

Semiannual Report | February 28, 2021

Vanguard Money Market Funds

Vanguard Cash Reserves Federal Money Market Fund

Vanguard Federal Money Market Fund

Vanguard Treasury Money Market Fund

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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 February 28, 2021

| | Beginning Account Value 8/31/2020 | Ending Account Value 2/28/2021 | Expenses Paid During Period |
|---|---|--------------------------------------|-----------------------------------|
| Based on Actual Fund Return | | | |
| Cash Reserves Federal Money Market Fund | | | |
| Investor Shares | \$1,000.00 | \$1,000.10 | \$0.60 |
| Admiral™ Shares | 1,000.00 | 1,000.10 | 0.50 |
| Federal Money Market Fund | \$1,000.00 | \$1,000.15 | \$0.55 |
| Treasury Money Market Fund | \$1,000.00 | \$1,000.20 | \$0.45 |
| Based on Hypothetical 5% Yearly Return | | | |
| Cash Reserves Federal Money Market Fund | | | |
| Investor Shares | \$1,000.00 | \$1,024.20 | \$0.60 |
| Admiral Shares | 1,000.00 | 1,024.30 | 0.50 |
| Federal Money Market Fund | \$1,000.00 | \$1,024.25 | \$0.55 |
| Treasury Money Market Fund | \$1,000.00 | \$1,024.35 | \$0.45 |

The calculations are based on expenses incurred in the most recent six-month period. The funds' annualized six-month expense ratios for that period are: for the Cash Reserves Federal Money Market Fund, 0.12% for Investor Shares and 0.10% for Admiral Shares; for the Federal Money Market Fund, 0.11% and for the Treasury Money Market Fund, 0.09%. 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 (181/365).

Cash Reserves Federal Money Market Fund

Distribution by Effective Maturity (% of investments)

As of February 28, 2021

| | |
|---------------|-------|
| 1 - 7 Days | 23.6% |
| 8 - 30 Days | 14.4 |
| 31 - 60 Days | 22.4 |
| 61 - 90 Days | 18.2 |
| 91 - 180 Days | 21.4 |

Financial Statements (unaudited)

Schedule of Investments

As of February 28, 2021

The fund publishes its holdings on a monthly basis on Vanguard's website and files them with the Securities and Exchange Commission (SEC) on Form N-MFP. The fund's Form N-MFP filings may be viewed via a link on the "Portfolio Holdings" page at www.vanguard.com or on the SEC's website at www.sec.gov.

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| U.S. Government and Agency Obligations (100.1%) | | | | |
| ² Fannie Mae Discount Notes | 0.096% | 6/2/21 | 351,000 | 350,914 |
| ² Fannie Mae Discount Notes | 0.086% | 6/9/21 | 180,000 | 179,958 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.025% | 0.045% | 3/1/21 | 183,000 | 182,996 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.025% | 0.045% | 3/1/21 | 35,000 | 34,996 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.030% | 0.050% | 3/1/21 | 194,000 | 193,977 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.040% | 0.060% | 3/1/21 | 82,000 | 82,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 69,125 | 69,140 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 59,000 | 59,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 36,000 | 36,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.055% | 0.075% | 3/1/21 | 351,000 | 350,981 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 225,000 | 224,983 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 158,000 | 157,995 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 80,000 | 80,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 60,000 | 60,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 45,000 | 45,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.070% | 0.090% | 3/1/21 | 246,000 | 245,987 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.080% | 0.100% | 3/1/21 | 122,000 | 122,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.080% | 0.100% | 3/1/21 | 98,000 | 98,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.090% | 0.110% | 3/1/21 | 117,000 | 117,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.100% | 0.120% | 3/1/21 | 99,000 | 99,067 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.040% | 0.070% | 3/2/21 | 61,000 | 60,997 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.065% | 0.095% | 3/2/21 | 148,000 | 147,993 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.065% | 0.095% | 3/2/21 | 91,000 | 90,994 |

Cash Reserves Federal Money Market Fund

| | | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|---|---|--------------------|---------------|---------------------|-----------------------|
| 3 | Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.070% | 0.100% | 3/2/21 | 123,000 | 122,991 |
| 3 | Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.070% | 0.100% | 3/2/21 | 41,000 | 40,997 |
| | Federal Home Loan Banks | 0.100% | 3/1/21 | 500,000 | 500,000 |
| | Federal Home Loan Banks | 0.110% | 3/1/21 | 138,000 | 138,000 |
| | Federal Home Loan Banks | 0.080% | 3/2/21 | 500,000 | 500,000 |
| | Federal Home Loan Banks | 0.080% | 3/10/21 | 500,000 | 499,999 |
| | Federal Home Loan Banks | 0.080% | 3/16/21 | 181,000 | 181,000 |
| | Federal Home Loan Banks | 0.110% | 4/26/21 | 181,000 | 180,998 |
| | Federal Home Loan Banks | 0.045% | 6/17/21 | 88,000 | 87,999 |
| | Federal Home Loan Banks | 0.045% | 6/28/21 | 277,000 | 276,995 |
| | Federal Home Loan Banks | 0.050% | 8/25/21 | 875,000 | 874,977 |
| | Federal Home Loan Banks Discount Notes | 0.095% | 3/2/21 | 272,000 | 271,999 |
| | Federal Home Loan Banks Discount Notes | 0.096% | 3/3/21 | 169,000 | 168,999 |
| | Federal Home Loan Banks Discount Notes | 0.086%–0.096% | 3/5/21 | 382,000 | 381,996 |
| | Federal Home Loan Banks Discount Notes | 0.090% | 3/10/21 | 38,000 | 37,999 |
| | Federal Home Loan Banks Discount Notes | 0.051%–0.090% | 3/12/21 | 527,710 | 527,696 |
| | Federal Home Loan Banks Discount Notes | 0.090%–0.091% | 3/17/21 | 389,500 | 389,484 |
| | Federal Home Loan Banks Discount Notes | 0.061% | 3/22/21 | 124,000 | 123,995 |
| | Federal Home Loan Banks Discount Notes | 0.061% | 3/23/21 | 124,000 | 123,995 |
| | Federal Home Loan Banks Discount Notes | 0.095%–0.097% | 3/26/21 | 142,000 | 141,990 |
| | Federal Home Loan Banks Discount Notes | 0.064% | 3/31/21 | 152,000 | 151,992 |
| | Federal Home Loan Banks Discount Notes | 0.030%–0.122% | 4/5/21 | 676,000 | 675,965 |
| | Federal Home Loan Banks Discount Notes | 0.096%–0.127% | 4/7/21 | 177,000 | 176,981 |
| | Federal Home Loan Banks Discount Notes | 0.101%–0.132% | 4/9/21 | 101,120 | 101,107 |
| | Federal Home Loan Banks Discount Notes | 0.095%–0.122% | 4/14/21 | 129,000 | 128,984 |
| | Federal Home Loan Banks Discount Notes | 0.028%–0.122% | 4/16/21 | 780,498 | 780,450 |
| | Federal Home Loan Banks Discount Notes | 0.034% | 4/19/21 | 312,000 | 311,985 |
| | Federal Home Loan Banks Discount Notes | 0.035%–0.122% | 4/21/21 | 715,000 | 714,917 |
| | Federal Home Loan Banks Discount Notes | 0.112%–0.117% | 4/23/21 | 319,500 | 319,446 |
| | Federal Home Loan Banks Discount Notes | 0.068% | 4/27/21 | 750,000 | 749,917 |
| | Federal Home Loan Banks Discount Notes | 0.068%–0.075% | 4/28/21 | 1,041,000 | 1,040,877 |
| | Federal Home Loan Banks Discount Notes | 0.071%–0.112% | 4/30/21 | 503,000 | 502,931 |
| | Federal Home Loan Banks Discount Notes | 0.065%–0.111% | 5/5/21 | 246,000 | 245,958 |
| | Federal Home Loan Banks Discount Notes | 0.065% | 5/6/21 | 750,000 | 749,911 |
| | Federal Home Loan Banks Discount Notes | 0.040%–0.112% | 5/7/21 | 1,018,000 | 1,017,899 |
| | Federal Home Loan Banks Discount Notes | 0.065% | 5/11/21 | 87,000 | 86,989 |
| | Federal Home Loan Banks Discount Notes | 0.043%–0.049% | 5/12/21 | 605,000 | 604,942 |
| | Federal Home Loan Banks Discount Notes | 0.029% | 5/13/21 | 500,000 | 499,970 |
| | Federal Home Loan Banks Discount Notes | 0.050% | 5/14/21 | 35,000 | 34,996 |
| | Federal Home Loan Banks Discount Notes | 0.038% | 5/18/21 | 1,000,000 | 999,913 |
| | Federal Home Loan Banks Discount Notes | 0.040%–0.050% | 5/19/21 | 1,019,600 | 1,019,500 |
| | Federal Home Loan Banks Discount Notes | 0.038% | 5/21/21 | 152,000 | 151,986 |
| | Federal Home Loan Banks Discount Notes | 0.036% | 5/25/21 | 500,000 | 499,953 |
| | Federal Home Loan Banks Discount Notes | 0.045%–0.096% | 5/26/21 | 145,556 | 145,532 |
| | Federal Home Loan Banks Discount Notes | 0.038%–0.132% | 5/28/21 | 797,029 | 796,920 |
| | Federal Home Loan Banks Discount Notes | 0.096%–0.101% | 6/2/21 | 114,000 | 113,971 |
| | Federal Home Loan Banks Discount Notes | 0.096% | 6/4/21 | 139,000 | 138,965 |
| | Federal Home Loan Banks Discount Notes | 0.096% | 6/9/21 | 196,000 | 195,948 |
| | Federal Home Loan Banks Discount Notes | 0.086%–0.093% | 6/16/21 | 429,500 | 429,387 |
| | Federal Home Loan Banks Discount Notes | 0.091% | 6/18/21 | 503,000 | 502,863 |
| | Federal Home Loan Banks Discount Notes | 0.093% | 6/25/21 | 35,000 | 34,989 |
| | Federal Home Loan Banks Discount Notes | 0.055% | 8/27/21 | 750,000 | 749,792 |
| 3 | Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 257,000 | 257,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 250,000 | 250,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 21,000 | 21,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 400,000 | 400,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 272,000 | 272,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 250,000 | 250,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 219,000 | 219,000 |
| 3 | Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 124,000 | 124,000 |

