Vanguard International Growth Fund

Management Discussion of Fund Performance

Investment Objective and Strategies

Vanguard International Growth Fund (the "Fund") seeks to provide long-term capital appreciation by investing primarily in the stocks of companies located outside Canada and the United States.

The three sub-advisors each follow distinct approaches in managing separate portions of the Fund's assets. Vanguard Global Advisers, LLC ("VGA"), may invest the Fund's cash flows in equity index futures and/or exchange-traded funds to manage liquidity needs. Baillie Gifford Overseas Limited and Schroder Investment Management North America Inc. employ fundamental research to construct portfolios of growth stocks in developed and emerging markets. They seek to identify high-quality companies with above-average growth potential in countries around the world. The Fund's multimanager structure increases diversification.

The Fund may also invest in cash and cash equivalents when prevailing market and economic conditions indicate it is desirable to do so.

Risk

The risks associated with an investment in the Fund remain as discussed in the Fund's most recent simplified prospectus. During the period that began April 1, 2024, and ended March 31, 2025, there were no changes to the Fund that materially affected the overall risk level associated with an investment in the Fund.

Results of Operations

For the 12 months ended March 31, 2025, the Fund returned 12.21%, compared with the 12.83% return of its benchmark, the MSCI All Country World ex USA Index.

Global financial markets were volatile during the period with significant fluctuations in stock and bond markets. Concerns about the outlook for U.S. economic growth, inflation and tariff uncertainty impacted the markets. Earlier this year, the U.S. administration introduced 25% tariffs on steel and aluminum from Canada, prompting retaliation from trade partners. Developed stock markets stood out with solid gains, driven by positive economic developments. Emerging stock markets posted gains, indicating some resilience in these economies. Japan continued its long-awaited economic recovery, showing signs of sustained improvement.

Underperformance was primarily driven by poor security selection in financials, health care, and industrials. Security selection in communication services and consumer discretionary was strong. By region, weak security selection in Europe detracted the most.

The MSCI All Country World ex USA Index captures the performance of large- and mid-capitalization companies across 22 developed markets and 24 emerging markets, excluding the U.S. The Index covers approximately 85% of global equities outside the U.S. Although the Fund uses MSCI All Country World ex USA Index for long-term performance comparisons, it is not managed relative to the composition of the index. There are differences between the Fund and the index in, among other things, security holdings and geographical and sector

This annual management report of fund performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the fund. You can obtain a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling 1-877-410-7275, by writing to us at 22 Adelaide Street West, Suite 2500, Toronto, ON M5H 4E3 or by visiting our website at vanguard.ca or SEDAR+ at sedarplus.com. You may also contact us using one of these methods to request a copy of the fund's proxy voting policies and procedures, proxy voting disclosure record and/or quarterly portfolio disclosure.

allocations. As a result, the Fund may experience periods when its performance differs materially from that of the index.

Recent Developments

We began the year with a view that geopolitical tensions and material policy shifts warranted a cautious and balanced approach. Our outlook, while broadly unchanged, remains under constant review given the potential for U.S. trade policies to undermine global growth and negatively impact business confidence and consumer sentiment. The current U.S. administration is seemingly willing to tolerate significant short term economic pain in their ambition to reshape perceived global trade imbalances. The immediate impact of these tariffs is expected to increase costs and inflation, reduce economic activity and growth, decrease company profitability, and harm consumer and business confidence, affecting both the U.S. and the global economies. The fluid nature of the current geopolitical trade situation calls for caution before taking immediate action, but we acknowledge that market volatility will present opportunities. Artificial Intelligence (AI) remains a dominant investment theme for equity markets buoying investor sentiment and contributing disproportionately to equity market returns over the past year. The greater cost efficiency in training Large Language Models (LLMs) marked an important milestone of innovation that will likely lead to greater adoption and proliferation of AI applications as barriers to entry come down. History has shown time and time again that when computing costs decline it drives up aggregate demand.

Related Party Transactions

Vanguard Investments Canada Inc. (the "Manager") is the manager, trustee, portfolio advisor and promoter of the Fund, and is entitled to receive a management fee for its services that is paid by the Fund to the Manager (see "Management Fees" below).

