,289,941	42,129	Ternium SA ADR	527,700	22,216
* Integra LifeSciences Holdings Corp.	1,379,312	40,235	* Equinox Gold Corp.	2,671,383	14,457
			Kinross Gold Corp.	2,141,629	13,814
			* Equinox Gold Corp. (XTSE)	204,000	1,104
		626,052			508,499
Industrials (16.0%)			Real Estate (4.3%)		
* AerCap Holdings NV	2,728,211	230,507	* CBRE Group Inc. Class A	932,584	81,032
Woodward Inc.	428,335	69,544	Crown Castle Inc.	659,960	61,891
RB Global Inc. (XTSE)	847,539	60,667	DiamondRock Hospitality Co.	5,985,182	53,268
* JELD-WEN Holding Inc.	2,664,409	54,620	* Howard Hughes Holdings Inc.	754,441	49,160
¹ Ashtead Group plc ADR	180,500	53,554	Park Hotels & Resorts Inc.	2,867,715	46,256
CH Robinson Worldwide Inc.	748,657	53,155			291,607
Armstrong World Industries Inc.	455,240	52,298	Utilities (2.1%)		
Robert Half Inc.	724,107	50,065	Edison International	905,934	64,375
Esab Corp.	466,710	49,415	Atmos Energy Corp.	537,853	63,413
SS&C Technologies Holdings Inc.	790,883	48,948	Entergy Corp.	110,564	11,794
Stanley Black & Decker Inc.	495,450	45,284			139,582
MSC Industrial Direct Co. Inc. Class A	457,552	41,747	Total Common Stocks (Cost \$5,390,327)		
AMETEK Inc.	193,540	33,804			6,410,612
* Gates Industrial Corp. plc	1,892,000	33,337	Temporary Cash Investments (4.9%)		
Concentrix Corp.	585,438	32,006	Money Market Fund (4.9%)		
* API Group Corp.	801,550	30,916	^{2,3} Vanguard Market Liquidity Fund, 5.394%		
* JetBlue Airways Corp.	4,790,529	27,210	(Cost \$330,463)	3,305,428	330,510
Fortune Brands Innovations Inc.	335,714	24,541	Total Investments (100.3%) (Cost \$5,720,790)		
MDU Resources Group Inc.	781,863	19,312			6,741,122
* MasTec Inc.	201,768	17,895	Other Assets and Liabilities—Net (-0.3%)		
Genpact Ltd.	505,149	15,528			(23,084)
Leidos Holdings Inc.	101,990	14,301	Net Assets (100%)		
* Masterbrand Inc.	572,191	9,538			6,718,038
* Air France KLM ADR	4,102,756	4,431	Cost is in \$'000.		
		1,072,623	<ul style="list-style-type: none"> • See Note A in Notes to Financial Statements. * Non-income-producing security. 		
Information Technology (8.6%)			<ol style="list-style-type: none"> 1 Includes partial security positions on loan to broker-dealers. The total value of securities on loan is \$24,171,000. 2 Affiliated money market fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown is the 7-day yield. 3 Collateral of \$25,428,000 was received for securities on loan. ADR—American Depositary Receipt. 		
TE Connectivity Ltd.	805,899	114,019			
* Arrow Electronics Inc.	714,486	91,218			
Open Text Corp.	2,203,364	77,801			
Avnet Inc.	1,564,918	76,478			
Cognizant Technology Solutions Corp. Class A	1,002,275	65,829			
Micron Technology Inc.	471,049	53,210			
Skyworks Solutions Inc.	343,476	36,611			
Amdocs Ltd.	410,000	34,436			
MKS Instruments Inc.	255,490	30,398			
		580,000			

Selected Value Fund

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

				(\$000)
	Expiration	Number of Long (Short) Contracts	Notional Amount	Value and Unrealized Appreciation (Depreciation)
Long Futures Contracts				
E-mini S&P 500 Index	June 2024	604	153,023	(2,779)

See accompanying Notes, which are an integral part of the Financial Statements.