Cash Reserves Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| 3 Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/1/21 | 500,000 | 500,000 |
| 3 Federal Home Loan Banks, SOFR + 0.020% | 0.050% | 3/1/21 | 313,000 | 313,000 |
| 3 Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/1/21 | 250,000 | 250,000 |
| 3 Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/1/21 | 109,000 | 109,000 |
| 3 Federal Home Loan Banks, SOFR + 0.035% | 0.055% | 3/1/21 | 250,000 | 250,000 |
| 3 Federal Home Loan Banks, SOFR + 0.040% | 0.060% | 3/19/21 | 375,000 | 375,000 |
| 3 Federal Home Loan Banks, SOFR + 0.045% | 0.065% | 3/1/21 | 65,000 | 65,001 |
| 3 Federal Home Loan Banks, SOFR + 0.045% | 0.065% | 3/29/21 | 60,000 | 60,000 |
| 3 Federal Home Loan Banks, SOFR + 0.050% | 0.070% | 3/1/21 | 152,000 | 152,000 |
| 3 Federal Home Loan Banks, SOFR + 0.050% | 0.070% | 3/1/21 | 75,000 | 75,003 |
| 3 Federal Home Loan Banks, SOFR + 0.055% | 0.075% | 3/1/21 | 243,000 | 242,974 |
| 3 Federal Home Loan Banks, SOFR + 0.070% | 0.090% | 3/1/21 | 551,000 | 551,000 |
| 3 Federal Home Loan Banks, SOFR + 0.075% | 0.095% | 3/1/21 | 107,000 | 106,986 |
| 3 Federal Home Loan Banks, SOFR + 0.075% | 0.095% | 3/1/21 | 88,000 | 88,012 |
| 3 Federal Home Loan Banks, SOFR + 0.080% | 0.100% | 3/1/21 | 569,000 | 569,000 |
| 3 Federal Home Loan Banks, SOFR + 0.080% | 0.100% | 3/4/21 | 141,000 | 141,000 |
| 3 Federal Home Loan Banks, SOFR + 0.085% | 0.105% | 3/1/21 | 10,000 | 10,000 |
| 3 Federal Home Loan Banks, SOFR + 0.095% | 0.115% | 3/1/21 | 82,000 | 82,000 |
| 3 Federal Home Loan Banks, SOFR + 0.115% | 0.135% | 3/12/21 | 801,000 | 800,998 |
| 3 Federal Home Loan Banks, SOFR + 0.120% | 0.140% | 3/1/21 | 550,000 | 550,000 |
| 3 Federal Home Loan Banks, SOFR + 0.130% | 0.150% | 3/1/21 | 196,000 | 196,003 |
| 3 Federal Home Loan Banks, SOFR + 0.130% | 0.150% | 3/11/21 | 707,000 | 707,000 |
| 3 Federal Home Loan Banks, SOFR + 0.135% | 0.155% | 3/1/21 | 210,000 | 210,003 |
| 3 Federal Home Loan Banks, SOFR + 0.135% | 0.155% | 3/10/21 | 134,000 | 134,001 |
| 3 Federal Home Loan Banks, SOFR + 0.140% | 0.160% | 3/1/21 | 143,000 | 143,000 |
| 3 Federal Home Loan Banks, SOFR + 0.160% | 0.180% | 3/1/21 | 460,200 | 460,236 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.050% | 0.070% | 3/5/21 | 30,000 | 30,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.095% | 0.115% | 3/1/21 | 350,000 | 350,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.095% | 0.115% | 3/1/21 | 178,000 | 178,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.100% | 0.120% | 3/1/21 | 350,000 | 350,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.140% | 0.160% | 3/1/21 | 100,000 | 99,992 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.145% | 0.165% | 3/1/21 | 578,000 | 578,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.145% | 0.165% | 3/1/21 | 325,000 | 325,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.150% | 0.170% | 3/1/21 | 71,500 | 71,482 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.180% | 0.200% | 3/1/21 | 429,000 | 429,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.190% | 0.210% | 3/1/21 | 870,000 | 870,000 |
| 2,3 Federal Home Loan Mortgage Corp., SOFR + 0.200% | 0.220% | 3/1/21 | 53,000 | 53,011 |
| 2,3 Federal National Mortgage Association, SOFR + 0.075% | 0.095% | 3/1/21 | 226,000 | 225,974 |
| 2,3 Federal National Mortgage Association, SOFR + 0.100% | 0.120% | 3/1/21 | 190,000 | 189,966 |
| 2,3 Federal National Mortgage Association, SOFR + 0.100% | 0.120% | 3/11/21 | 286,000 | 285,998 |
| 2,3 Federal National Mortgage Association, SOFR + 0.110% | 0.130% | 3/1/21 | 23,000 | 22,986 |
| 2,3 Federal National Mortgage Association, SOFR + 0.120% | 0.140% | 3/1/21 | 73,000 | 73,000 |
| 2,3 Federal National Mortgage Association, SOFR + 0.120% | 0.140% | 3/16/21 | 57,000 | 57,000 |
| 2,3 Federal National Mortgage Association, SOFR + 0.130% | 0.150% | 3/1/21 | 833,000 | 833,019 |
| 2,3 Federal National Mortgage Association, SOFR + 0.140% | 0.160% | 3/1/21 | 219,000 | 219,009 |
| 2,3 Federal National Mortgage Association, SOFR + 0.150% | 0.170% | 3/1/21 | 94,000 | 93,995 |
| 2,3 Federal National Mortgage Association, SOFR + 0.180% | 0.200% | 3/1/21 | 350,000 | 350,000 |
| 2,3 Federal National Mortgage Association, SOFR + 0.190% | 0.210% | 3/1/21 | 177,000 | 176,989 |
| 2,3 Federal National Mortgage Association, SOFR + 0.220% | 0.240% | 3/1/21 | 10,000 | 10,013 |
| U. S. Treasury Note/Bond | 2.250% | 3/31/21 | 200,000 | 200,352 |

Cash Reserves Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| U.S. Cash Management Bill | 0.115% | 4/15/21 | 3,250,000 | 3,249,533 |
| U.S. Cash Management Bill | 0.088% | 5/4/21 | 2,250,000 | 2,249,640 |
| U.S. Cash Management Bill | 0.088% | 5/11/21 | 2,000,000 | 1,999,645 |
| U.S. Cash Management Bill | 0.088% | 5/18/21 | 750,000 | 749,854 |
| U.S. Cash Management Bill | 0.088% | 6/22/21 | 500,000 | 499,859 |
| U.S. Cash Management Bill | 0.054% | 7/20/21 | 2,000,000 | 1,999,569 |
| U.S. Treasury Bill | 0.047%–0.098% | 3/2/21 | 1,550,000 | 1,549,997 |
| U.S. Treasury Bill | 0.110%–0.115% | 3/4/21 | 4,500,000 | 4,499,957 |
| U.S. Treasury Bill | 0.079% | 3/9/21 | 2,500,000 | 2,499,953 |
| U.S. Treasury Bill | 0.120% | 3/18/21 | 2,500,000 | 2,499,858 |
| U.S. Treasury Bill | 0.088%–0.105% | 3/25/21 | 3,500,000 | 3,499,770 |
| U.S. Treasury Bill | 0.061% | 3/30/21 | 2,400,000 | 2,399,874 |
| U.S. Treasury Bill | 0.103% | 4/1/21 | 918,000 | 917,920 |
| U.S. Treasury Bill | 0.082% | 4/6/21 | 2,361,000 | 2,360,799 |
| U.S. Treasury Bill | 0.110% | 4/8/21 | 2,265,000 | 2,264,737 |
| U.S. Treasury Bill | 0.086% | 4/20/21 | 2,250,000 | 2,249,719 |
| U.S. Treasury Bill | 0.084%–0.115% | 4/22/21 | 3,000,000 | 2,999,610 |
| U.S. Treasury Bill | 0.088% | 4/27/21 | 1,125,000 | 1,124,840 |
| U.S. Treasury Bill | 0.079%–0.095% | 4/29/21 | 3,866,000 | 3,865,456 |
| U.S. Treasury Bill | 0.064%–0.110% | 5/6/21 | 1,584,000 | 1,583,729 |
| U.S. Treasury Bill | 0.110% | 5/13/21 | 1,750,000 | 1,749,610 |
| U.S. Treasury Bill | 0.090%–0.100% | 5/20/21 | 4,250,000 | 4,249,117 |
| U.S. Treasury Bill | 0.090% | 6/3/21 | 500,000 | 499,883 |
| U.S. Treasury Bill | 0.040%–0.090% | 6/10/21 | 2,500,000 | 2,499,579 |
| U.S. Treasury Bill | 0.085% | 6/17/21 | 2,450,000 | 2,449,375 |
| U.S. Treasury Bill | 0.100% | 7/1/21 | 3,000,000 | 2,998,983 |
| U.S. Treasury Bill | 0.090% | 7/8/21 | 2,300,000 | 2,299,258 |
| U.S. Treasury Bill | 0.090% | 7/15/21 | 1,250,000 | 1,249,575 |
| U.S. Treasury Bill | 0.095% | 7/22/21 | 500,000 | 499,811 |
| U.S. Treasury Bill | 0.085% | 7/29/21 | 1,000,000 | 999,646 |
| U.S. Treasury Bill | 0.070% | 8/5/21 | 584,000 | 583,822 |
| U.S. Treasury Bill | 0.060% | 8/19/21 | 500,000 | 499,858 |
| U.S. Treasury Bill | 0.045% | 8/26/21 | 2,500,000 | 2,499,444 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.049% | 0.079% | 3/2/21 | 800,000 | 800,039 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.055% | 0.085% | 3/2/21 | 1,249,000 | 1,248,948 |
| Total U.S. Government and Agency Obligations (Cost \$108,536,293) | | | | 108,536,293 |
| Repurchase Agreements (1.1%) | | | | |
| Bank of Montreal | | | | |
| (Dated 1/12/21, Repurchase Value \$88,014,000, collateralized by U.S. Treasury Bill 0.000% 3/25/21, U.S. Treasury Inflation Indexed Note/Bond 0.125%–2.125%, 1/15/26–2/15/51 and U.S. Treasury Note/Bond 0.250%–3.125%, 6/15/23–8/15/46, with a value of \$89,760,000) | | | | |
| | 0.100% | 3/11/21 | 88,000 | 88,000 |
| DNB Bank ASA | | | | |
| (Dated 2/26/21, Repurchase Value \$184,000,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.625%, 4/15/21–7/15/26, with a value of \$187,680,000) | | | | |
| | 0.020% | 3/1/21 | 184,000 | 184,000 |
| Fixed Income Clearing Corp. | | | | |
| (Dated 2/26/21, Repurchase Value \$205,000,000, collateralized by U.S. Treasury Note/Bond 1.125%–1.625%, 8/31/21–12/15/22, with a value of \$209,100,000) | | | | |
| | 0.010% | 3/1/21 | 205,000 | 205,000 |