From time to time, the Manager may, on behalf of the Fund, enter into transactions or arrangements with or involving certain persons or companies that are related to the Manager when, in the discretion of the Manager, it would be in the best interests of the Fund to do so. The purpose of this section is to provide a brief description of any transaction or arrangement with or involving the Fund and a related party.

Sub-Advisor

VGA, an affiliate of the Manager, has been retained by the Manager to act as sub-advisor to the Manager in connection with a portion of the Fund assets, subject to continuing oversight by the Manager. VGA is a registered investment advisor in the United States with offices based in Valley Forge, Pennsylvania. As compensation for its services as sub-advisor, VGA is entitled to receive a portion of the management fee that is paid by the Fund to the Manager.

With respect to the continuing oversight of the affiliate by the Manager, the Manager has relied on a positive recommendation and standing instruction that it has received from the Fund's Independent Review Committee ("IRC"). The standing instruction requires the Manager to comply with its current policy and procedures on monitoring services provided by the sub-advisor of the Fund and to report periodically to the IRC, describing each instance in which the Manager relied on the standing instruction and its compliance with the policy and procedures.

Management Fees

As set out under Related Party Transactions, the Manager is the manager, trustee, portfolio advisor and promoter of the Fund. As compensation for its services, the Manager is entitled to receive a maximum annual management fee for Series F of 0.50%, payable monthly, calculated based on the daily net asset value ("NAV") of the Fund. The Fund incurred management fees of 0.34% for the period.

The major services paid for out of the management fee include fees for services the Manager provides, or causes to be provided, to the Fund, including the investment management of the Fund, oversight of service providers, general administration, the distribution, marketing and promotion of the Fund and sub-advisory fees.

The Manager may, in its discretion, agree to charge the Fund and/or certain unitholders a reduced management fee as compared with the management fee that it otherwise would be entitled to receive, provided that the amount of the reduced management fee is distributed periodically by the Fund to the unitholder as a management fee distribution. Any reduction will depend on a number of factors, including the amount invested, the NAV of the Fund and the expected amount of account activity. Any tax consequences of a management fee distribution will generally be borne by the unitholder who receives the distribution.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help readers understand the Fund's financial performance for the periods indicated.

The Fund's Net Assets Per Unit[1]

	Financial Years Ended March 31,				
Series F	2025	2024	2023	2022	2021
Net assets, beginning of period	**$13.60**	**$12.78**	**$12.68**	**$15.21**	**$9.42**
Increase (decrease) from operations					
Total investment income	0.19	0.16	0.19	0.17	0.15
Total expenses	(0.10)	(0.09)	(0.10)	(0.12)	(0.11)
Realized gains (losses) for the period	—	(0.23)	(1.01)	0.45	0.97
Unrealized gains (losses) for the period	1.60	1.01	0.32	(2.94)	3.59
Total increase (decrease) from operations[2]	**1.69**	**0.85**	**(0.60)**	**(2.44)**	**4.60**
Distributions					
From income (excluding dividends)	(0.13)	(0.12)	—	(0.10)	(0.10)
From capital gains	—	—	—	(0.09)	—
Total annual distributions[3]	(0.13)	(0.12)	—	(0.19)	(0.10)
Net assets, end of period	**$15.13**	**$13.60**	**$12.78**	**$12.68**	**$15.21**

1 The financial highlights are derived from the Fund's financial statements prepared in accordance with IFRS Accounting Standards. The net assets calculated for the purpose of processing unitholder transactions are the same as the net assets attributable to holders of redeemable units used for financial statement reporting purposes as at March 31, 2025, 2024, 2023, 2022, and 2021.
2 Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.
3 Distributions were paid in cash or reinvested in additional units of the Fund, or both. Actual distributions may vary slightly owing to rounding.

Ratios and Supplemental Data

	Financial Years Ended March 31,				
	2025	2024	2023	2022	2021
Total net asset value (000's)[1]	$234,616	$231,872	$244,504	$391,955	$455,024
Number of units outstanding (000's)[1]	15,506	17,053	19,125	30,917	29,926
Management expense ratio[2]	0.54%	0.54%	0.65%	0.60%	0.58%
Management expense ratio before waivers or absorptions	0.74%	0.74%	0.73%	0.69%	0.69%
Portfolio turnover rate[3]	22.73%	16.05%	13.71%	23.19%	63.59%
Trading expense ratio[4]	0.04%	0.04%	0.05%	0.04%	0.11%
Net asset value per unit[1]	$15.13	$13.60	$12.78	$12.68	$15.21