Statement of Assets and Liabilities

As of April 30, 2024

(\$000s, except shares, footnotes, and per-share amounts) Amount

Assets	
Investments in Securities, at Value ¹	
Unaffiliated Issuers (Cost \$5,390,327)	6,410,612
Affiliated Issuers (Cost \$330,463)	330,510
Total Investments in Securities	6,741,122
Investment in Vanguard	216
Cash Collateral Pledged—Futures Contracts	7,184
Foreign Currency, at Value (Cost \$26)	23
Receivables for Investment Securities Sold	9,291
Receivables for Accrued Income	4,237
Receivables for Capital Shares Issued	2,117
Total Assets	6,764,190
Liabilities	
Due to Custodian	132
Payables for Investment Securities Purchased	8,535
Collateral for Securities on Loan	25,428
Payables to Investment Advisor	4,520
Payables for Capital Shares Redeemed	4,662
Payables to Vanguard	443
Variation Margin Payable—Futures Contracts	2,432
Total Liabilities	46,152
Net Assets	6,718,038

¹ Includes \$24,171,000 of securities on loan.

At April 30, 2024, net assets consisted of:

Paid-in Capital	5,299,921
Total Distributable Earnings (Loss)	1,418,117
Net Assets	6,718,038
Net Assets	
Applicable to 230,995,370 outstanding \$.001 par value shares of beneficial interest (unlimited authorization)	6,718,038
Net Asset Value Per Share	\$29.08

Statement of Operations

Six Months Ended
April 30, 2024

(\$'000)

Investment Income	
Income	
Dividends ¹	63,534
Interest ²	9,999
Securities Lending—Net	143
Total Income	73,676
Expenses	
Investment Advisory Fees—Note B	
Basic Fee	7,279
Performance Adjustment	1,829
The Vanguard Group—Note C	
Management and Administrative	5,129
Marketing and Distribution	120
Custodian Fees	14
Shareholders' Reports	74
Trustees' Fees and Expenses	2
Other Expenses	7
Total Expenses	14,454
Expenses Paid Indirectly	(43)
Net Expenses	14,411
Net Investment Income	59,265
Realized Net Gain (Loss)	
Investment Securities Sold ²	351,911
Futures Contracts	20,022
Foreign Currencies	1
Realized Net Gain (Loss)	371,934
Change in Unrealized Appreciation (Depreciation)	
Investment Securities ²	742,059
Futures Contracts	4,762
Change in Unrealized Appreciation (Depreciation)	746,821
Net Increase (Decrease) in Net Assets Resulting from Operations	1,178,020

¹ Dividends are net of foreign withholding taxes of \$866,000.

² Interest income, realized net gain (loss), capital gain distributions received, and change in unrealized appreciation (depreciation) from an affiliated company of the fund were \$9,819,000, \$8,000, \$2,000, and (\$4,000), respectively. Purchases and sales are for temporary cash investment purposes.

Statement of Changes in Net Assets

	Six Months Ended April 30, 2024	Year Ended October 31, 2023
	(\$000)	(\$000)
Increase (Decrease) in Net Assets		
Operations		
Net Investment Income	59,265	110,535
Realized Net Gain (Loss)	371,934	445,201
Change in Unrealized Appreciation (Depreciation)	746,821	(116,225)
Net Increase (Decrease) in Net Assets Resulting from Operations	1,178,020	439,511
Distributions		
Total Distributions	(528,557)	(683,854)
Capital Share Transactions		
Issued	391,199	567,689
Issued in Lieu of Cash Distributions	486,741	618,158
Redeemed	(586,911)	(950,898)
Net Increase (Decrease) from Capital Share Transactions	291,029	234,949
Total Increase (Decrease)	940,492	(9,394)
Net Assets		
Beginning of Period	5,777,546	5,786,940
End of Period	6,718,038	5,777,546