Cash Reserves Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| RBC Dominion Securities Inc. (Dated 2/4/21, Repurchase Value \$349,017,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.875%, 7/15/24–2/15/50 and U.S. Treasury Note/Bond 0.125%–6.000%, 10/31/21–5/15/50, with a value of \$355,980,000) | 0.060% | 3/5/21 | 349,000 | 349,000 |
| RBC Dominion Securities Inc. (Dated 2/17/21, Repurchase Value \$105,003,000, collateralized by U.S. Treasury Bill 0.000% 4/6/21, U.S. Treasury Inflation Indexed Note/Bond 0.750%, 2/15/45 and U.S. Treasury Note/Bond 0.250%–3.375%, 10/31/22–11/15/20, with a value of \$107,100,000) | 0.050% | 3/12/21 | 105,000 | 105,000 |
| RBC Dominion Securities Inc. (Dated 2/12/21, Repurchase Value \$261,012,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.750%, 7/15/24–2/15/45 and U.S. Treasury Note/Bond 0.125%–4.250%, 6/30/22–8/15/47, with a value of \$266,220,000) | 0.050% | 3/18/21 | 261,000 | 261,000 |
| Total Repurchase Agreements (Cost \$1,192,000) | | | | 1,192,000 |
| Total Investments (101.2%) (Cost \$109,728,293) | | | | 109,728,293 |
| Other Assets and Liabilities – Net (-1.2%) | | | | (1,339,463) |
| Net Assets (100%) | | | | 108,388,830 |

Cost is in \$000.

• See Note A in Notes to Financial Statements.

1 Represents annualized yield at date of purchase for discount securities, and coupon for coupon-bearing securities.

2 The issuer was placed under federal conservatorship in September 2008; since that time, its daily operations have been managed by the Federal Housing Finance Agency and it receives capital from the U.S. Treasury, as needed to maintain a positive net worth, in exchange for senior preferred stock.

3 Variable rate security; rate shown is effective rate at period end. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent based on current market conditions.

3M—3-month.

SOFR—Secured Overnight Financing Rate.

Statement of Assets and Liabilities

As of February 28, 2021

| (\$000s, except shares and per-share amounts) | Amount |
|---|--------------------|
| Assets | |
| Investments in Securities, at Value—Unaffiliated Issuers (Cost \$109,728,293) | 109,728,293 |
| Investment in Vanguard | 4,231 |
| Receivables for Accrued Income | 7,019 |
| Receivables for Capital Shares Issued | 201,422 |
| Other Assets | 30,973 |
| Total Assets | 109,971,938 |
| Liabilities | |
| Due to Custodian | 121 |
| Payables for Investment Securities Purchased | 1,299,739 |
| Payables for Capital Shares Redeemed | 278,700 |
| Payables for Distributions | 56 |
| Payables to Vanguard | 4,492 |
| Total Liabilities | 1,583,108 |
| Net Assets | 108,388,830 |

At February 28, 2021, net assets consisted of:

| | |
|-------------------------------------|--------------------|
| Paid-in Capital | 108,380,595 |
| Total Distributable Earnings (Loss) | 8,235 |
| Net Assets | 108,388,830 |

Investor Shares—Net Assets

| | |
|---|---------------|
| Applicable to 68,403,741,194 outstanding \$.001 par value shares of beneficial interest (unlimited authorization) | 68,417,462 |
| Net Asset Value Per Share—Investor Shares | \$1.00 |

Admiral Shares—Net Assets

| | |
|---|---------------|
| Applicable to 39,963,370,058 outstanding \$.001 par value shares of beneficial interest (unlimited authorization) | 39,971,368 |
| Net Asset Value Per Share—Admiral Shares | \$1.00 |

Statement of Operations

Six Months Ended
February 28, 2021

(\$000)

| | |
|--|---------------|
| Investment Income | |
| Income | |
| Interest | 74,064 |
| Total Income | 74,064 |
| Expenses | |
| The Vanguard Group—Note B | |
| Investment Advisory Services | 1,288 |
| Management and Administrative—Investor Shares | 56,257 |
| Management and Administrative—Admiral Shares | 16,643 |
| Marketing and Distribution—Investor Shares | 4,801 |
| Marketing and Distribution—Admiral Shares | 1,029 |
| Custodian Fees | 280 |
| Shareholders' Reports—Investor Shares | 421 |
| Shareholders' Reports—Admiral Shares | 81 |
| Trustees' Fees and Expenses | 23 |
| Total Expenses | 80,823 |
| Expense Reduction—Note B | (16,213) |
| Net Expenses | 64,610 |
| Net Investment Income | 9,454 |
| Realized Net Gain (Loss) on Investment Securities Sold | 99 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 9,553 |

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

Statement of Changes in Net Assets

| | Six Months Ended February 28, 2021 | Year Ended August 31, 2020 |
|---|--|----------------------------------|
| | (\$000) | (\$000) |
| Increase (Decrease) in Net Assets | | |
| Operations | | |
| Net Investment Income | 9,454 | 1,453,568 |
| Realized Net Gain (Loss) | 99 | 7,454 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 9,553 | 1,461,022 |
| Distributions | | |
| Investor Shares | (4,272) | (1,217,407) |
| Admiral Shares | (5,229) | (236,100) |
| Total Distributions | (9,501) | (1,453,507) |
| Capital Share Transactions (at \$1.00 per share) | | |
| Investor Shares | (29,268,637) | (7,024,352) |
| Admiral Shares | 14,262,644 | 6,780,334 |
| Net Increase (Decrease) from Capital Share Transactions | (15,005,993) | (244,018) |
| Total Increase (Decrease) | (15,005,941) | (236,503) |
| Net Assets | | |
| Beginning of Period | 123,394,771 | 123,631,274 |
| End of Period | 108,388,830 | 123,394,771 |

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

Financial Highlights

Investor Shares

| For a Share Outstanding Throughout Each Period | Six Months Ended February 28, 2021 | Year Ended August 31, | | | | |
|---|---|-----------------------|-------------------|-------------------|-------------------|---------------|
| | | 2020 | 2019 | 2018 | 2017 | 2016 |
| Net Asset Value, Beginning of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Investment Operations | | | | | | |
| Net Investment Income | .0001 ¹ | .011 ¹ | .023 ¹ | .016 ¹ | .008 ¹ | .0032 |
| Net Realized and Unrealized Gain (Loss) on Investments | — | — | — | — | — | — |
| Total from Investment Operations | .0001 | .011 | .023 | .016 | .008 | .0032 |
| Distributions | | | | | | |
| Dividends from Net Investment Income | (.0001) | (.011) | (.023) | (.016) | (.008) | (.0032) |
| Distributions from Realized Capital Gains | — | — | — | — | — | — |
| Total Distributions | (.0001) | (.011) | (.023) | (.016) | (.008) | (.0032) |
| Net Asset Value, End of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Total Return² | 0.01% | 1.15% | 2.36% | 1.59% | 0.83% | 0.32% |

Ratios/Supplemental Data

| | | | | | | |
|---|----------|----------|-----------|----------|----------|-----------|
| Net Assets, End of Period (Millions) | \$68,417 | \$97,691 | \$104,709 | \$92,898 | \$84,886 | \$100,210 |
| Ratio of Total Expenses to Average Net Assets ³ | 0.12% | 0.16% | 0.16% | 0.16% | 0.16% | 0.16% |
| Ratio of Net Investment Income to Average Net Assets | 0.01% | 1.15% | 2.33% | 1.59% | 0.82% | 0.32% |

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 Vanguard and the board of trustees have agreed to temporarily limit certain net operating expenses in excess of the fund's daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time. The fund is not obligated to repay this amount to Vanguard. The ratio of total expenses to average net assets before an expense reduction was 0.16% for 2021 and 0.16% for 2016. For the years ended August 31, 2020, 2019, 2018 and 2017, there were no expense reductions.

