

Annual Report | 31 December 2020

Vanguard Common Contractual Fund

Contents

Tracking Error	1
Performance Summary (unaudited)	2
Significant Portfolio Changes (unaudited)	3
Statement of Investments	4
Statement of Assets and Liabilities	10
Statement of Operations	11
Statement of Changes in Equity	11
Notes to the Financial Statements	12
Statement of Manager's Responsibilities	19
Additional Information From the Manager (unaudited)	20
Report of the Depositary to the Unitholders	21
Independent Auditors' Report to the Unitholders	22
Directory	Inside Back Cover

Tracking Error

The Sub-Fund listed in the table employs a "passive" investment strategy designed to replicate the performance of its benchmark index. The Sub-Fund attempts to replicate the index by investing all, or substantially all, of its assets in the securities that make up the index, holding each in approximately the same proportion as its weighting in the index. Tracking error measures the volatility of the return difference between the fund and the index. It is calculated as the standard deviation of the tracking difference between the Sub-Fund and the index (gross of fees for the trailing 36-month period). Realised tracking error may vary from the anticipated tracking error, depending on a range of circumstances. These include transaction costs, securities lending income, and withholding tax differences. The anticipated tracking error and realised tracking error are not expected to vary significantly under normal circumstances.

Sub-Fund	For the Year Ended 31 December 2020		Explanation for Divergence
	Anticipated Tracking Error	Realised Tracking Error	
Vanguard U.S. Equity Index Common Contractual Fund	0.500%	0.016%	The Sub-Fund has tracked its benchmark within acceptable tolerances of its anticipated tracking error.

Vanguard U.S. Equity Index Common Contractual Fund

Investment Objective

The Sub-Fund seeks to track the performance of the S&P 500 Index, a widely recognised benchmark of US stock market performance that is dominated by the stocks of large US companies.

Performance Summary (unaudited)

The Performance Summary does not form part of the financial statements.

- The year 2020 was defined by the COVID-19 pandemic. In addition to its devastating human toll, the virus produced the most pronounced economic shock in living memory. Travel restrictions, supply-chain disruptions, business closures, and a spike in unemployment led swiftly to deep recessions around the world.
- Central banks in the developed world responded rapidly – cutting interest rates, restarting or expanding asset purchases and providing additional liquidity, all in an effort to blunt the economic impact of the virus – and pledged to do more if needed. Many governments were quick to provide fiscal stimulus in the form of spending, loans, loan guarantees, job retention programmes and extended unemployment benefits.
- Despite continuing case surges in some regions, investor sentiment improved in the second half of the year as vaccines were developed and the global economy appeared to regain its footing faster than many had expected.
- Bonds worldwide experienced volatility but produced solid returns. Global stocks plummeted early in the fiscal year, but many rebounded as investors seemed to grow more optimistic about vaccines, the willingness of consumers to spend and the resiliency of the economy. Returns in the United States outpaced those in emerging markets and especially those in Europe.
- In the US, the Federal Reserve maintained its 0%–0.25% target for short-term interest rates and said that it would continue to purchase at least \$120 billion in Treasury and agency mortgage-backed securities each month.
- In this environment, the Sub-Fund's benchmark index returned 14.74%. Of the benchmark's 11 industry sectors, information technology, consumer discretionary, communication services and health care contributed most to results. Energy and financials detracted most.

All returns in the commentary above are in British pounds.

Benchmark: S&P 500 Index

	Total Returns Periods Ended 31 December 2020 (Annualised for periods over one year)		
	One Year	Five Years	Ten Years or Since Inception ¹
GBP Accumulation Units	14.54%	16.74%	16.99%
Benchmark ²	14.74	16.97	17.41
Tracking Difference*	-0.20		

All of the returns in this report represent past performance, which is not a guarantee of future results that may be achieved by the Sub-Fund. For performance data current to the most recent month-end, which may be higher or lower than that cited, visit our website at <http://global.vanguard.com>. Note, too, that both investment returns and principal value can fluctuate widely, so an investor's units, when sold, could be worth more or less than their original cost.

* The tracking difference between the Sub-Fund return and the index return over a stated period of time can be attributed to a number of factors, including, without limitation, small differences in weightings, trading activity, swing pricing, transaction costs, and differences in the valuation and withholding tax treatment between the Sub-Fund and the index vendor.

¹ Since-inception returns: 19 December 2011.

² Index returns are adjusted for 30% withholding tax on dividends paid by US securities.