Financial Highlights

For a Share Outstanding Throughout Each Period	Six Months Ended April 30,		Year Ended October 31,			
	2024	2023	2022	2021	2020	2019
Net Asset Value, Beginning of Period	\$26.17	\$27.62	\$32.26	\$22.78	\$27.59	\$27.38
Investment Operations						
Net Investment Income ¹	.256	.493	.417	.389	.368	.493
Net Realized and Unrealized Gain (Loss) on Investments	5.051	1.358	(2.674)	11.737	(3.163)	2.392
Total from Investment Operations	5.307	1.851	(2.257)	12.126	(2.795)	2.885
Distributions						
Dividends from Net Investment Income	(.494)	(.440)	(.393)	(.360)	(.450)	(.506)
Distributions from Realized Capital Gains	(1.903)	(2.861)	(1.990)	(2.286)	(1.565)	(2.169)
Total Distributions	(2.397)	(3.301)	(2.383)	(2.646)	(2.015)	(2.675)
Net Asset Value, End of Period	\$29.08	\$26.17	\$27.62	\$32.26	\$22.78	\$27.59
Total Return²	20.38%	7.60%	-7.29%	56.30%	-11.25%	12.51%
Ratios/Supplemental Data						
Net Assets, End of Period (Millions)	\$6,718	\$5,778	\$5,787	\$6,800	\$5,009	\$7,892
Ratio of Total Expenses to Average Net Assets ³	0.43% ⁴	0.43% ⁴	0.38% ⁴	0.32%	0.31%	0.33%
Ratio of Net Investment Income to Average Net Assets	1.73%	1.82%	1.43%	1.30%	1.58%	1.89%
Portfolio Turnover Rate	17%	27%	26%	30%	85%	31%

The expense ratio and net investment income ratio for the current period have been annualized.

1 Calculated based on average shares outstanding.

2 Total returns do not include account service fees that may have applied in the periods shown. Fund prospectuses provide information about any applicable account service fees.

3 Includes performance-based investment advisory fee increases (decreases) of 0.05%, 0.05%, 0.00%, (0.05%), (0.06%), and (0.06%).

4 The ratio of expenses to average net assets for the period net of reduction from broker commission abatement arrangements was 0.43%, 0.43%, and 0.38%, respectively.

Notes to Financial Statements

Vanguard Selected Value Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund.

A. The following significant accounting policies conform to generally accepted accounting principles for U.S. investment companies. The fund consistently follows such policies in preparing its financial statements.

1. **Security Valuation:** Securities are valued as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date. Equity securities are valued at the latest quoted sales prices or official closing prices taken from the primary market in which each security trades; such securities not traded on the valuation date are valued at the mean of the latest quoted bid and asked prices. Securities for which market quotations are not readily available, or whose values have been affected by events occurring before the fund's pricing time but after the close of the securities' primary markets, are valued by methods deemed by the valuation designee to represent fair value and subject to oversight by the board of trustees. These procedures include obtaining quotations from an independent pricing service, monitoring news to identify significant market- or security-specific events, and evaluating changes in the values of foreign market proxies (for example, ADRs, futures contracts, or exchange-traded funds), between the time the foreign markets close and the fund's pricing time. When fair-value pricing is employed, the prices of securities used by a fund to calculate its net asset value may differ from quoted or published prices for the same securities. Investments in Vanguard Market Liquidity Fund are valued at that fund's net asset value. Other temporary cash investments are valued using the latest bid prices or using valuations based on a matrix system (which considers such factors as security prices, yields, maturities, and ratings), both as furnished by independent pricing services.

2. **Foreign Currency:** Securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates obtained from an independent third party as of the fund's pricing time on the valuation date. Realized gains (losses) and unrealized appreciation (depreciation) on investment securities include the effects of changes in exchange rates since the securities were purchased, combined with the effects of changes in security prices. Fluctuations in the value of other assets and liabilities resulting from changes in exchange rates are recorded as unrealized foreign currency gains (losses) until the assets or liabilities are settled in cash, at which time they are recorded as realized foreign currency gains (losses).