1 This information is provided as at March 31 of the year shown.
2 Management expense ratio ("MER") is based on net expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as a percentage of daily average net asset value during the period. MER reflects expenses voluntarily waived or absorbed by the Manager, including the cost of the IRC, certain administrative expenses, and portions of its management fee. The Manager may, in its discretion, discontinue these practices at any time. Additionally, sub-advisory fees are based on a range; the Manager has contractually agreed to waive the portion of its management fee which represents the difference between the top-end range and the fees actually paid.
3 The Fund's portfolio turnover rate indicates how actively the Fund's sub-advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a portfolio's turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.
4 The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of daily average net assets during the period.

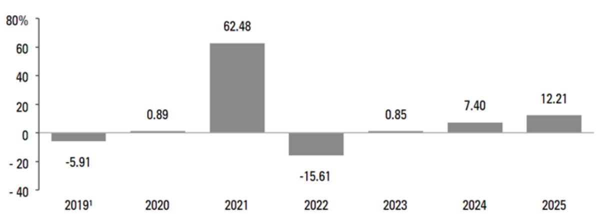
Past Performance

The Fund's performance information assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that, if applicable, would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-Year Returns

The following bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance has changed year to year.

The chart shows in percentage terms how much an investment made on the first day of the period would have increased or decreased by the last day of the period.



1 Return from June 20, 2018 (the Fund's commencement date), to March 31, 2019.

Annual Compound Returns

The following table compares the historical annual compound returns of the Fund with those of a broad-based equity market index, the MSCI All Country World ex USA Index.

A brief description of the index and a discussion regarding the relative performance of the Fund compared with the index can be found in the Results of Operations section.

Annual Compound Returns
Period Ended March 31, 2025

	One Year	Three Year	Five Year	Since Inception[1]
Vanguard International Growth Fund	12.21%	6.72%	10.75%	7.00%
MSCI All Country World Index ex USA	12.83	9.54	11.17	6.13

1 June 20, 2018

Summary of Investment Portfolio

Sector Allocation
As at March 31, 2025

	% of Net Asset Value
Consumer Discretionary	21.8%
Information Technology	20.2
Financials	14.9
Health Care	10.7
Industrials	10.1
Communication Services	9.4
Consumer Staples	4.0
Energy	1.6
Utilities	0.7
Materials	0.7
Other assets and liabilities (net)	5.9
	100.0

Market Allocation
As at March 31, 2025

	% of Investment Portfolio
United States	15.9%
China	12.4
Netherlands	8.8
Japan	7.3
Brazil	6.2
Taiwan	5.7
United Kingdom	5.3
Denmark	5.0
Germany	4.0
France	3.5
Italy	3.1
Switzerland	3.1
India	2.7
Singapore	2.6
Korea	2.6
Canada	2.5
Sweden	2.4
Australia	1.4
Spain	1.2
Hong Kong	1.1
Other	3.2
	100.0

Top 25 Holdings
As at March 31, 2025

The following Top Holdings table shows the 25 largest holdings (or all holdings if the total number of holdings is less than 25).

	% of Net Asset Value
Cash	5.4%
Taiwan Semiconductor Manufacturing Co. Ltd.	5.3
Mercadolibre, Inc.	4.1
Spotify Technology SA	3.9
BYD Co. Ltd.	3.3
Adyen NV	2.9
ASML Holding NV	2.5
Sea Ltd.	2.5
PDD Holdings, Inc.	2.4
Meituan	2.2
Tencent Holdings Ltd.	1.9
Coupang, Inc.	1.8
Atlas Copco AB	1.8
Ferrari NV	1.7
NU Holdings Ltd.	1.5
Shopify, Inc.	1.5
HDFC Bank Ltd.	1.4
DSV A/S	1.4
Microsoft Corp.	1.4
Hermès International SCA	1.4
Nvidia Corp.	1.4
Argenx SE	1.3
SAP SE	1.3
Wise plc	1.2
Advantest Corp.	1.1
	56.6
Total net asset value	**$234,616,195**

The Summary of Investment Portfolio may change because of the Fund’s ongoing portfolio transactions. Updates are available quarterly.

Vanguard®

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