Significant Portfolio Changes (unaudited)

For the Year Ended 31 December 2020

	Shares	Cost US Dollars (\$)		Shares	Proceeds US Dollars(\$)
Purchases			Sales		
Tesla Inc.	59,791	41,336,144	Apple Inc.	182,855	29,568,865
Apple Inc.	121,214	18,393,145	Microsoft Corp.	113,745	22,524,906
Microsoft Corp.	85,436	16,863,794	Amazon.com Inc.	6,102	17,330,443
Amazon.com Inc.	5,765	16,015,499	Facebook Inc.	35,773	8,616,129
Facebook Inc.	28,317	6,853,139	Alphabet Inc. Class C	5,156	7,844,468
Alphabet Inc. Class C	3,788	5,816,902	Berkshire Hathaway Inc. Class B	30,613	6,257,218
Berkshire Hathaway Inc. Class B	23,733	4,946,145	Allergan plc	31,355	6,013,818
Alphabet Inc. Class A	2,916	4,370,876	Alphabet Inc. Class A	4,022	5,965,046
Johnson & Johnson	29,232	4,241,068	Johnson & Johnson	37,892	5,518,267
AbbVie Inc.	45,887	3,995,626	JPMorgan Chase & Co.	50,202	5,090,987
DexCom Inc.	9,506	3,955,912	Visa Inc.	25,171	4,869,369
Visa Inc.	18,864	3,690,047	Procter & Gamble Co.	35,552	4,530,431
JPMorgan Chase & Co.	33,930	3,623,418	Intel Corp.	84,249	4,491,830
Procter & Gamble Co.	26,330	3,394,177	Home Depot Inc.	16,728	4,185,189
UnitedHealth Group Inc.	11,069	3,374,688	Mastercard Inc.	13,346	4,146,665
NVIDIA Corp.	7,703	3,272,454	UnitedHealth Group Inc.	13,661	4,145,607
Mastercard Inc.	10,125	3,190,659	NVIDIA Corp.	8,905	3,792,243
Home Depot Inc.	12,268	3,121,089	AT&T Inc.	120,340	3,581,745
T-Mobile US Inc.	27,531	2,903,299	Walt Disney Co.	27,086	3,396,285
Walt Disney Co.	22,547	2,889,788	Bank of America Corp.	135,984	3,384,370

The Central Bank of Ireland requires a schedule of material changes in the composition of the portfolio during the year. These are defined as aggregate purchases of a security exceeding 1% of the total value of purchases for the year and aggregate disposals greater than 1% of the total value of sales. At a minimum, the largest 20 purchases and 20 sales must be shown; all purchases and sales must be shown if there are fewer than 20. A full listing of the portfolio changes for the year is available, upon request, at no extra cost from the Administrator, State Street Fund Services (Ireland) Limited.