3. **Futures Contracts:** The fund uses index futures contracts to a limited extent, with the objective of maintaining full exposure to the stock market while maintaining liquidity. The fund may purchase or sell futures contracts to achieve a desired level of investment, whether to accommodate portfolio turnover or cash flows from capital share transactions. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of stocks held by the fund and the prices of futures contracts, and the possibility of an illiquid market. Counterparty risk involving futures is mitigated because a regulated clearinghouse is the counterparty instead of the clearing broker. To further mitigate counterparty risk, the fund trades futures contracts on an exchange, monitors the financial strength of its clearing brokers and clearinghouse, and has entered into clearing agreements with its clearing brokers. The clearinghouse imposes initial margin requirements to secure the fund's performance and requires daily settlement of variation margin representing changes in the market value of each contract. Any securities pledged as initial margin for open contracts are noted in the Schedule of Investments.

Futures contracts are valued at their quoted daily settlement prices. The notional amounts of the contracts are not recorded in the Statement of Assets and Liabilities. Fluctuations in the value of

the contracts are recorded in the Statement of Assets and Liabilities as an asset (liability) and in the Statement of Operations as unrealized appreciation (depreciation) until the contracts are closed, when they are recorded as realized gains (losses) on futures contracts.

During the six months ended April 30, 2024, the fund's average investments in long and short futures contracts represented 2% and 0% of net assets, respectively, based on the average of the notional amounts at each quarter-end during the period.

4. Federal Income Taxes: The fund intends to continue to qualify as a regulated investment company and distribute virtually all of its taxable income. The fund's tax returns are open to examination by the relevant tax authorities until expiration of the applicable statute of limitations, which is generally three years after the filing of the tax return. Management has analyzed the fund's tax positions taken for all open federal and state income tax years, and has concluded that no provision for income tax is required in the fund's financial statements.

5. Distributions: Distributions to shareholders are recorded on the ex-dividend date. Distributions are determined on a tax basis at the fiscal year-end and may differ from net investment income and realized capital gains for financial reporting purposes.

6. Securities Lending: To earn additional income, the fund lends its securities to qualified institutional borrowers. Security loans are subject to termination by the fund at any time, and are required to be secured at all times by collateral in an amount at least equal to the market value of securities loaned. Daily market fluctuations could cause the value of loaned securities to be more or less than the value of the collateral received. When this occurs, the collateral is adjusted and settled before the opening of the market on the next business day. The fund further mitigates its counterparty risk by entering into securities lending transactions only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master securities lending agreements with its counterparties. The master securities lending agreements provide that, in the event of a counterparty's default (including bankruptcy), the fund may terminate any loans with that borrower, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the fund; however, such actions may be subject to legal proceedings. While collateral mitigates counterparty risk, in the event of a default, the fund may experience delays and costs in recovering the securities loaned. The fund invests cash collateral received in Vanguard Market Liquidity Fund, and records a liability in the Statement of Assets and Liabilities for the return of the collateral, during the period the securities are on loan. Collateral investments in Vanguard Market Liquidity Fund are subject to market appreciation or depreciation. Securities lending income represents fees charged to borrowers plus income earned on invested cash collateral, less expenses associated with the loan. During the term of the loan, the fund is entitled to all distributions made on or in respect of the loaned securities.

