Vanguard Real Estate Index Fund Admiral Shares
A Mutual Fund

Third Quarter 2019 Fund Fact Sheet

Key Facts
- Investment Advisor: Vanguard Group Inc
- Asset Class: Sector - Domestic Real Estate
- Primary Index: MSCI US REIT Index
- Broad Based Index: S&P United States REIT TR USD
- Net Assets: $22,752.5 Million
- Inception Date: 11/12/2001
- Ticker: VGSLX
- Gross Expense Ratio: 0.12%
- Morningstar Category: Real Estate
- Morningstar Overall Rating™: ***
- Overall # of Funds in Category: 223
- Morningstar Category: Moderate
- Portfolio Manager(s): Walter Nejman; Gerard C. O’Reilly

Overall Morningstar Rating as of quarter ending 9/30/2019. The Morningstar Rating shown is for the share class of this fund only; other classes may have different performance characteristics.

©2019 Morningstar, Inc. All Rights Reserved. Additional Morningstar information is available in the User Guide.

Description / Objective
The investment seeks to provide a high level of income and moderate long-term capital appreciation by tracking the performance of the MSCI US Investable Market Real Estate 25/50 Index that measures the performance of publicly traded equity REITs and other real estate-related investments. The advisor attempts to track the index by investing all, or substantially all, of its assets—either directly or indirectly through a wholly owned subsidiary, which is itself a registered investment company—in the stocks that make up the index, holding each stock in approximately the same proportion as its weighting in the index. The fund is non-diversified.

There is no assurance the objectives will be met.

Sector funds are subject to risks within their specific sectors because they concentrate their investments in securities of companies within certain industries. Therefore, the price of these securities can be volatile.

The real estate industry is greatly affected by economic downturns that may persist as well as changes in property values, interest rates, taxes, environmental issues and regulatory developments.

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

Performance (%)

As of 09/30/2019

<table>
<thead>
<tr>
<th>Fund</th>
<th>Capacity</th>
<th>1 Year</th>
<th>3 Year</th>
<th>5 Year</th>
<th>10 Year</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund</td>
<td>7.40</td>
<td>28.14</td>
<td>19.89</td>
<td>7.06</td>
<td>9.94</td>
<td>12.89</td>
</tr>
<tr>
<td>Primary Index</td>
<td>7.69</td>
<td>26.82</td>
<td>18.31</td>
<td>7.26</td>
<td>10.11</td>
<td>13.00</td>
</tr>
<tr>
<td>Broad Based Index</td>
<td>7.46</td>
<td>25.45</td>
<td>17.81</td>
<td>6.91</td>
<td>9.88</td>
<td>12.86</td>
</tr>
</tbody>
</table>

*Fees that Prudential Retirement and its affiliates may receive in connection with plan investments in this fund include:

- Finders Fee: No
- 12b-1 Fee: 0%
- Sub-accounting fee: 0%
- Other Service fee: 0%
- Sub-accounting fee ($ per participant): --
- Other Service fee ($ per participant): --

The performance quoted represents past performance. The investment value and return will fluctuate so that an investment, when redeemed, may be worth more or less than original cost. Past performance does not guarantee future results. Current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-877-778-2100. These performance results represent the change in net asset value of an investment over a stated period, assuming the reinvestment of dividends and capital gains.

Portfolio Allocation

- US Stocks: 99.09%
- Cash: 0.86%
- Non-US Stocks: 0.04%
- Fund Index: 91.54%
- Weighted Geometric Market Cap ($Bil): 16.21
- Price/Earnings Ratio (Forward): 38.42x
- Price/Book Ratio: 36.86x
- 3-Year Earnings Growth Rate (%): 7.58
- Number of Holdings - Long: 187

Top Five Holdings

- Vanguard Real Estate II Index: 11.10%
- American Tower Corp: 7.20%
- Crown Castle International Corp: 4.27%
- Prologis Inc: 3.73%
- Equinix Inc: 3.31%

Top Five Sectors

- Real Estate: 91.54%
- Communication Services: 8.13%
- Basic Materials: 0.28%
- Industrials: 0.04%
- Technology: 0.00%

Holdings and Sector allocations are ranked as a percentage of net assets and subject to change without notice.

Characteristics

- # of Funds in Category: 223
- Morningstar Rating™: ***
- Morningstar Category: Real Estate
- Morningstar Overall Rating™: ***
- Category: Moderate

Inception

- Total Net Assets: $22,752.5 Million
- Total Shares: 1,461,740,500

Since Inception

- Average Annual Total Returns
- QTD: 7.40%
- YTD: 28.14%
- 1 Year: 19.89%
- 3 Year: 7.06%
- 5 Year: 9.94%
- 10 Year: 12.89%

Past performance does not guarantee future results. Current performance may be lower or higher than past performance. For performance data current to the most recent month end, please call 1-877-778-2100. These performance results represent the change in net asset value of an investment over a stated period, assuming the reinvestment of dividends and capital gains.

Fees if applicable to this fund, compensate Prudential Retirement for selling the fund’s shares and servicing your retirement plan. The fund’s expense ratio includes these fees. Other investment options do not include such shares to compensate us for distribution and plan servicing.

Fees if applicable to this fund include:

- Finders Fee: No
- 12b-1 Fee: 0%
- Sub-accounting fee: 0%
- Other Service fee: 0%
- Sub-accounting fee ($ per participant): --
- Other Service fee ($ per participant): --

Past performance does not guarantee future results. Current performance may be lower or higher than past performance. For performance data current to the most recent month end, please call 1-877-778-2100. These performance results represent the change in net asset value of an investment over a stated period, assuming the reinvestment of dividends and capital gains.
### Annual Performance

<table>
<thead>
<tr>
<th>Year</th>
<th>Fund Primary Index</th>
<th>Broad Based Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>-5.95%</td>
<td>-4.57%</td>
</tr>
<tr>
<td>2017</td>
<td>4.94%</td>
<td>5.07%</td>
</tr>
<tr>
<td>2016</td>
<td>8.50%</td>
<td>8.60%</td>
</tr>
<tr>
<td>2015</td>
<td>2.39%</td>
<td>2.52%</td>
</tr>
<tr>
<td>2014</td>
<td>30.32%</td>
<td>30.38%</td>
</tr>
</tbody>
</table>

Market Timing: Frequent exchanging of investment options may harm long-term investors. Policies may be in effect at the plan or the investment level to detect and deter exchanges that may be abusive. Such policies may require us to modify, restrict, suspend or terminate purchase or exchange privileges and impose redemption fees. Please refer to the prospectus, if available for the investment, for information on these potential restrictions and any applicable redemption fees. Otherwise, please contact your Prudential Representative.

Indices are unmanaged and cannot be invested in directly. See User Guide for index definitions and an explanation of terms used in this factsheet. The index shown, if applicable, in the Characteristics chart refers to the primary index.

---

© 2019 Prudential Financial, Inc. and its related entities. Prudential, the Prudential logo, the Rock symbol and Bring Your Challenges are service marks of Prudential Financial, Inc., and its related entities, registered in many jurisdictions worldwide.