Financial Statements

Statement of Investments

31 December 2020

	Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity		Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity
Equities 99.21% (2019: 98.78%)							
Communication Services 10.65% (2019: 10.28%)							
Facebook Inc.	215,456	58,604,035	2.06	Etsy Inc.	11,204	2,051,789	0.07
Alphabet Inc. Class A	26,891	46,716,928	1.64	Lennar Corp. Class A	24,459	1,901,687	0.07
Alphabet Inc. Class C	26,063	45,230,252	1.59	Las Vegas Sands Corp.	29,186	1,717,888	0.06
Walt Disney Co.	162,349	29,438,747	1.04	Expedia Group Inc.	12,080	1,595,889	0.06
Verizon Communications Inc.	369,947	21,471,729	0.76	Garmin Ltd.	13,257	1,580,102	0.06
Comcast Corp.	409,349	21,036,451	0.74	Tractor Supply Co.	10,352	1,482,613	0.05
Netflix Inc.	39,596	20,808,886	0.73	Carnival Corp.	66,093	1,428,931	0.05
AT&T Inc.	639,289	18,187,781	0.64	Ulta Beauty Inc.	5,007	1,414,728	0.05
Charter Communications Inc.	13,041	8,521,511	0.30	CarMax Inc.	14,566	1,371,826	0.05
T-Mobile US Inc.	52,208	6,951,495	0.25	Darden Restaurants Inc.	11,570	1,356,235	0.05
Activision Blizzard Inc.	69,221	6,350,335	0.22	Domino's Pizza Inc.	3,501	1,346,485	0.05
Twitter Inc.	71,597	3,883,421	0.14	NVR Inc.	323	1,337,498	0.05
Electronic Arts Inc.	26,130	3,730,058	0.13	Pool Corp.	3,568	1,314,701	0.05
Take-Two Interactive Software Inc.	10,463	2,165,842	0.08	Genuine Parts Co.	12,819	1,277,285	0.04
ViacomCBS Inc.	50,208	1,845,144	0.07	Tiffany & Co.	9,602	1,262,279	0.04
Omnicom Group Inc.	19,108	1,179,155	0.04	Royal Caribbean Cruises Ltd.	16,547	1,216,205	0.04
Live Nation Entertainment Inc.	12,667	942,045	0.03	MGM Resorts International	36,433	1,136,345	0.04
Fox Corp. Class A	29,835	869,094	0.03	Hasbro Inc.	11,324	1,061,625	0.04
CenturyLink Inc.	87,769	851,359	0.03	PulteGroup Inc.	23,845	1,054,664	0.04
Interpublic Group of Cos Inc.	34,624	815,049	0.03	Whirlpool Corp.	5,551	1,020,995	0.04
DISH Network Corp.	21,951	688,822	0.02	Wynn Resorts Ltd.	8,629	973,092	0.03
Discovery Inc. Class C	23,590	614,755	0.02	Advance Auto Parts Inc.	6,030	947,132	0.03
News Corp. Class B	29,798	533,384	0.02	LKQ Corp.	24,882	878,583	0.03
Discovery Inc. Class A	17,789	531,891	0.02	BorgWarner Inc.	21,733	854,324	0.03
Fox Corp. Class B	13,919	399,475	0.01	L Brands Inc.	20,758	787,766	0.03
News Corp. Class A	15,841	284,821	0.01	Tapestry Inc.	24,535	765,492	0.03
		302,652,465	10.65	Mohawk Industries Inc.	5,308	752,993	0.03
Consumer Discretionary 12.70% (2019: 9.65%)				Norwegian Cruise Line Holdings Ltd.	28,051	715,301	0.03
Amazon.com Inc.	38,220	125,170,500	4.40	Newell Brands Inc.	33,495	707,079	0.02
Tesla Inc.	67,968	47,577,601	1.67	PVH Corp.	6,344	600,142	0.02
Home Depot Inc.	96,451	25,614,493	0.90	Leggett & Platt Inc.	11,787	519,335	0.02
NIKE Inc.	112,460	15,935,583	0.56	Hanesbrands Inc.	31,038	454,396	0.02
McDonald's Corp.	66,867	14,125,655	0.50	Ralph Lauren Corp.	4,287	442,247	0.02
Starbucks Corp.	105,022	11,142,834	0.39	Gap Inc.	18,403	375,237	0.01
Lowe's Cos Inc.	65,585	10,533,607	0.37	Under Armour Inc. Class A	16,268	282,901	0.01
Booking Holdings Inc.	3,667	8,060,323	0.28	Under Armour Inc. Class C	17,870	268,230	0.01
Target Corp.	44,781	7,809,359	0.27			360,898,034	12.70
TJX Cos Inc.	107,644	7,375,767	0.26	Consumer Staples 6.46% (2019: 7.14%)			
General Motors Co.	113,126	4,724,142	0.17	Procter & Gamble Co.	221,634	30,654,202	1.08
Dollar General Corp.	22,006	4,618,399	0.16	Coca-Cola Co.	346,597	18,896,473	0.66
Ross Stores Inc.	32,046	3,924,033	0.14	PepsiCo Inc.	123,497	18,213,339	0.64
Chipotle Mexican Grill Inc.	2,522	3,460,184	0.12	Walmart Inc.	124,007	17,881,811	0.63
Aptiv plc	24,375	3,188,252	0.11	Costco Wholesale Corp.	39,540	14,827,105	0.52
Marriott International Inc.	24,131	3,144,030	0.11	Philip Morris International Inc.	139,877	11,394,383	0.40
Ford Motor Co.	352,910	3,116,195	0.11	Mondelez International Inc.	127,925	7,432,443	0.26
eBay Inc.	59,180	2,995,104	0.11	Altria Group Inc.	166,956	6,783,422	0.24
Yum! Brands Inc.	27,261	2,968,723	0.10	Colgate-Palmolive Co.	76,754	6,521,020	0.23
O'Reilly Automotive Inc.	6,549	2,951,307	0.10	Estee Lauder Cos Inc.	20,319	5,342,272	0.19
Hilton Worldwide Holdings Inc.	25,149	2,758,342	0.10	Kimberly-Clark Corp.	30,599	4,086,802	0.14
VF Corp.	28,997	2,486,785	0.09	Sysco Corp.	45,943	3,373,597	0.12
AutoZone Inc.	2,101	2,465,692	0.09	Constellation Brands Inc.	15,299	3,330,133	0.12
Dollar Tree Inc.	21,362	2,305,816	0.08	General Mills Inc.	55,159	3,228,456	0.11
Best Buy Co. Inc.	20,970	2,127,828	0.07	Monster Beverage Corp.	33,383	3,055,214	0.11
DR Horton Inc.	29,478	2,063,460	0.07	Walgreens Boots Alliance Inc.	65,138	2,562,534	0.09
				Archer-Daniels-Midland Co.	50,437	2,523,872	0.09
				Clorox Co.	11,449	2,308,233	0.08

	Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity		Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity
Kroger Co.	70,391	2,223,658	0.08	Marsh & McLennan Cos Inc.	45,501	5,248,085	0.18
McCormick & Co. Inc	22,097	2,089,492	0.07	Progressive Corp.	52,544	5,139,854	0.18
Kraft Heinz Co.	57,578	1,995,078	0.07	Aon plc	20,556	4,263,314	0.15
Hershey Co.	13,107	1,971,162	0.07	Moody's Corp.	14,526	4,155,308	0.15
Church & Dwight Co. Inc	22,079	1,919,327	0.07	Capital One Financial Corp.	41,429	4,060,042	0.14
Tyson Foods Inc.	26,135	1,656,436	0.06	MSCI Inc.	7,480	3,272,126	0.12
Conagra Brands Inc.	43,408	1,571,370	0.06	MetLife Inc.	69,378	3,224,689	0.11
Kellogg Co.	22,599	1,390,516	0.05	Travelers Cos Inc.	22,869	3,180,621	0.11
Brown-Forman Corp.	16,219	1,273,354	0.04	Bank of New York Mellon Corp.	73,696	3,072,391	0.11
J M Smucker Co.	10,138	1,163,741	0.04	T Rowe Price Group Inc.	20,453	3,059,975	0.11
Hormel Foods Corp.	24,939	1,160,661	0.04	Allstate Corp.	27,483	2,972,836	0.10
Lamb Weston Holdings Inc.	13,045	1,012,162	0.04	American International Group Inc.	78,326	2,939,582	0.10
Campbell Soup Co.	17,995	863,760	0.03	Prudential Financial Inc.	35,191	2,720,616	0.10
Molson Coors Beverage Co.	16,726	754,677	0.03	Aflac Inc.	58,045	2,554,560	0.09
		183,460,705	6.46	Discover Financial Services	27,236	2,427,545	0.09
Energy 2.29% (2019: 4.26%)				Willis Towers Watson plc	11,697	2,406,776	0.08
Exxon Mobil Corp.	378,932	15,721,889	0.55	First Republic Bank	15,646	2,266,636	0.08
Chevron Corp.	172,518	14,664,030	0.52	State Street Corp.	31,350	2,255,005	0.08
ConocoPhillips	96,891	3,874,671	0.14	Arthur J Gallagher & Co.	17,087	2,083,931	0.07
Phillips 66	39,800	2,805,904	0.10	Ameriprise Financial Inc.	10,483	2,004,454	0.07
Schlumberger NV	127,245	2,738,326	0.10	MarketAxess Holdings Inc.	3,373	1,900,382	0.07
EOG Resources Inc.	53,146	2,673,249	0.09	SVB Financial Group	4,733	1,795,937	0.06
Marathon Petroleum Corp.	57,827	2,399,820	0.08	Fifth Third Bancorp	63,312	1,718,921	0.06
Kinder Morgan Inc.	173,054	2,348,343	0.08	Northern Trust Corp.	18,495	1,704,499	0.06
Williams Cos Inc.	107,861	2,148,591	0.08	Synchrony Financial	48,248	1,650,564	0.06
Valero Energy Corp.	36,243	2,050,629	0.07	Hartford Financial Services Group Inc.	31,844	1,530,741	0.05
Pioneer Natural Resources Co.	14,616	1,657,454	0.06	KeyCorp	90,580	1,470,129	0.05
ONEOK Inc.	39,499	1,497,407	0.05	M&T Bank Corp.	11,403	1,435,182	0.05
Halliburton Co.	78,484	1,493,551	0.05	Citizens Financial Group Inc.	39,517	1,395,747	0.05
Occidental Petroleum Corp.	74,498	1,326,809	0.05	Regions Financial Corp.	85,372	1,357,415	0.05
Hess Corp.	24,299	1,299,511	0.05	Nasdaq Inc.	10,203	1,326,390	0.05
Baker Hughes Co.	60,975	1,290,841	0.04	Cincinnati Financial Corp.	13,298	1,152,139	0.04
Concho Resources Inc.	17,461	1,015,183	0.04	Huntington Bancshares Inc.	90,433	1,132,221	0.04
Diamondback Energy Inc.	13,999	686,091	0.02	Principal Financial Group Inc.	22,706	1,103,512	0.04
Cabot Oil & Gas Corp.	35,261	581,806	0.02	Raymond James Financial Inc.	10,830	1,022,027	0.04
Devon Energy Corp.	33,798	540,430	0.02	Loews Corp.	20,768	919,815	0.03
Apache Corp.	33,562	483,293	0.02	Cboe Global Markets Inc.	9,602	884,152	0.03
National Oilwell Varco Inc.	34,576	474,728	0.02	W R Berkley Corp.	12,511	828,604	0.03
Marathon Oil Corp.	69,707	469,825	0.02	Everest Re Group Ltd.	3,552	819,517	0.03
TechnipFMC plc (US listing)	37,285	355,326	0.01	Lincoln National Corp.	16,148	799,165	0.03
HollyFrontier Corp.	13,167	340,894	0.01	Globe Life Inc.	8,558	796,579	0.03
		64,938,601	2.29	Assurant Inc.	5,272	708,873	0.02
Financials 10.29% (2019: 12.81%)				Comerica Inc.	12,298	683,154	0.02
Berkshire Hathaway Inc. Class B	174,306	39,964,883	1.41	Zions Bancorp	14,503	626,530	0.02
JPMorgan Chase & Co.	273,180	34,172,090	1.20	Franklin Resources Inc.	24,217	598,160	0.02
Bank of America Corp.	682,886	20,507,078	0.72	Invesco Ltd.	33,480	579,204	0.02
Citigroup Inc.	186,260	11,300,394	0.40	People's United Financial Inc.	37,875	490,102	0.02
Wells Fargo & Co.	369,793	11,001,342	0.39	Unum Group	18,105	405,552	0.01
BlackRock Inc.	12,744	9,016,125	0.32			292,337,349	10.29
Morgan Stanley	127,834	8,667,145	0.30	Health Care 13.29% (2019: 14.03%)			
Goldman Sachs Group Inc.	30,774	7,964,311	0.28	Johnson & Johnson	235,667	36,825,328	1.29
Charles Schwab Corp.	133,498	7,015,320	0.25	UnitedHealth Group Inc.	84,990	29,324,950	1.03
American Express Co.	58,419	6,993,338	0.25	Pfizer Inc.	498,055	18,258,702	0.64
S&P Global Inc.	21,535	6,983,800	0.25	Merck & Co. Inc	226,420	18,258,511	0.64
Chubb Ltd.	40,438	6,161,134	0.22	Abbott Laboratories	158,711	17,167,771	0.60
Truist Financial Corp.	121,200	5,746,092	0.20	AbbVie Inc.	158,183	16,650,344	0.59
CME Group Inc. (US listing)	32,178	5,745,704	0.20	Thermo Fisher Scientific Inc.	35,487	16,379,735	0.58
Intercontinental Exchange Inc.	50,315	5,697,671	0.20	Medtronic plc	120,723	13,973,689	0.49
US Bancorp	123,149	5,680,863	0.20	Danaher Corp.	56,629	12,505,383	0.44
PNC Financial Services Group Inc.	38,000	5,576,500	0.20				

	Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity		Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity
Bristol-Myers Squibb Co.	202,822	12,457,331	0.44	Boeing Co.	47,486	10,268,373	0.36
Eli Lilly and Co.	71,241	11,902,235	0.42	Raytheon Technologies Corp.	135,985	9,702,530	0.34
Amgen Inc.	52,221	11,870,356	0.42	3M Co.	51,830	9,024,641	0.32
Intuitive Surgical Inc.	10,527	8,584,979	0.30	Caterpillar Inc.	48,833	8,802,149	0.31
CVS Health Corp.	117,091	7,927,061	0.28	General Electric Co.	784,455	8,354,446	0.29
Stryker Corp.	29,274	7,087,235	0.25	Lockheed Martin Corp.	22,019	7,790,762	0.27
Anthem Inc.	22,286	7,023,433	0.25	Deere & Co.	28,034	7,478,350	0.26
Zoetis Inc.	42,545	6,998,653	0.25	CSX Corp.	68,516	6,163,699	0.22
Cigna Corp.	32,398	6,610,812	0.23	FedEx Corp.	21,656	5,623,847	0.20
Becton Dickinson and Co.	25,972	6,421,058	0.23	Norfolk Southern Corp.	22,787	5,387,986	0.19
Gilead Sciences Inc.	112,264	6,354,142	0.22	Illinois Tool Works Inc.	25,843	5,214,600	0.18
Vertex Pharmaceuticals Inc.	23,321	5,418,634	0.19	Emerson Electric Co.	53,772	4,308,213	0.15
Edwards Lifesciences Corp.	55,935	5,020,726	0.18	Eaton Corp plc	35,844	4,275,114	0.15
Humana Inc.	11,883	4,843,511	0.17	Northrop Grumman Corp.	13,944	4,219,594	0.15
Illumina Inc.	13,110	4,802,980	0.17	Waste Management Inc.	34,978	4,077,385	0.14
Boston Scientific Corp.	128,650	4,579,940	0.16	Roper Technologies Inc.	9,438	3,987,744	0.14
Regeneron Pharmaceuticals Inc.	9,420	4,500,970	0.16	L3Harris Technologies Inc.	18,940	3,563,940	0.13
HCA Healthcare Inc.	23,760	3,874,544	0.14	Trane Technologies plc	21,689	3,139,483	0.11
IDEXX Laboratories Inc.	7,680	3,805,517	0.13	Parker-Hannifin Corp.	11,633	3,135,093	0.11
Baxter International Inc.	46,015	3,644,388	0.13	General Dynamics Corp.	21,079	3,122,434	0.11
Align Technology Inc.	6,471	3,409,376	0.12	Johnson Controls International plc	65,430	3,030,717	0.11
Biogen Inc.	13,879	3,379,121	0.12	TransDigm Group Inc.	4,919	3,025,185	0.11
Agilent Technologies Inc.	27,614	3,247,130	0.11	Cummins Inc.	13,376	3,008,396	0.11
DexCom Inc.	8,671	3,164,482	0.11	IHS Markit Ltd.	33,683	2,983,642	0.10
Centene Corp.	52,369	3,090,298	0.11	Verisk Analytics Inc.	14,447	2,976,660	0.10
IQVIA Holdings Inc.	17,317	3,083,120	0.11	Cintas Corp.	7,953	2,787,607	0.10
Alexion Pharmaceuticals Inc.	19,767	3,079,898	0.11	Carrier Global Corp.	73,720	2,773,352	0.10
Zimmer Biomet Holdings Inc.	18,747	2,846,921	0.10	PACCAR Inc.	30,783	2,633,486	0.09
ResMed Inc.	13,114	2,758,400	0.10	Rockwell Automation Inc.	10,524	2,630,895	0.09