7. Credit Facilities and Interfund Lending Program: The fund and certain other funds managed by The Vanguard Group ("Vanguard") participate in a \$4.3 billion committed credit facility provided by a syndicate of lenders pursuant to a credit agreement and an uncommitted credit facility provided by Vanguard. Both facilities may be renewed annually. Each fund is individually liable for its borrowings, if any, under the credit facilities. Borrowings may be utilized for temporary or emergency purposes and are subject to the fund's regulatory and contractual borrowing restrictions. With respect to the committed credit facility, the participating funds are charged administrative fees and an annual commitment fee of 0.10% of the undrawn committed amount of the facility, which are allocated to the funds based on a method approved by the fund's board of trustees and included in Management and Administrative expenses on the fund's Statement of

Selected Value Fund

Operations. Any borrowings under either facility bear interest at an agreed-upon spread plus the higher of the federal funds effective rate, the overnight bank funding rate, or the Daily Simple Secured Overnight Financing Rate inclusive of an additional agreed-upon spread. However, borrowings under the uncommitted credit facility may bear interest based upon an alternate rate agreed to by the fund and Vanguard.

In accordance with an exemptive order (the "Order") from the SEC, the fund may participate in a joint lending and borrowing program that allows registered open-end Vanguard funds to borrow money from and lend money to each other for temporary or emergency purposes (the "Interfund Lending Program"), subject to compliance with the terms and conditions of the Order, and to the extent permitted by the fund's investment objective and investment policies. Interfund loans and borrowings normally extend overnight but can have a maximum duration of seven days. Loans may be called on one business day's notice. The interest rate to be charged is governed by the conditions of the Order and internal procedures adopted by the board of trustees. The board of trustees is responsible for overseeing the Interfund Lending Program.

For the six months ended April 30, 2024, the fund did not utilize the credit facilities or the Interfund Lending Program.

8. Other: Dividend income is recorded on the ex-dividend date. Non-cash dividends included in income, if any, are recorded at the fair value of the securities received. Interest income includes income distributions received from Vanguard Market Liquidity Fund and is accrued daily. Security transactions are accounted for on the date securities are bought or sold. Costs used to determine realized gains (losses) on the sale of investment securities are those of the specific securities sold.

B. The investment advisory firms Cooke & Bieler, LP, Pzena Investment Management, LLC, and Donald Smith & Co., Inc., each provide investment advisory services to a portion of the fund for a fee calculated at an annual percentage rate of average net assets managed by the advisor. The basic fee of Cooke & Bieler, LP, is subject to quarterly adjustments based on performance relative to the Russell Midcap Value Index since January 31, 2020. The basic fee of Pzena Investment Management, LLC, is subject to quarterly adjustments based on performance relative to the Russell Midcap Value Index for the preceding three years. The basic fee of Donald Smith & Co., Inc., is subject to quarterly adjustments based on performance relative to the MSCI Investable Market 2500 Index for the preceding five years.

Vanguard manages the cash reserves of the fund as described below.

For the six months ended April 30, 2024, the aggregate investment advisory fee paid to all advisors represented an effective annual basic rate of 0.22% of the fund's average net assets, before a net increase of \$1,829,000 (0.05%) based on performance.

C. In accordance with the terms of a Funds' Service Agreement (the "FSA") between Vanguard and the fund, Vanguard furnishes to the fund corporate management, administrative, marketing, distribution and cash management services at Vanguard's cost of operations (as defined by the FSA). These costs of operations are allocated to the fund based on methods and guidelines approved by the board of trustees and are generally settled twice a month.

Upon the request of Vanguard, the fund may invest up to 0.40% of its net assets as capital in Vanguard. At April 30, 2024, the fund had contributed to Vanguard capital in the amount of \$216,000, representing less than 0.01% of the fund's net assets and 0.09% of Vanguard's capital

Selected Value Fund

received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

D. The fund has asked its investment advisors to direct certain security trades, subject to obtaining the best price and execution, to brokers who have agreed to rebate to the fund part of the commissions generated. Such rebates are used solely to reduce the fund's management and administrative expenses. For the six months ended April 30, 2024, these arrangements reduced the fund's expenses by \$43,000 (an annual rate of less than 0.01% of average net assets).

E. Various inputs may be used to determine the value of the fund's investments and derivatives. These inputs are summarized in three broad levels for financial statement purposes. The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

Level 1—Quoted prices in active markets for identical securities.