Financial Highlights

Admiral Shares

| For a Share Outstanding Throughout Each Period | Six Months Ended February 28, 2021 | Year Ended August 31, | | | | |
|---|---|-----------------------|-------------------|-------------------|-------------------|---------------|
| | | 2020 | 2019 | 2018 | 2017 | 2016 |
| Net Asset Value, Beginning of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Investment Operations | | | | | | |
| Net Investment Income | .0001 ¹ | .012 ¹ | .024 ¹ | .016 ¹ | .009 ¹ | .004 |
| Net Realized and Unrealized Gain (Loss) on Investments | — | — | — | — | — | — |
| Total from Investment Operations | .0001 | .012 | .024 | .016 | .009 | .004 |
| Distributions | | | | | | |
| Dividends from Net Investment Income | (.0001) | (.012) | (.024) | (.016) | (.009) | (.004) |
| Distributions from Realized Capital Gains | — | — | — | — | — | — |
| Total Distributions | (.0001) | (.012) | (.024) | (.016) | (.009) | (.004) |
| Net Asset Value, End of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Total Return² | 0.01% | 1.21% | 2.42% | 1.66% | 0.89% | 0.38% |

Ratios/Supplemental Data

| | | | | | | |
|---|----------|----------|----------|----------|----------|----------|
| Net Assets, End of Period (Millions) | \$39,971 | \$25,704 | \$18,923 | \$16,118 | \$11,997 | \$16,429 |
| Ratio of Total Expenses to Average Net Assets | 0.10% | 0.10% | 0.10% | 0.10% | 0.10% | 0.10% |
| Ratio of Net Investment Income to Average Net Assets | 0.03% | 1.20% | 2.39% | 1.65% | 0.88% | 0.38% |

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.

Notes to Financial Statements

Vanguard Cash Reserves Federal Money Market Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. The fund offers two classes of shares: Investor Shares and Admiral Shares. Each of the share classes has different eligibility and minimum purchase requirements, and is designed for different types of investors.

In August 2020, the fund announced changes to its investment strategy and name, and a change in its designation to a "government" money market fund. The changes became effective in September 2020 and the fund was renamed Vanguard Cash Reserves Federal Money Market Fund. Additionally, the Investor Shares are closed to new investors and were converted to Admiral Shares beginning in October 2020 through 2021. Once all of the outstanding shares are converted, the class will be eliminated.

The fund invests in repurchase agreements and short-term debt instruments of companies primarily operating in specific industries, particularly financial services; the issuers' abilities to meet their obligations may be affected by economic developments in such industries. Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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. Securities are valued at amortized cost, which approximates market value.

2. **Repurchase Agreements:** The fund enters into repurchase agreements with institutional counterparties. Securities pledged as collateral to the fund under repurchase agreements are held by a custodian bank until the agreements mature, and in the absence of a default, such collateral cannot be repledged, resold, or rehypothecated. Each agreement requires that the market value of the collateral be sufficient to cover payments of interest and principal. The fund further mitigates its counterparty risk by entering into repurchase agreements only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master repurchase agreements with its counterparties. The master repurchase agreements provide that, in the event of a counterparty's default (including bankruptcy), the fund may terminate any repurchase agreements with that counterparty, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the fund. Such action may be subject to legal proceedings, which may delay or limit the disposition of collateral.

3. **Federal Income Taxes:** The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. Distributions: Distributions from net investment income are declared daily and paid on the first business day of the following month. Annual distributions from realized capital gains, if any, 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.

5. 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, 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; these fees 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 Operations. Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that 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 February 28, 2021, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Interest income is accrued daily. Premiums and discounts on debt securities are amortized and accreted, respectively, to interest income over the lives of the respective securities, except for premiums on certain callable debt securities that are amortized to the earliest call date. 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.

Each class of shares has equal rights as to assets and earnings, except that each class separately bears certain class-specific expenses related to maintenance of shareholder accounts (included in Management and Administrative expenses) and shareholder reporting. Marketing and distribution expenses are allocated to each class of shares based on a method approved by the board of trustees. Income, other non-class-specific expenses, and gains and losses on investments are allocated to each class of shares based on its relative net assets.

B. In accordance with the terms of a Funds' Service Agreement (the "FSA") between Vanguard and the fund, Vanguard furnishes to the fund investment advisory, corporate management, administrative, marketing, and distribution 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 February 28, 2021, the fund had contributed to Vanguard capital in the amount of \$4,231,000, representing less than 0.01% of the fund's net assets and 1.69% of Vanguard's capital received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

Vanguard and the board of trustees have agreed to temporarily limit certain net operating expenses for the fund's Investor Shares in excess of the fund's Investor Shares daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time. For the period ended February 28, 2021, Vanguard's expenses were reduced by \$16,213,000 (an effective annual rate of 0.01% of the fund's average net assets); the fund is not obligated to repay this amount to Vanguard.

C. Various inputs may be used to determine the value of the fund's investments. 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 valued with significant unobservable inputs are noted on the Schedule of Investments.

At February 28, 2021, 100% of the market value of the fund's investments was determined using amortized cost, in accordance with rules under the Investment Company Act of 1940. Amortized cost approximates the current fair value of a security, but since the value is not obtained from a quoted price in an active market, securities valued at amortized cost are considered to be valued using Level 2 inputs.

D. As of February 28, 2021, gross unrealized appreciation and depreciation for investments based on cost for U.S. federal income tax purposes were as follows:

| | Amount (\$000) |
|--|-------------------|
| Tax Cost | 109,728,298 |
| Gross Unrealized Appreciation | — |
| Gross Unrealized Depreciation | (5) |
| Net Unrealized Appreciation (Depreciation) | (5) |

E. Capital share transactions for each class of shares were:

| | Six Months Ended February 28, 2021 | | Year Ended August 31, 2020 | |
|---|---------------------------------------|-----------------|-------------------------------|-----------------|
| | Amount (\$000) | Shares (000) | Amount (\$000) | Shares (000) |
| Investor Shares | | | | |
| Issued | 11,146,846 | 11,146,846 | 69,563,942 | 69,564,252 |
| Issued in Lieu of Cash Distributions | 3,879 | 3,879 | 1,121,946 | 1,121,946 |
| Redeemed ¹ | (40,419,362) | (40,419,362) | (77,710,240) | (77,710,240) |
| Net Increase (Decrease)—Investor Shares | (29,268,637) | (29,268,637) | (7,024,352) | (7,024,042) |
| Admiral Shares | | | | |
| Issued ¹ | 29,644,820 | 29,644,820 | 22,243,645 | 22,243,335 |
| Issued in Lieu of Cash Distributions | 4,777 | 4,777 | 216,326 | 216,326 |
| Redeemed | (15,386,953) | (15,386,953) | (15,679,637) | (15,679,637) |
| Net Increase (Decrease)—Admiral Shares | 14,262,644 | 14,262,644 | 6,780,334 | 6,780,024 |

¹ In August 2020, the fund announced changes to the availability and minimum investment criteria of the Investor and Admiral share classes. As a result, the outstanding Investor Shares will be converted to Admiral Shares beginning in October 2020 and continuing through 2021. Investor Shares—Redeemed and Admiral Shares—Issued include 8,614,121,000 and 8,614,121,000 shares from the conversion during the period ended February 28, 2021.

F. Management has determined that no events or transactions occurred subsequent to February 28, 2021, that would require recognition or disclosure in these financial statements.

Federal Money Market Fund

Distribution by Effective Maturity (% of investments)

As of February 28, 2021

| | |
|---------------|-------|
| 1 - 7 Days | 20.5% |
| 8 - 30 Days | 20.2 |
| 31 - 60 Days | 18.6 |
| 61 - 90 Days | 18.2 |
| 91 - 180 Days | 22.5 |

Financial Statements (unaudited)

Schedule of Investments

As of February 28, 2021

The fund publishes its holdings on a monthly basis on Vanguard's website and files them with the Securities and Exchange Commission (SEC) on Form N-MFP. The fund's Form N-MFP filings may be viewed via a link on the "Portfolio Holdings" page at www.vanguard.com or on the SEC's website at www.sec.gov.

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| U.S. Government and Agency Obligations (99.2%) | | | | |
| ² Fannie Mae Discount Notes | 0.096% | 6/2/21 | 224,000 | 223,945 |
| ² Fannie Mae Discount Notes | 0.086% | 6/9/21 | 320,000 | 319,924 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.025% | 0.045% | 3/1/21 | 337,000 | 336,993 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.025% | 0.045% | 3/1/21 | 64,000 | 63,993 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.030% | 0.050% | 3/1/21 | 341,000 | 340,959 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.040% | 0.060% | 3/1/21 | 140,000 | 139,993 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 129,000 | 129,028 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 111,000 | 111,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.050% | 0.070% | 3/1/21 | 61,000 | 61,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 268,000 | 267,992 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 109,000 | 109,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 80,000 | 80,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.060% | 0.080% | 3/1/21 | 45,000 | 45,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.070% | 0.090% | 3/1/21 | 404,000 | 403,979 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.080% | 0.100% | 3/1/21 | 166,000 | 166,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.080% | 0.100% | 3/1/21 | 127,000 | 127,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.085% | 0.105% | 3/1/21 | 85,000 | 85,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.090% | 0.110% | 3/1/21 | 193,000 | 193,000 |
| ³ Federal Farm Credit Banks Funding Corp., SOFR + 0.100% | 0.120% | 3/1/21 | 181,000 | 181,121 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.040% | 0.070% | 3/2/21 | 114,000 | 113,994 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.065% | 0.095% | 3/2/21 | 159,000 | 158,989 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.070% | 0.100% | 3/2/21 | 194,000 | 193,986 |
| ³ Federal Farm Credit Banks Funding Corp., U.S. Treasury 3M Bill Money Market Yield + 0.070% | 0.100% | 3/2/21 | 58,000 | 57,996 |

Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| Federal Home Loan Banks | 0.080% | 3/10/21 | 600,000 | 599,999 |
| Federal Home Loan Banks | 0.080% | 3/16/21 | 319,000 | 318,999 |
| Federal Home Loan Banks | 0.045% | 6/17/21 | 162,000 | 161,998 |
| Federal Home Loan Banks | 0.045% | 6/28/21 | 516,995 | 516,986 |
| Federal Home Loan Banks Discount Notes | 0.051%–0.096% | 3/3/21 | 327,551 | 327,549 |
| Federal Home Loan Banks Discount Notes | 0.086%–0.096% | 3/5/21 | 329,000 | 328,997 |
| Federal Home Loan Banks Discount Notes | 0.351% | 3/9/21 | 1,050,000 | 1,049,918 |
| Federal Home Loan Banks Discount Notes | 0.061%–0.090% | 3/10/21 | 71,214 | 71,212 |
| Federal Home Loan Banks Discount Notes | 0.051% | 3/12/21 | 50,000 | 49,999 |
| Federal Home Loan Banks Discount Notes | 0.041% | 3/17/21 | 50,677 | 50,676 |
| Federal Home Loan Banks Discount Notes | 0.051% | 3/19/21 | 50,151 | 50,150 |
| Federal Home Loan Banks Discount Notes | 0.095%–0.097% | 3/26/21 | 258,000 | 257,982 |
| Federal Home Loan Banks Discount Notes | 0.064% | 3/31/21 | 282,500 | 282,485 |
| Federal Home Loan Banks Discount Notes | 0.096%–0.127% | 4/7/21 | 316,000 | 315,966 |
| Federal Home Loan Banks Discount Notes | 0.101%–0.132% | 4/9/21 | 126,395 | 126,379 |
| Federal Home Loan Banks Discount Notes | 0.095% | 4/14/21 | 187,000 | 186,978 |
| Federal Home Loan Banks Discount Notes | 0.122% | 4/16/21 | 124,000 | 123,981 |
| Federal Home Loan Banks Discount Notes | 0.075% | 4/28/21 | 90,000 | 89,989 |
| Federal Home Loan Banks Discount Notes | 0.112% | 4/30/21 | 274,500 | 274,450 |
| Federal Home Loan Banks Discount Notes | 0.065%–0.111% | 5/5/21 | 445,600 | 445,524 |
| Federal Home Loan Banks Discount Notes | 0.112% | 5/7/21 | 32,000 | 31,993 |
| Federal Home Loan Banks Discount Notes | 0.065% | 5/11/21 | 163,000 | 162,979 |
| Federal Home Loan Banks Discount Notes | 0.046%–0.049% | 5/12/21 | 355,000 | 354,965 |
| Federal Home Loan Banks Discount Notes | 0.050% | 5/14/21 | 65,000 | 64,993 |
| Federal Home Loan Banks Discount Notes | 0.045%–0.050% | 5/19/21 | 545,000 | 544,944 |
| Federal Home Loan Banks Discount Notes | 0.045%–0.096% | 5/26/21 | 252,000 | 251,958 |
| Federal Home Loan Banks Discount Notes | 0.096%–0.132% | 5/28/21 | 70,955 | 70,937 |
| Federal Home Loan Banks Discount Notes | 0.096%–0.101% | 6/2/21 | 114,000 | 113,971 |
| Federal Home Loan Banks Discount Notes | 0.096% | 6/4/21 | 69,000 | 68,983 |
| ³ Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 643,000 | 643,000 |
| ³ Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 250,000 | 250,000 |
| ³ Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 110,000 | 110,000 |
| ³ Federal Home Loan Banks, SOFR + 0.010% | 0.030% | 3/1/21 | 39,000 | 39,000 |
| ³ Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 600,000 | 600,000 |
| ³ Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 478,000 | 478,000 |
| ³ Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 387,000 | 387,000 |
| ³ Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 219,000 | 219,000 |
| ³ Federal Home Loan Banks, SOFR + 0.015% | 0.035% | 3/1/21 | 200,000 | 200,000 |
| ³ Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/1/21 | 1,250,000 | 1,250,000 |
| ³ Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/1/21 | 191,000 | 191,000 |
| ³ Federal Home Loan Banks, SOFR + 0.020% | 0.040% | 3/30/21 | 557,000 | 557,000 |
| ³ Federal Home Loan Banks, SOFR + 0.030% | 0.050% | 3/1/21 | 500,000 | 500,000 |
| ³ Federal Home Loan Banks, SOFR + 0.045% | 0.065% | 3/1/21 | 110,000 | 110,002 |
| ³ Federal Home Loan Banks, SOFR + 0.045% | 0.065% | 3/29/21 | 95,000 | 95,000 |
| ³ Federal Home Loan Banks, SOFR + 0.050% | 0.070% | 3/1/21 | 248,000 | 248,000 |
| ³ Federal Home Loan Banks, SOFR + 0.050% | 0.070% | 3/1/21 | 127,000 | 127,006 |
| ³ Federal Home Loan Banks, SOFR + 0.055% | 0.075% | 3/1/21 | 54,000 | 53,993 |
| ³ Federal Home Loan Banks, SOFR + 0.075% | 0.095% | 3/1/21 | 149,000 | 149,021 |
| ³ Federal Home Loan Banks, SOFR + 0.080% | 0.100% | 3/1/21 | 970,000 | 970,000 |
| ³ Federal Home Loan Banks, SOFR + 0.085% | 0.105% | 3/1/21 | 250,000 | 250,000 |
| ³ Federal Home Loan Banks, SOFR + 0.095% | 0.115% | 3/1/21 | 130,000 | 130,000 |
| ³ Federal Home Loan Banks, SOFR + 0.160% | 0.180% | 3/1/21 | 59,000 | 59,004 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.050% | 0.070% | 3/5/21 | 48,000 | 48,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.095% | 0.115% | 3/1/21 | 287,000 | 287,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.095% | 0.115% | 3/1/21 | 200,000 | 200,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.100% | 0.120% | 3/1/21 | 150,000 | 150,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.120% | 0.140% | 3/1/21 | 46,800 | 46,799 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.140% | 0.160% | 3/1/21 | 100,000 | 100,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.160% | 0.180% | 3/1/21 | 290,000 | 290,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.180% | 0.200% | 3/1/21 | 568,000 | 568,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.190% | 0.210% | 3/1/21 | 500,000 | 500,000 |
| ^{2,3} Federal Home Loan Mortgage Corp., SOFR + 0.260% | 0.280% | 3/1/21 | 1,500,000 | 1,500,000 |

Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|---|--------------------|---------------|---------------------|-----------------------|
| 2.3 Federal National Mortgage Association, SOFR + 0.075% | 0.095% | 3/1/21 | 205,500 | 205,476 |
| 2.3 Federal National Mortgage Association, SOFR + 0.100% | 0.120% | 3/11/21 | 1,800,000 | 1,799,995 |
| 2.3 Federal National Mortgage Association, SOFR + 0.120% | 0.140% | 3/1/21 | 157,000 | 157,000 |
| 2.3 Federal National Mortgage Association, SOFR + 0.120% | 0.140% | 3/16/21 | 400,000 | 400,002 |
| 2.3 Federal National Mortgage Association, SOFR + 0.130% | 0.150% | 3/1/21 | 285,000 | 285,008 |
| 2.3 Federal National Mortgage Association, SOFR + 0.290% | 0.310% | 3/1/21 | 1,000,000 | 1,000,000 |
| 2.3 Federal National Mortgage Association, SOFR + 0.300% | 0.320% | 3/1/21 | 525,000 | 525,000 |
| 2.3 Federal National Mortgage Association, SOFR + 0.300% | 0.320% | 3/1/21 | 425,000 | 425,000 |
| U.S. Cash Management Bill | 0.085%–0.115% | 4/15/21 | 3,100,000 | 3,099,648 |
| U.S. Cash Management Bill | 0.086%–0.089% | 5/4/21 | 2,291,000 | 2,290,633 |
| U.S. Cash Management Bill | 0.072%–0.088% | 5/18/21 | 3,500,000 | 3,499,383 |
| U.S. Cash Management Bill | 0.088% | 5/25/21 | 750,000 | 749,841 |
| U.S. Cash Management Bill | 0.088% | 6/8/21 | 4,500,000 | 4,498,886 |
| U.S. Cash Management Bill | 0.088% | 6/15/21 | 3,000,000 | 2,999,205 |
| U.S. Cash Management Bill | 0.078% | 7/6/21 | 500,000 | 499,859 |
| U.S. Treasury Bill | 0.098% | 3/2/21 | 500,000 | 499,999 |
| U.S. Treasury Bill | 0.083%–0.115% | 3/4/21 | 6,750,000 | 6,749,943 |
| U.S. Treasury Bill | 0.026%–0.103% | 3/9/21 | 4,418,000 | 4,417,917 |
| U.S. Treasury Bill | 0.099%–0.125% | 3/11/21 | 4,000,000 | 3,999,875 |
| U.S. Treasury Bill | 0.026%–0.082% | 3/16/21 | 3,363,277 | 3,363,162 |
| U.S. Treasury Bill | 0.048%–0.095% | 3/18/21 | 6,650,000 | 6,649,742 |
| U.S. Treasury Bill | 0.022%–0.082% | 3/23/21 | 3,500,000 | 3,499,855 |
| U.S. Treasury Bill | 0.034%–0.105% | 3/25/21 | 4,868,535 | 4,868,296 |
| U.S. Treasury Bill | 0.061%–0.112% | 3/30/21 | 7,600,000 | 7,599,437 |
| U.S. Treasury Bill | 0.090%–0.105% | 4/1/21 | 3,800,000 | 3,799,667 |
| U.S. Treasury Bill | 0.026%–0.082% | 4/6/21 | 5,500,000 | 5,499,636 |
| U.S. Treasury Bill | 0.080%–0.110% | 4/8/21 | 4,281,150 | 4,280,735 |
| U.S. Treasury Bill | 0.033%–0.103% | 4/13/21 | 5,600,000 | 5,599,549 |
| U.S. Treasury Bill | 0.028%–0.086% | 4/20/21 | 3,500,000 | 3,499,729 |
| U.S. Treasury Bill | 0.090%–0.115% | 4/22/21 | 3,500,000 | 3,499,513 |
| U.S. Treasury Bill | 0.086%–0.088% | 4/27/21 | 3,450,000 | 3,449,508 |
| U.S. Treasury Bill | 0.095%–0.110% | 4/29/21 | 4,000,000 | 3,999,365 |
| U.S. Treasury Bill | 0.064%–0.110% | 5/6/21 | 9,000,000 | 8,998,524 |
| U.S. Treasury Bill | 0.034%–0.110% | 5/13/21 | 8,303,840 | 8,302,424 |
| U.S. Treasury Bill | 0.040%–0.090% | 5/20/21 | 5,500,000 | 5,499,178 |
| U.S. Treasury Bill | 0.029%–0.089% | 5/27/21 | 5,500,000 | 5,499,094 |
| U.S. Treasury Bill | 0.060%–0.090% | 6/3/21 | 4,250,000 | 4,249,178 |
| U.S. Treasury Bill | 0.040%–0.090% | 6/10/21 | 4,900,000 | 4,899,198 |
| U.S. Treasury Bill | 0.050% | 6/17/21 | 2,500,000 | 2,499,625 |
| U.S. Treasury Bill | 0.090% | 6/24/21 | 992,000 | 991,715 |
| U.S. Treasury Bill | 0.043% | 6/29/21 | 500,000 | 499,926 |
| U.S. Treasury Bill | 0.100% | 7/1/21 | 3,000,000 | 2,998,983 |
| U.S. Treasury Bill | 0.090% | 7/8/21 | 1,500,000 | 1,499,516 |
| U.S. Treasury Bill | 0.090% | 7/15/21 | 2,000,000 | 1,999,320 |
| U.S. Treasury Bill | 0.095% | 7/22/21 | 3,000,000 | 2,998,868 |
| U.S. Treasury Bill | 0.085% | 7/29/21 | 4,000,000 | 3,998,583 |
| U.S. Treasury Bill | 0.070% | 8/5/21 | 2,500,000 | 2,499,237 |
| U.S. Treasury Bill | 0.050% | 8/12/21 | 2,000,000 | 1,999,544 |
| U.S. Treasury Bill | 0.060% | 8/19/21 | 1,500,000 | 1,499,573 |
| U.S. Treasury Bill | 0.045% | 8/26/21 | 4,000,000 | 3,999,110 |
| 3 U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.049% | 0.079% | 3/2/21 | 1,250,000 | 1,250,058 |
| 3 U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.055% | 0.085% | 3/2/21 | 2,017,000 | 2,016,911 |

Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.055% | 0.085% | 3/2/21 | 1,340,950 | 1,340,928 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.139% | 0.169% | 3/2/21 | 2,417,950 | 2,417,698 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.154% | 0.184% | 3/2/21 | 1,500,000 | 1,499,078 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.220% | 0.250% | 3/2/21 | 4,500,000 | 4,499,179 |
| ³ U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.300% | 0.330% | 3/2/21 | 3,329,600 | 3,329,951 |
| Total U.S. Government and Agency Obligations (Cost \$201,507,920) | | | | 201,507,920 |
| Repurchase Agreements (1.1%) | | | | |
| Bank of Montreal | | | | |
| (Dated 1/12/21, Repurchase Value \$162,026,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.625%, 7/15/23–2/15/43 and U.S. Treasury Note/Bond 0.125%–3.125%, 9/30/22–2/15/51, with a value of \$165,240,000) | | | | |
| | 0.100% | 3/11/21 | 162,000 | 162,000 |
| DNB Bank ASA | | | | |
| (Dated 2/26/21, Repurchase Value \$91,000,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%, 4/15/21 and U.S. Treasury Note/Bond 2.000%–2.125%, 5/15/22–8/15/25, with a value of \$92,820,000) | | | | |
| | 0.020% | 3/1/21 | 91,000 | 91,000 |
| Fixed Income Clearing Corp. | | | | |
| (Dated 2/26/21, Repurchase Value \$102,000,000, collateralized by U.S. Treasury Bill 0.000%, 2/24/22, with a value of \$104,040,000) | | | | |
| | 0.010% | 3/1/21 | 102,000 | 102,000 |
| RBC Dominion Securities Inc. | | | | |
| (Dated 2/4/21, Repurchase Value \$651,031,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.875%, 4/15/22–7/15/29 and U.S. Treasury Note/Bond 0.125%–6.000%, 2/28/21–5/15/50, with a value of \$664,020,000) | | | | |
| | 0.060% | 3/5/21 | 651,000 | 651,000 |
| RBC Dominion Securities Inc. | | | | |
| (Dated 2/9/21, Repurchase Value \$334,014,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.750%, 7/15/24–2/15/51 and U.S. Treasury Note/Bond 0.250%–6.250%, 4/30/21–11/15/48, with a value of \$340,680,000) | | | | |
| | 0.050% | 3/11/21 | 334,000 | 334,000 |
| RBC Dominion Securities Inc. | | | | |
| (Dated 2/9/21, Repurchase Value \$250,010,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.750%, 7/15/24–2/15/50 and U.S. Treasury Note/Bond 0.125%–6.000%, 10/31/22–2/15/46, with a value of \$255,000,000) | | | | |
| | 0.050% | 3/11/21 | 250,000 | 250,000 |
| RBC Dominion Securities Inc. | | | | |
| (Dated 2/17/21, Repurchase Value \$195,006,000, collateralized by U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.750%, 4/15/22–2/15/51 and U.S. Treasury Note/Bond 1.125%–6.000%, 2/15/26–11/15/50, with a value of \$198,900,000) | | | | |
| | 0.050% | 3/12/21 | 195,000 | 195,000 |

Federal Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|---|--------------------|---------------|---------------------|-----------------------|
| RBC Dominion Securities Inc. (Dated 2/12/21, Repurchase Value \$489,023,000, collateralized by U.S. Treasury Bill 0.000%, 4/15/21, U.S. Treasury Inflation Indexed Note/Bond 0.125%–0.875%, 1/15/23–2/15/45 and U.S. Treasury Note/Bond 0.250%–6.250%, 4/30/21–8/15/49, with a value of \$498,780,000) | 0.050% | 3/18/21 | 489,000 | 489,000 |
| Total Repurchase Agreements (Cost \$2,274,000) | | | | 2,274,000 |
| Total Investments (100.3%) (Cost \$203,781,920) | | | | 203,781,920 |
| Other Assets and Liabilities – Net (-0.3%) | | | | (587,773) |
| Net Assets (100%) | | | | 203,194,147 |

Cost is in \$000.

• See Note A in Notes to Financial Statements.

1 Represents annualized yield at date of purchase for discount securities, and coupon for coupon-bearing securities.

2 The issuer was placed under federal conservatorship in September 2008; since that time, its daily operations have been managed by the Federal Housing Finance Agency and it receives capital from the U.S. Treasury, as needed to maintain a positive net worth, in exchange for senior preferred stock.

3 Variable rate security; rate shown is effective rate at period end. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent based on current market conditions.

3M—3-month.

SOFR—Secured Overnight Financing Rate.

Statement of Assets and Liabilities

As of February 28, 2021

| (\$000s, except shares and per-share amounts) | Amount |
|---|--------------------|
| Assets | |
| Investments in Securities, at Value—Unaffiliated Issuers (Cost \$203,781,920) | 203,781,920 |
| Investment in Vanguard | 7,840 |
| Cash | 1 |
| Receivables for Accrued Income | 6,913 |
| Receivables for Capital Shares Issued | 200,620 |
| Other Assets | 7,569 |
| Total Assets | 204,004,863 |
| Liabilities | |
| Payables for Investment Securities Purchased | 499,926 |
| Payables for Capital Shares Redeemed | 301,698 |
| Payables for Distributions | 82 |
| Payables to Vanguard | 9,010 |
| Total Liabilities | 810,716 |
| Net Assets | 203,194,147 |

At February 28, 2021, net assets consisted of:

| | |
|--|--------------------|
| Paid-in Capital | 203,195,623 |
| Total Distributable Earnings (Loss) | (1,476) |
| Net Assets | 203,194,147 |
| Net Assets | |
| Applicable to 203,195,113,455 outstanding \$.001 par value shares of beneficial interest (unlimited authorization) | 203,194,147 |
| Net Asset Value Per Share | \$1.00 |

Statement of Operations

Six Months Ended
February 28, 2021

(\$000)

| | |
|--|---------------|
| Investment Income | |
| Income | |
| Interest | 138,414 |
| Total Income | 138,414 |
| Expenses | |
| The Vanguard Group—Note B | |
| Investment Advisory Services | 2,283 |
| Management and Administrative | 94,846 |
| Marketing and Distribution | 12,623 |
| Custodian Fees | 519 |
| Shareholders' Reports | 618 |
| Trustees' Fees and Expenses | 62 |
| Total Expenses | 110,951 |
| Expense Reduction—Note B | (1,895) |
| Net Expenses | 109,056 |
| Net Investment Income | 29,358 |
| Realized Net Gain (Loss) on Investment Securities Sold | 254 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 29,612 |

Statement of Changes in Net Assets

| | Six Months Ended February 28, 2021 | Year Ended August 31, 2020 |
|---|--|----------------------------------|
| | (\$000) | (\$000) |
| Increase (Decrease) in Net Assets | | |
| Operations | | |
| Net Investment Income | 29,358 | 1,544,028 |
| Realized Net Gain (Loss) | 254 | 447 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 29,612 | 1,544,475 |
| Distributions | | |
| Total Distributions | (29,368) | (1,544,104) |
| Capital Share Transactions (at \$1.00 per share) | | |
| Issued | 62,315,463 | 142,987,799 |
| Issued in Lieu of Cash Distributions | 27,455 | 1,518,401 |
| Redeemed | (56,673,623) | (79,947,875) |
| Net Increase (Decrease) from Capital Share Transactions | 5,669,295 | 64,558,325 |
| Total Increase (Decrease) | 5,669,539 | 64,558,696 |
| Net Assets | | |
| Beginning of Period | 197,524,608 | 132,965,912 |
| End of Period | 203,194,147 | 197,524,608 |

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

Financial Highlights

| For a Share Outstanding Throughout Each Period | Six Months, Ended February 28, 2021 | | | Year Ended August 31, | | |
|---|--|-------------------|-------------------|-----------------------|-------------------|---------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 | |
| Net Asset Value, Beginning of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Investment Operations | | | | | | |
| Net Investment Income | .0001 ¹ | .010 ¹ | .022 ¹ | .014 ¹ | .006 ¹ | .0022 |
| Net Realized and Unrealized Gain (Loss) on Investments | — | — | — | — | — | — |
| Total from Investment Operations | .0001 | .010 | .022 | .014 | .006 | .0022 |
| Distributions | | | | | | |
| Dividends from Net Investment Income | (.0001) | (.010) | (.022) | (.014) | (.006) | (.0022) |
| Distributions from Realized Capital Gains | — | — | — | — | — | — |
| Total Distributions | (.0001) | (.010) | (.022) | (.014) | (.006) | (.0022) |
| Net Asset Value, End of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Total Return² | 0.01% | 1.03% | 2.26% | 1.42% | 0.57% | 0.23% |
| Ratios/Supplemental Data | | | | | | |
| Net Assets, End of Period (Millions) | \$203,194 | \$197,525 | \$132,966 | \$100,287 | \$79,452 | \$38,804 |
| Ratio of Total Expenses to Average Net Assets ³ | 0.11% | 0.11% | 0.11% | 0.11% | 0.11% | 0.11% |
| Ratio of Net Investment Income to Average Net Assets | 0.03% | 0.93% | 2.24% | 1.43% | 0.60% | 0.27% |

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 Vanguard and the board of trustees have agreed to temporarily limit certain net operating expenses in excess of the fund's daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time. The fund is not obligated to repay this amount to Vanguard. The ratio of total expenses to average net assets before an expense reduction was 0.11% for 2021 and 0.11% for 2016. For the years ended August 31, 2020, 2019, 2018 and 2017, there were no expense reductions.

