

Vanguard Institutional Target Retirement 2065 Fund Institutional Shares

A Mutual Fund

Fourth Quarter 2019 Fund Fact Sheet

| Key Facts | | Description / Objective |
|----------------------|--|--|
| Investment Advisor | Vanguard Group Inc | <p>The investment seeks to provide capital appreciation and current income consistent with its current asset allocation. The fund invests in other Vanguard mutual funds according to an asset allocation strategy designed for investors planning to retire and leave the workforce in or within a few years of 2065 (the target year). The fund's asset allocation will become more conservative over time, meaning that the percentage of assets allocated to stocks will decrease while the percentage of assets allocated to bonds and other fixed income investments will increase.</p> <p>There is no assurance the objectives will be met.</p> <p><i>The target-date is the approximate year when investors plan to retire and may begin withdrawing their money. The asset allocation of the target-date funds will become more conservative as the target-date approaches by lessening your equity exposure and increasing your exposure in fixed income investments. The principal value of an investment in a target-date fund is not guaranteed at any time, including the target-date. There is no guarantee that the fund will provide adequate retirement income. A target-date fund should not be selected solely based on age or retirement date. Before investing, participants should carefully consider the fund's investment objectives, risks, charges and expenses, as well as their age, anticipated retirement date, risk tolerance, other investments owned, and planned withdrawals. The stated asset allocation may be subject to change. It is possible to lose money in a target-date fund, including losses near and following retirement. Investments in the funds are not deposits or obligations of any bank and are not insured or guaranteed by any governmental agency or instrumentality.</i></p> |
| Asset Class | Allocation - Target-Date 2060+ | |
| Primary Index | Morningstar Lifetime Allocation Moderate 2060 TR USD | |
| Net Assets | \$307.9 Million | |
| Inception Date | 07/12/2017 | |
| Ticker | VSEXFX | |
| Gross Expense Ratio | 0.09% | |
| Morningstar Category | Target-Date 2060+ | |
| Portfolio Manager(s) | William A. Coleman CFA; Walter Nejman | |

Morningstar Volatility Rank As of 12/31/2019



Category

The volatility measure is not displaying for investments with fewer than three years of history or where data was not available at the time this Fact Sheet was generated. The category average, however, is shown above.

| Top Five Holdings | | As of 11/30/2019 | | Top Five Sectors | | As of 11/30/2019 | |
|---|--|------------------|--|--------------------|--|------------------|--|
| Vanguard Total Stock Mkt Idx Instl Pls | | 38.48% | | Financial Services | | 17.48% | |
| Vanguard Total Intl Stock Idx Instl Pls | | 25.68% | | Technology | | 15.22% | |
| Vanguard Total Stock Market Idx I | | 15.24% | | Health Care | | 12.23% | |
| Vanguard Total Intl Stock Index Inv | | 10.17% | | Industrials | | 11.65% | |
| Vanguard Total Bond Market II Idx I | | 5.01% | | Consumer Cyclical | | 10.27% | |

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

| Portfolio Allocation | | As of 11/30/2019 | | Characteristics | | As of 11/30/2019 | |
|----------------------|---------------|------------------|--------|---------------------------------------|--|------------------|------|
| | US Stocks | | 53.17% | Weighted Geometric Market Cap (\$Bil) | | 45.53 | Fund |
| | Non-US Stocks | | 35.33% | Price/Earnings Ratio (Forward) | | 17.06x | |
| | US Bonds | | 6.32% | Price/Book Ratio | | 2.14x | |
| | Non-US Bonds | | 3.36% | 3-Year Earnings Growth Rate (%) | | 14.87 | |
| | Cash | | 1.73% | Number of Holdings - Long | | 10 | |
| | Convertible | | 0.05% | | | | |
| | Other | | 0.03% | | | | |
| Preferred | | 0.01% | | | | | |

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| Annual Performance | | | Performance (%) | | | | | | As of 12/31/2019 |
|--------------------|--------|---------------|--------------------|-------|------------------------------|--------|--------|---------|------------------|
| | Fund | Primary Index | Cumulative Returns | | Average Annual Total Returns | | | | |
| | | | QTD | YTD | 1 Year | 3 Year | 5 Year | 10 Year | Since Inception |
| 2019 | 25.15% | 24.96% | | | | | | | |
| 2018 | -7.84% | -8.69% | | | | | | | |
| Fund | | | 8.01 | 25.15 | 25.15 | -- | -- | -- | 9.89 |
| Primary Index | | | 7.81 | 24.96 | 24.96 | -- | -- | -- | |

*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% | Sub-accounting fee (\$ per participant) | -- |
| Other Service fee % | 0% | Other Service fee (\$ per participant) | -- |

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.

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 may generate more or less revenue than the fees associated with this fund. If the aggregate revenue from your plan exceeds our associated costs, we earn a profit. Otherwise, we incur a loss. Other share classes of this fund may have a lower expense ratio, but your plan's investment options do not include such shares to compensate us for distribution and plan servicing.

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.

Performance displayed for periods beginning earlier than the "Inception Date" is based on the historical returns of the oldest share class of the fund, adjusted to reflect the fees and expenses of this share class. "Since Inception" performance when shown is based on the actual performance of this share class.

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 888-71A-LOHA. These performance results represent the change in net asset value of an investment over a stated period, assuming the reinvestment of dividends and capital gain distributions. Past performance is not indicative of future performance and short periods of performance may be particularly unrepresentative of long-term performance.

Investors should consider the fund's investment objectives, risks, charges and expenses before investing. The prospectus, and if available the summary prospectus, contain complete information about the investment options available through your plan. Please call 888-71A-LOHA for a free prospectus and if available, a summary prospectus that contain this and other information about the mutual funds. You should read the prospectus and the summary prospectus, if available, carefully before investing. It is possible to lose money when investing in securities.

Securities products and services are offered through Prudential Investment Management Services LLC (PIMS), Newark, NJ, a Prudential Financial company.

For more information, go to www.prudential.com/islandsavings or call toll-free 888-71A-LOHA.

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