Level 2—Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3—Significant unobservable inputs (including the fund's own assumptions used to determine the fair value of investments). Any investments and derivatives valued with significant unobservable inputs are noted on the Schedule of Investments.

At April 30, 2024, 100% of the market value of the fund's investments and derivatives was determined based on Level 1 inputs.

F. As of April 30, 2024, gross unrealized appreciation and depreciation for investments and derivatives based on cost for U.S. federal income tax purposes were as follows:

	Amount (\$000)
Tax Cost	5,744,293
Gross Unrealized Appreciation	1,456,241
Gross Unrealized Depreciation	(462,191)
Net Unrealized Appreciation (Depreciation)	994,050

G. During the six months ended April 30, 2024, the fund purchased \$1,056,734,000 of investment securities and sold \$1,226,626,000 of investment securities, other than temporary cash investments.

H. Capital shares issued and redeemed were:

	Six Months Ended April 30, 2024	Year Ended October 31, 2023
	Shares (000)	Shares (000)
Issued	13,512	21,052
Issued in Lieu of Cash Distributions	16,924	25,397
Redeemed	(20,179)	(35,259)
Net Increase (Decrease) in Shares Outstanding	10,257	11,190

I. Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the fund's investments and fund performance.

To the extent the fund's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the fund may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

The use of derivatives may expose the fund to various risks. Derivatives can be highly volatile, and any initial investment is generally small relative to the notional amount so that transactions may be leveraged in terms of market exposure. A relatively small market movement may have a potentially larger impact on derivatives than on standard securities. Leveraged derivatives positions can, therefore, increase volatility. Additional information regarding the fund's use of derivative(s) and the specific risks associated is described under significant accounting policies.

J. Management has determined that no events or transactions occurred subsequent to April 30, 2024, that would require recognition or disclosure in these financial statements.

Trustees Approve Advisory Arrangements

The board of trustees of Vanguard Selected Value Fund has renewed the fund's investment advisory arrangements with Pzena Investment Management, LLC (Pzena), Cooke & Bieler, L.P. (C&B), and Donald Smith & Co., Inc. (Donald Smith & Co.). The board determined that renewing the fund's advisory arrangements was in the best interests of the fund and its shareholders.

The board based its decisions upon an evaluation of each advisor's investment staff, portfolio management process, and performance. This evaluation included information provided to the board by Vanguard's Portfolio Review Department, which is responsible for fund and advisor oversight and product management. The Portfolio Review Department met regularly with the advisors and made presentations to the board during the fiscal year that directed the board's focus to relevant information and topics.

The board, or an investment committee made up of board members, also received information throughout the year during advisor presentations conducted by the Portfolio Review Department. For each advisor presentation, the board was provided with letters and reports that included information about, among other things, the advisory firm and the advisor's assessment of the investment environment, portfolio performance, and portfolio characteristics.

In addition, the board received periodic reports throughout the year, which included information about the fund's performance relative to its peers and benchmark, as applicable, and updates, as needed, on the Portfolio Review Department's ongoing assessment of the advisor.

Prior to their meeting, the trustees were provided with a memo and materials that summarized the information they received over the course of the year. They also considered the factors discussed below, among others. However, no single factor determined whether the board approved the arrangements. Rather, it was the totality of the circumstances that drove the board's decisions.

Nature, extent, and quality of services

The board reviewed the quality of the fund's investment management services provided by Pzena, C&B, and Donald Smith & Co. over both the short and long term and took into account the organizational depth and stability of each advisor. The board considered the following:

Pzena. Founded in 1995, Pzena is a global investment management firm that employs a deep-value investment approach. Pzena uses in-depth fundamental research to identify companies that are temporarily underperforming their long-term earnings power. Companies are purchased when Pzena judges that the company's problems are temporary, management has a viable strategy to generate recovery, and there is meaningful downside protection in case the earnings recovery does not materialize. Pzena has managed a portion of the fund since 2014.