Notes to Financial Statements

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

The fund invests in short-term debt instruments issued by the U.S. government or its agencies and instrumentalities, and repurchase agreements collateralized by such instruments. Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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. Securities are valued at amortized cost, which approximates market value.

2. **Repurchase Agreements:** The fund enters into repurchase agreements with institutional counterparties. Securities pledged as collateral to the fund under repurchase agreements are held by a custodian bank until the agreements mature, and in the absence of a default, such collateral cannot be repledged, resold, or rehypothecated. Each agreement requires that the market value of the collateral be sufficient to cover payments of interest and principal. The fund further mitigates its counterparty risk by entering into repurchase agreements only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master repurchase agreements with its counterparties. The master repurchase agreements provide that, in the event of a counterparty's default (including bankruptcy), the fund may terminate any repurchase agreements with that counterparty, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the fund. Such action may be subject to legal proceedings, which may delay or limit the disposition of collateral.

3. **Federal Income Taxes:** The fund intends to continue to qualify as a regulated investment company and distribute 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.

4. **Distributions:** Distributions from net investment income are declared daily and paid on the first business day of the following month. Annual distributions from realized capital gains, if any, 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.

5. **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, 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; these fees 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 Operations. Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that 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 February 28, 2021, the fund did not utilize the credit facilities or the Interfund Lending Program.

6. Other: Interest income is accrued daily. Premiums and discounts on debt securities are amortized and accreted, respectively, to interest income over the lives of the respective securities, except for premiums on certain callable debt securities that are amortized to the earliest call date. 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. In accordance with the terms of a Funds' Service Agreement (the "FSA") between Vanguard and the fund, Vanguard furnishes to the fund investment advisory, corporate management, administrative, marketing, and distribution 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 February 28, 2021, the fund had contributed to Vanguard capital in the amount of \$7,840,000, representing less than 0.01% of the fund's net assets and 3.14% of Vanguard's capital received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

Vanguard and the board of trustees have agreed to temporarily limit certain net operating expenses in excess of the fund's daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time. For the period ended February 28, 2021, Vanguard's expenses were reduced by \$1,895,000 (an effective annual rate of less than 0.01% of the fund's average net assets); the fund is not obligated to repay this amount to Vanguard.

Federal Money Market Fund

C. Various inputs may be used to determine the value of the fund's investments. 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 valued with significant unobservable inputs are noted on the Schedule of Investments.

At February 28, 2021, 100% of the market value of the fund's investments was determined using amortized cost, in accordance with rules under the Investment Company Act of 1940. Amortized cost approximates the current fair value of a security, but since the value is not obtained from a quoted price in an active market, securities valued at amortized cost are considered to be valued using Level 2 inputs.

D. As of February 28, 2021, gross unrealized appreciation and depreciation for investments based on cost for U.S. federal income tax purposes were as follows:

| | Amount (\$000) |
|--|-------------------|
| Tax Cost | 203,781,924 |
| Gross Unrealized Appreciation | — |
| Gross Unrealized Depreciation | (4) |
| Net Unrealized Appreciation (Depreciation) | (4) |

The fund's tax-basis capital gains and losses are determined only at the end of each fiscal year. For tax purposes, at August 31, 2020, the fund had available capital losses totaling \$1,730,000 that may be carried forward indefinitely to offset future net capital gains. The fund will use these capital losses to offset net taxable capital gains, if any, realized during the year ending August 31, 2021; should the fund realize net capital losses for the year, the losses will be added to the loss carryforward balance above.

E. Management has determined that no events or transactions occurred subsequent to February 28, 2021, that would require recognition or disclosure in these financial statements.

Treasury Money Market Fund

Distribution by Effective Maturity (% of investments)

As of February 28, 2021

| | |
|---------------|-------|
| 1 - 7 Days | 22.9% |
| 8 - 30 Days | 20.3 |
| 31 - 60 Days | 21.1 |
| 61 - 90 Days | 14.2 |
| 91 - 180 Days | 21.5 |

Financial Statements (unaudited)

Schedule of Investments

As of February 28, 2021

The fund publishes its holdings on a monthly basis on Vanguard's website and files them with the Securities and Exchange Commission (SEC) on Form N-MFP. The fund's Form N-MFP filings may be viewed via a link on the "Portfolio Holdings" page at www.vanguard.com or on the SEC's website at www.sec.gov.

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|--|--------------------|---------------|---------------------|-----------------------|
| U.S. Government and Agency Obligations (102.1%) | | | | |
| U.S. Cash Management Bill | 0.085%–0.115% | 4/15/21 | 1,317,000 | 1,316,835 |
| U.S. Cash Management Bill | 0.053% | 5/25/21 | 694,000 | 693,910 |
| U.S. Cash Management Bill | 0.088% | 6/22/21 | 267,000 | 266,925 |
| U.S. Cash Management Bill | 0.043%–0.088% | 6/29/21 | 839,000 | 838,875 |
| U.S. Treasury Bill | 0.079%–0.098% | 3/2/21 | 839,706 | 839,704 |
| U.S. Treasury Bill | 0.083%–0.115% | 3/4/21 | 2,047,249 | 2,047,233 |
| U.S. Treasury Bill | 0.086%–0.103% | 3/9/21 | 1,914,000 | 1,913,956 |
| U.S. Treasury Bill | 0.079% | 3/11/21 | 1,336,000 | 1,335,970 |
| U.S. Treasury Bill | 0.082% | 3/16/21 | 1,048,000 | 1,047,963 |
| U.S. Treasury Bill | 0.074% | 3/18/21 | 1,167,000 | 1,166,959 |
| U.S. Treasury Bill | 0.082% | 3/23/21 | 400,000 | 399,979 |
| U.S. Treasury Bill | 0.088%–0.105% | 3/25/21 | 2,146,000 | 2,145,863 |
| U.S. Treasury Bill | 0.093%–0.102% | 4/1/21 | 3,000,000 | 2,999,752 |
| U.S. Treasury Bill | 0.103% | 4/6/21 | 685,000 | 684,928 |
| U.S. Treasury Bill | 0.110% | 4/8/21 | 450,000 | 449,948 |
| U.S. Treasury Bill | 0.028%–0.098% | 4/20/21 | 328,290 | 328,252 |
| U.S. Treasury Bill | 0.115% | 4/22/21 | 505,000 | 504,916 |
| U.S. Treasury Bill | 0.086% | 4/27/21 | 200,000 | 199,971 |
| U.S. Treasury Bill | 0.079% | 4/29/21 | 1,875,000 | 1,874,754 |
| U.S. Treasury Bill | 0.064%–0.110% | 5/6/21 | 1,882,000 | 1,881,725 |
| U.S. Treasury Bill | 0.110% | 5/13/21 | 250,000 | 249,944 |
| U.S. Treasury Bill | 0.040% | 5/20/21 | 1,345,000 | 1,344,880 |
| U.S. Treasury Bill | 0.029%–0.089% | 5/27/21 | 1,459,000 | 1,458,822 |
| U.S. Treasury Bill | 0.090% | 6/10/21 | 500,000 | 499,874 |
| U.S. Treasury Bill | 0.043%–0.088% | 6/29/21 | 406,000 | 405,878 |
| U.S. Treasury Bill | 0.100% | 7/1/21 | 694,000 | 693,765 |
| U.S. Treasury Bill | 0.090% | 7/8/21 | 858,000 | 857,723 |
| U.S. Treasury Bill | 0.090% | 7/15/21 | 888,000 | 887,698 |
| U.S. Treasury Bill | 0.095% | 7/22/21 | 822,000 | 821,690 |
| U.S. Treasury Bill | 0.085% | 7/29/21 | 500,000 | 499,823 |
| U.S. Treasury Bill | 0.070% | 8/5/21 | 650,000 | 649,802 |
| U.S. Treasury Bill | 0.050% | 8/12/21 | 818,000 | 817,814 |
| U.S. Treasury Bill | 0.060% | 8/19/21 | 750,000 | 749,786 |
| U.S. Treasury Bill | 0.045% | 8/26/21 | 500,000 | 499,889 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.049% | 0.079% | 3/2/21 | 400,000 | 400,015 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.055% | 0.085% | 3/2/21 | 869,706 | 869,689 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.055% | 0.085% | 3/2/21 | 711,000 | 710,991 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.114% | 0.144% | 3/2/21 | 350,000 | 350,060 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.139% | 0.169% | 3/2/21 | 900,000 | 899,932 |

Treasury Money Market Fund

| | Yield ¹ | Maturity Date | Face Amount (\$000) | Market Value* (\$000) |
|---|--------------------|---------------|---------------------|-----------------------|
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.154% | 0.184% | 3/2/21 | 700,000 | 699,570 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.220% | 0.250% | 3/2/21 | 1,075,000 | 1,074,861 |
| ² U.S. Treasury Floating Rate Note, U.S. Treasury 3M Bill Money Market Yield + 0.300% | 0.330% | 3/2/21 | 1,152,280 | 1,152,476 |
| Total U.S. Government and Agency Obligations (Cost \$39,533,400) | | | | 39,533,400 |
| Total Investments (102.1%) (Cost \$39,533,400) | | | | 39,533,400 |
| Other Assets and Liabilities—Net (-2.1%) | | | | (797,036) |
| Net Assets (100%) | | | | 38,736,364 |

Cost is in \$000.