C&B. Founded in 1949, C&B is an independently owned investment boutique with assets across six domestic value strategies. The portfolio management team comprises eight analysts/portfolio managers that cover the entire market-cap spectrum and specialize in particular sectors. The team has employed the same research-driven, bottom-up, quality value approach for more than six decades, seeking to invest in high-quality companies trading at attractive valuations. While the team is highly collaborative, the analysts/portfolio managers retain individual decision-making authority across each of the portfolios and coverage for their respective sectors, resulting in a

structure that contains elements of a multi-counselor approach. C&B has managed a portion of the fund since 2019.

Donald Smith & Co. Founded in 1983, Donald Smith & Co. is a deep-value-oriented firm that manages large-, mid-, and small-capitalization value portfolios. Donald Smith & Co. employs a strictly bottom-up approach, focusing on companies in the bottom decile of price-to-tangible-book value in the benchmark. The advisor uses fundamental analysis to invest in those companies that it considers to be inexpensive relative to their estimate of normalized earnings power and to have solid balance sheets and asset quality. Donald Smith & Co. has managed a portion of the fund since 2005.

The board concluded that each advisor's experience, stability, depth, and performance, among other factors, warranted continuation of the advisory arrangements.

Investment performance

The board considered the short- and long-term performance, as applicable, of Pzena's, C&B's, and Donald Smith & Co.'s subportfolios, including any periods of outperformance or underperformance compared with a relevant benchmark index and peer group. The board concluded that the performance was such that the advisory arrangements should continue.

Cost

The board concluded that the fund's expense ratio was below the average expense ratio charged by funds in its peer group and that Pzena's, C&B's, and Donald Smith & Co.'s advisory fee rates were also below the peer-group average.

The board did not consider the profitability of Pzena, C&B, or Donald Smith & Co. in determining whether to approve the advisory fees, because the firms are independent of Vanguard and the advisory fees are the result of arm's-length negotiations.

The benefit of economies of scale

The board concluded that the fund's shareholders benefit from economies of scale because of breakpoints in the advisory fee schedules for Pzena, C&B, and Donald Smith & Co. The breakpoints reduce the effective rate of the fees as the fund's assets managed by each advisor increase.

The board will consider whether to renew the advisory arrangements again after a one-year period.

Liquidity Risk Management

Vanguard funds (except for the money market funds) have adopted and implemented a written liquidity risk management program (the “Program”) as required by Rule 22e-4 under the Investment Company Act of 1940. Rule 22e-4 requires that each fund adopt a program that is reasonably designed to assess and manage the fund’s liquidity risk, which is the risk that the fund could not meet redemption requests without significant dilution of remaining investors’ interests in the fund.

Assessment and management of a fund’s liquidity risk under the Program take into consideration certain factors, such as the fund’s investment strategy and the liquidity of its portfolio investments during normal and reasonably foreseeable stressed conditions, its short- and long-term cash-flow projections during both normal and reasonably foreseeable stressed conditions, and its cash and cash-equivalent holdings and access to other funding sources. As required by the rule, the Program includes policies and procedures for classification of fund portfolio holdings in four liquidity categories, maintaining certain levels of highly liquid investments, and limiting holdings of illiquid investments.

The board of trustees of Vanguard Whitehall Funds approved the appointment of liquidity risk management program administrators responsible for administering Vanguard Selected Value Fund’s Program and for carrying out the specific responsibilities set forth in the Program, including reporting to the board on at least an annual basis regarding the Program’s operation, its adequacy, and the effectiveness of its implementation for the past year (the “Program Administrator Report”). The board has reviewed the Program Administrator Report covering the period from January 1, 2023, through December 31, 2023 (the “Review Period”). The Program Administrator Report stated that during the Review Period the Program operated and was implemented effectively to manage the fund’s liquidity risk.

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You can review information about your fund on the SEC's website, and you can receive copies of this information, for a fee, by sending a request via email addressed to publicinfo@sec.gov.