• See Note A in Notes to Financial Statements.

1 Represents annualized yield at date of purchase for discount securities, and coupon for coupon-bearing securities.

2 Variable rate security; rate shown is effective rate at period end. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent based on current market conditions.

3M—3-month.

Statement of Assets and Liabilities

As of February 28, 2021

| (\$000s, except shares and per-share amounts) | Amount |
|--|-------------------|
| Assets | |
| Investments in Securities, at Value—Unaffiliated Issuers (Cost \$39,533,400) | 39,533,400 |
| Investment in Vanguard | 1,479 |
| Receivables for Accrued Income | 1,000 |
| Receivables for Capital Shares Issued | 127,559 |
| Other Assets | 3,298 |
| Total Assets | 39,666,736 |
| Liabilities | |
| Payables for Investment Securities Purchased | 838,875 |
| Payables for Capital Shares Redeemed | 89,824 |
| Payables for Distributions | 46 |
| Payables to Vanguard | 1,627 |
| Total Liabilities | 930,372 |
| Net Assets | 38,736,364 |

At February 28, 2021, net assets consisted of:

| | |
|-------------------------------------|-------------------|
| Paid-in Capital | 38,736,422 |
| Total Distributable Earnings (Loss) | (58) |
| Net Assets | 38,736,364 |

Net Assets

| | |
|---|---------------|
| Applicable to 38,733,382,129 outstanding \$.001 par value shares of beneficial interest (unlimited authorization) | 38,736,364 |
| Net Asset Value Per Share | \$1.00 |

Statement of Operations

Six Months Ended
February 28, 2021

(\$000)

| | |
|--|--------------|
| Investment Income | |
| Income | |
| Interest | 26,040 |
| Total Income | 26,040 |
| Expenses | |
| The Vanguard Group—Note B | |
| Investment Advisory Services | 439 |
| Management and Administrative | 14,514 |
| Marketing and Distribution | 2,425 |
| Custodian Fees | 58 |
| Shareholders' Reports | 37 |
| Trustees' Fees and Expenses | 5 |
| Total Expenses | 17,478 |
| Net Investment Income | 8,562 |
| Realized Net Gain (Loss) on Investment Securities Sold | 51 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 8,613 |

Statement of Changes in Net Assets

| | Six Months Ended February 28, 2021 | Year Ended August 31, 2020 |
|---|--|----------------------------------|
| | (\$000) | (\$000) |
| Increase (Decrease) in Net Assets | | |
| Operations | | |
| Net Investment Income | 8,562 | 331,186 |
| Realized Net Gain (Loss) | 51 | 507 |
| Net Increase (Decrease) in Net Assets Resulting from Operations | 8,613 | 331,693 |
| Distributions | | |
| Total Distributions | (8,563) | (331,197) |
| Capital Share Transactions (at \$1.00 per share) | | |
| Issued | 12,579,375 | 36,588,228 |
| Issued in Lieu of Cash Distributions | 7,866 | 302,542 |
| Redeemed | (12,397,892) | (26,772,445) |
| Net Increase (Decrease) from Capital Share Transactions | 189,349 | 10,118,325 |
| Total Increase (Decrease) | 189,399 | 10,118,821 |
| Net Assets | | |
| Beginning of Period | 38,546,965 | 28,428,144 |
| End of Period | 38,736,364 | 38,546,965 |

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

Financial Highlights

| For a Share Outstanding Throughout Each Period | Six Months, Ended February 28, 2021 | Year Ended August 31, | | | | |
|--|--|-----------------------|-------------------|-------------------|-------------------|---------------|
| | | 2020 | 2019 | 2018 | 2017 | 2016 |
| Net Asset Value, Beginning of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Investment Operations | | | | | | |
| Net Investment Income | .0002 ¹ | .010 ¹ | .022 ¹ | .014 ¹ | .005 ¹ | .0017 |
| Net Realized and Unrealized Gain (Loss) on Investments | — | — | — | — | — | — |
| Total from Investment Operations | .0002 | .010 | .022 | .014 | .005 | .0017 |
| Distributions | | | | | | |
| Dividends from Net Investment Income | (.0002) | (.010) | (.022) | (.014) | (.005) | (.0017) |
| Distributions from Realized Capital Gains | — | — | — | — | — | — |
| Total Distributions | (.0002) | (.010) | (.022) | (.014) | (.005) | (.0017) |
| Net Asset Value, End of Period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Total Return² | 0.02% | 1.05% | 2.25% | 1.43% | 0.54% | 0.17% |
| Ratios/Supplemental Data | | | | | | |
| Net Assets, End of Period (Millions) | \$38,736 | \$38,547 | \$28,428 | \$18,911 | \$15,639 | \$12,803 |
| Ratio of Total Expenses to Average Net Assets ³ | 0.09% | 0.09% | 0.09% | 0.09% | 0.09% | 0.09% |
| Ratio of Net Investment Income to Average Net Assets | 0.04% | 0.95% | 2.23% | 1.43% | 0.55% | 0.18% |

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 Vanguard and the board of trustees have agreed to temporarily limit certain net operating expenses in excess of the fund's daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time. The fund is not obligated to repay this amount to Vanguard. The ratio of total expenses to average net assets before an expense reduction was 0.09% for 2016. For the six months ended February 28, 2021, and the years ended August 31, 2020, 2019, 2018, and 2017, there were no expense reductions.

Notes to Financial Statements

Vanguard Treasury Money Market Fund is registered under the Investment Company Act of 1940 as an open-end investment company, or mutual fund. Market disruptions associated with the COVID-19 pandemic have had a global impact, and uncertainty exists as to the long-term implications. Such disruptions can adversely affect assets of the fund and thus fund performance.

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. Securities are valued at amortized cost, which approximates market value.

2. **Federal Income Taxes:** The fund intends to continue to qualify as a regulated investment company and distribute 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.

3. **Distributions:** Distributions from net investment income are declared daily and paid on the first business day of the following month. Annual distributions from realized capital gains, if any, 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.

4. **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, 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; these fees 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 Operations. Any borrowings under either facility bear interest at a rate based upon the higher of the one-month London Interbank Offered Rate (or an acceptable alternate rate, if necessary), federal funds effective rate, or overnight bank funding rate plus an agreed-upon spread, except that 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 February 28, 2021, the fund did not utilize the credit facilities or the Interfund Lending Program.

5. Other: Interest income is accrued daily. Premiums and discounts on debt securities are amortized and accreted, respectively, to interest income over the lives of the respective securities, except for premiums on certain callable debt securities that are amortized to the earliest call date. 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. In accordance with the terms of a Funds' Service Agreement (the "FSA") between Vanguard and the fund, Vanguard furnishes to the fund investment advisory, corporate management, administrative, marketing, and distribution 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.

Effective March 2021, it was announced that Vanguard and the board of trustees agreed to temporarily limit certain net operating expenses in excess of the fund's daily yield in order to maintain a zero or positive yield for the fund. Vanguard and the board of trustees may terminate the temporary expense limitation at any time.

Upon the request of Vanguard, the fund may invest up to 0.40% of its net assets as capital in Vanguard. At February 28, 2021, the fund had contributed to Vanguard capital in the amount of \$1,479,000, representing less than 0.01% of the fund's net assets and 0.59% of Vanguard's capital received pursuant to the FSA. The fund's trustees and officers are also directors and employees, respectively, of Vanguard.

C. Various inputs may be used to determine the value of the fund's investments. 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 valued with significant unobservable inputs are noted on the Schedule of Investments.

At February 28, 2021, 100% of the market value of the fund's investments was determined using amortized cost, in accordance with rules under the Investment Company Act of 1940. Amortized cost approximates the current fair value of a security, but since the value is not obtained from a quoted price in an active market, securities valued at amortized cost are considered to be valued using Level 2 inputs.

Treasury Money Market Fund

D. As of February 28, 2021, gross unrealized appreciation and depreciation for investments based on cost for U.S. federal income tax purposes were as follows:

| | Amount (\$000) |
|--|-------------------|
| Tax Cost | 39,533,400 |
| Gross Unrealized Appreciation | — |
| Gross Unrealized Depreciation | — |
| Net Unrealized Appreciation (Depreciation) | — |

The fund's tax-basis capital gains and losses are determined only at the end of each fiscal year. For tax purposes, at August 31, 2020, the fund had available capital losses totaling \$109,000 that may be carried forward indefinitely to offset future net capital gains. The fund will use these capital losses to offset net taxable capital gains, if any, realized during the year ending August 31, 2021; should the fund realize net capital losses for the year, the losses will be added to the loss carryforward balance above.

E. Management has determined that no other events or transactions occurred subsequent to February 28, 2021, that would require recognition or disclosure in these financial statements.

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This material may be used in conjunction with the offering of share of any Vanguard fund if preceded or accompanied by the fund's current prospectus.

You can obtain a free copy of Vanguard's proxy voting guidelines by visiting vanguard.com/proxyreporting or by calling Vanguard at 800-662-2739. The guidelines are also available from the SEC's website, www.sec.gov. In addition, you may obtain a free report on how your fund voted the proxies for securities it owned during the 12 months ended June 30. To get the report, visit either vanguard.com/proxyreporting or www.sec.gov.

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.