McKesson Corp.	14,555	2,518,016	0.09	Stanley Black & Decker Inc.	14,517	2,584,608	0.09
Mettler-Toledo International Inc.	2,158	2,457,121	0.09	Fastenal Co.	52,019	2,543,209	0.09
Cerner Corp.	27,884	2,177,185	0.08	Otis Worldwide Corp.	36,931	2,469,210	0.09
Viatis Inc.	107,207	1,954,384	0.07	AMETEK Inc.	20,443	2,455,204	0.09
West Pharmaceutical Services Inc.	6,569	1,840,897	0.06	Southwest Airlines Co.	52,455	2,422,372	0.09
Laboratory Corp. of America Holdings	8,655	1,740,953	0.06	Copart Inc.	18,860	2,385,226	0.08
Teleflex Inc.	4,138	1,685,159	0.06	Delta Air Lines Inc.	56,682	2,284,285	0.08
Hologic Inc.	22,838	1,642,281	0.06	Equifax Inc.	11,072	2,124,386	0.07
Cooper Cos Inc.	4,358	1,556,983	0.05	Fortive Corp.	29,963	2,079,132	0.07
Catalent Inc.	14,637	1,515,222	0.05	Republic Services Inc.	18,697	1,785,563	0.06
Incyte Corp.	16,543	1,431,631	0.05	Kansas City Southern	8,565	1,733,129	0.06
Varian Medical Systems Inc.	8,117	1,421,043	0.05	Old Dominion Freight Line Inc.	8,548	1,663,355	0.06
STERIS plc	7,582	1,419,881	0.05	WW Grainger Inc.	4,006	1,625,314	0.06
Quest Diagnostics Inc.	11,975	1,412,930	0.05	Xylem Inc.	16,015	1,613,992	0.06
PerkinElmer Inc.	9,950	1,402,254	0.05	Dover Corp.	12,804	1,592,818	0.06
Cardinal Health Inc.	26,074	1,380,618	0.05	Ingersoll Rand Inc.	33,032	1,494,698	0.05
Waters Corp.	5,513	1,349,086	0.05	United Rentals Inc.	6,411	1,472,799	0.05
ABIOMED Inc.	4,016	1,302,710	0.04	Expeditors International of Washington Inc.	15,051	1,422,018	0.05
AmerisourceBergen Corp.	13,068	1,264,329	0.04	IDEX Corp.	6,728	1,324,676	0.05
Bio-Rad Laboratories Inc.	1,918	1,098,017	0.04	Teledyne Technologies Inc.	3,278	1,279,764	0.05
DENTSPLY SIRONA Inc.	19,424	1,001,501	0.03	Masco Corp.	23,262	1,269,640	0.04
Universal Health Services Inc.	6,907	943,151	0.03	Jacobs Engineering Group Inc.	11,515	1,238,784	0.04
Henry Schein Inc.	12,688	832,713	0.03	Westinghouse Air Brake Technologies Corp.	15,901	1,156,162	0.04
DaVita Inc.	6,569	755,895	0.03	United Airlines Holdings Inc.	25,997	1,154,527	0.04
Perrigo Co. plc	12,065	538,461	0.02	CH Robinson Worldwide Inc.	12,099	1,128,111	0.04
		377,774,085	13.29	Fortune Brands Home & Security Inc.	12,318	1,060,333	0.04
Industrials 8.33% (2019: 8.97%)				JB Hunt Transport Services Inc.	7,419	1,004,607	0.04
Honeywell International Inc.	62,766	13,243,626	0.47	Howmet Aerospace Inc.	34,684	987,107	0.03
Union Pacific Corp.	60,459	12,475,716	0.44	Textron Inc.	20,325	982,917	0.03
United Parcel Service Inc.	64,183	10,705,084	0.38				

	Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity		Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity
Allegion plc	8,183	942,763	0.03	Maxim Integrated Products Inc.	23,752	2,078,538	0.07
Quanta Services Inc.	12,386	883,369	0.03	FleetCor Technologies Inc.	7,412	1,994,421	0.07
American Airlines Group Inc.	54,288	872,951	0.03	Paycom Software Inc.	4,353	1,946,183	0.07
Snap-on Inc.	4,818	820,794	0.03	VeriSign Inc.	8,925	1,917,447	0.07
Pentair plc	14,750	775,555	0.03	Zebra Technologies Corp.	4,738	1,818,065	0.06
Rollins Inc.	19,625	751,049	0.03	Fortinet Inc.	11,973	1,779,667	0.06
A O Smith Corp.	11,998	655,691	0.02	Teradyne Inc.	14,756	1,772,491	0.06
Nielsen Holdings plc	31,658	649,939	0.02	Qorvo Inc.	10,135	1,711,497	0.06
Robert Half International Inc.	10,132	627,779	0.02	CDW Corp.	12,709	1,649,882	0.06
Huntington Ingalls Industries Inc.	3,582	601,919	0.02	Broadridge Financial Solutions Inc.	10,275	1,566,218	0.06
Alaska Air Group Inc.	10,956	576,395	0.02	Tyler Technologies Inc.	3,583	1,535,029	0.05
Flowserve Corp.	11,584	426,059	0.02	Akamai Technologies Inc.	14,467	1,516,286	0.05
		236,836,958	8.33	Citrix Systems Inc.	10,942	1,407,907	0.05
Information Technology 27.50% (2019: 22.85%)				Arista Networks Inc.	4,840	1,403,600	0.05
Apple Inc.	1,432,252	191,921,786	6.75	Western Digital Corp.	27,019	1,348,248	0.05
Microsoft Corp.	677,505	150,284,168	5.29	NetApp Inc.	20,571	1,342,672	0.05
Visa Inc.	151,975	33,191,342	1.17	Hewlett Packard Enterprise Co.	114,412	1,335,188	0.05
NVIDIA Corp.	55,476	29,150,420	1.03	Gartner Inc.	7,935	1,258,015	0.04
Mastercard Inc.	78,880	28,004,768	0.99	Leidos Holdings Inc.	11,890	1,234,777	0.04
PayPal Holdings Inc.	105,019	24,364,409	0.86	Seagate Technology plc	19,870	1,204,122	0.04
Adobe Inc.	42,985	21,406,101	0.75	NortonLifeLock Inc.	52,599	1,091,429	0.04
salesforce.com Inc.	82,042	18,235,476	0.64	Jack Henry & Associates Inc.	6,783	1,078,022	0.04
Intel Corp.	367,259	17,903,881	0.63	F5 Networks Inc.	5,491	968,173	0.03
Cisco Systems Inc.	378,646	16,804,315	0.59	Western Union Co.	36,541	799,152	0.03
Broadcom Inc.	36,254	15,817,983	0.56	IPG Photonics Corp.	3,161	705,535	0.02
QUALCOMM Inc.	101,380	15,240,457	0.54	Juniper Networks Inc.	29,308	651,224	0.02
Accenture plc	56,755	14,620,089	0.51	DXC Technology Co.	22,537	552,607	0.02
Texas Instruments Inc.	82,180	13,384,658	0.47	FLIR Systems Inc.	11,594	505,035	0.02
Oracle Corp.	170,099	10,944,173	0.39	Vontier Corp.	11,905	393,460	0.01
International Business Machines Corp.	80,069	9,946,173	0.35	Xerox Holdings Corp.	14,827	337,759	0.01
Advanced Micro Devices Inc.	107,572	9,909,533	0.35			781,464,927	27.50
ServiceNow Inc.	17,449	9,544,778	0.34	Materials 2.61% (2019: 2.62%)			
Intuit Inc.	23,511	8,817,095	0.31	Linde plc	47,041	12,346,382	0.43
Fidelity National Information Services Inc.	55,509	7,744,061	0.27	Air Products and Chemicals Inc.	19,826	5,341,521	0.19
Micron Technology Inc.	99,672	7,215,256	0.25	Sherwin-Williams Co.	7,331	5,340,194	0.19
Applied Materials Inc.	81,819	7,117,435	0.25	Ecolab Inc.	22,299	4,799,860	0.17
Automatic Data Processing Inc.	38,389	6,685,060	0.24	DuPont de Nemours Inc.	65,931	4,636,927	0.16
Lam Research Corp.	12,911	6,226,975	0.22	Newmont Corp.	72,221	4,370,815	0.15
Autodesk Inc.	19,707	5,892,393	0.21	Dow Inc.	66,832	3,711,181	0.13
Fiserv Inc.	51,541	5,801,455	0.20	Freeport-McMoRan Inc.	130,987	3,473,783	0.12
Global Payments Inc.	26,874	5,645,690	0.20	PPG Industries Inc.	21,338	3,052,188	0.11
Analog Devices Inc.	33,180	4,860,870	0.17	Ball Corp.	29,601	2,755,855	0.10
Cognizant Technology Solutions Corp.	48,128	3,916,175	0.14	Corteva Inc.	66,200	2,559,292	0.09
TE Connectivity Ltd.	29,853	3,574,598	0.13	LyondellBasell Industries NV	22,848	2,079,853	0.07
KLA Corp.	13,783	3,556,979	0.13	International Paper Co.	34,933	1,730,930	0.06
Synopsys Inc.	13,758	3,548,876	0.12	Vulcan Materials Co.	11,774	1,717,827	0.06
Amphenol Corp.	26,586	3,463,890	0.12	Amcor plc	139,369	1,645,948	0.06
Cadence Design Systems Inc.	25,158	3,406,896	0.12	Martin Marietta Materials Inc.	5,533	1,547,303	0.05
Microchip Technology Inc.	23,503	3,211,216	0.11	Nucor Corp.	26,833	1,420,807	0.05
Xilinx Inc.	22,134	3,143,029	0.11	Albemarle Corp.	9,460	1,407,270	0.05
HP Inc.	124,107	3,023,255	0.11	Celanese Corp.	10,389	1,348,700	0.05
ANSYS Inc.	7,771	2,827,168	0.10	FMC Corp.	11,531	1,317,532	0.05
Paychex Inc.	28,973	2,674,210	0.09	Eastman Chemical Co.	12,040	1,211,706	0.04
Motorola Solutions Inc.	15,363	2,560,705	0.09	Packaging Corp. of America	8,427	1,159,218	0.04
Corning Inc.	69,299	2,494,764	0.09	Avery Dennison Corp.	7,413	1,146,791	0.04
Skyworks Solutions Inc.	15,085	2,310,420	0.08	International Flavors & Fragrances Inc.	9,505	1,045,550	0.04
Keysight Technologies Inc.	16,469	2,169,297	0.08	Westrock Co.	23,304	1,008,131	0.04
				CF Industries Holdings Inc.	19,007	720,935	0.03

	Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity		Number of Shares	Fair Value US Dollars (\$)	% of Total Net Equity
Mosaic Co.	30,606	684,044	0.02				
Sealed Air Corp.	13,789	632,777	0.02				
		74,213,320	2.61				
Real Estate 2.38% (2019: 2.88%)							
American Tower Corp. REIT	39,823	8,751,502	0.31				
Prologis Inc. REIT	66,459	6,556,845	0.23				
Crown Castle International Corp. REIT	38,720	6,032,576	0.21				
Equinix Inc. REIT	8,006	5,616,049	0.20				
Digital Inc. REIT	25,256	3,490,128	0.12				
Public Storage REIT	13,760	3,153,930	0.11				
SBA Communications Corp. REIT	10,056	2,769,021	0.10				
Simon Property Group Inc. REIT	29,704	2,480,880	0.09				
Welltower Inc. REIT	37,083	2,356,625	0.08				
Weyerhaeuser Co. REIT	66,328	2,233,927	0.08				
AvalonBay Communities Inc. REIT	12,723	2,016,342	0.07				
Realty Income Corp. REIT	32,011	1,950,754	0.07				
Alexandria Real Estate Equities Inc. REIT	11,004	1,924,930	0.07				
CBRE Group Inc.	29,811	1,866,765	0.06				
Equity Residential REIT	31,294	1,835,084	0.06				
Ventas Inc. REIT	33,286	1,611,708	0.06				
Healthpeak Properties Inc. REIT	47,850	1,428,801	0.05				
Essex Property Trust Inc. REIT	5,795	1,372,372	0.05				
Extra Space Storage Inc. REIT	11,485	1,319,512	0.05				
Duke Realty Corp. REIT	33,054	1,305,302	0.05				
Mid-America Apartment Communities Inc. REIT	10,166	1,267,904	0.04				
Boston Properties Inc. REIT	12,591	1,175,748	0.04				
UDR Inc. REIT	26,178	993,455	0.03				
Host Hotels & Resorts Inc. REIT	62,697	917,257	0.03				
Iron Mountain Inc. REIT	25,581	746,709	0.03				
Regency Centers Corp. REIT	13,991	639,808	0.02				
Kimco Realty Corp. REIT	38,450	567,906	0.02				
Federal Realty Investment Trust REIT	6,100	516,365	0.02				
Vornado REIT	13,947	507,252	0.02				
SL Green Realty Corp. REIT	6,455	372,712	0.01				
		67,778,169	2.38				
				Utilities 2.71% (2019: 3.29%)			
				NextEra Energy Inc.	175,672	13,333,507	0.47
				Duke Energy Corp.	66,518	6,027,198	0.21
				Southern Co.	95,682	5,796,419	0.20
				Dominion Energy Inc.	73,840	5,463,424	0.19
				Exelon Corp.	87,907	3,689,457	0.13
				American Electric Power Co. Inc	44,726	3,646,511	0.13
				Sempra Energy	26,033	3,277,815	0.11
				Xcel Energy Inc.	46,689	3,069,802	0.11
				Public Service Enterprise Group Inc.	45,819	2,624,516	0.09
				Eversource Energy	30,462	2,603,892	0.09
				WEC Energy Group Inc.	28,024	2,536,172	0.09
				American Water Works Co. Inc	16,104	2,425,101	0.08
				Consolidated Edison Inc.	30,400	2,154,752	0.08
				Edison International	33,637	2,082,130	0.07
				DTE Energy Co.	17,199	2,059,236	0.07
				PPL Corp.	68,321	1,882,927	0.07
				Entergy Corp.	17,794	1,750,040	0.06
				Ameren Corp.	21,963	1,694,885	0.06
				CMS Energy Corp.	25,442	1,524,994	0.05
				FirstEnergy Corp.	48,223	1,445,243	0.05
				AES Corp.	59,109	1,354,187	0.05
				Alliant Energy Corp.	22,199	1,120,828	0.04
				Eversource Energy	20,162	1,090,563	0.04
				Atmos Energy Corp.	11,188	1,043,505	0.04
				CenterPoint Energy Inc.	48,420	1,036,188	0.04
				Pinnacle West Capital Corp.	10,009	791,211	0.03
				NRG Energy Inc.	21,656	787,412	0.03
				NiSource Inc.	34,070	769,641	0.03
					77,081,556	2.71	
				Total Equities	2,819,436,169	99.21	
				Fixed Income 0.04% (2019: Nil)			
				Government Bonds 0.04% (2019: Nil)			
				United States Treasury Bill 16/2/21 ¹	1,308,000	1,307,910	0.04
					1,307,910	0.04	
				Total Fixed Income	1,307,910	0.04	
				Financial Assets at Fair Value Through Profit or Loss	2,820,744,079	99.25%	

	Number of Contracts	Notional Amount	Unrealised Gain/(Loss) US Dollars (\$)	% of Total Net Equity
Financial Derivative Instruments 0.01% (2019: 0.01%)				
Futures² 0.01% (2019: 0.01%)				
S&P 500 E-mini Futures 19 March 2021	6,350	23,417,131	225,506	0.01%
Net Unrealised Gain on Open Futures Contracts			225,506	0.01%
Total Financial Derivative Instruments			225,506	0.01%

	Fair Value US Dollars (\$)	% of Total Net Equity
Other Assets and Liabilities	21,019,723	0.74%
Net Equity Attributable to Holders of Redeemable Units ("Net Equity")	2,841,989,308	100.00%

¹ Denotes securities pledged in full or part as collateral for derivatives.

² The counterparty for futures contracts is Morgan Stanley.

Analysis of Total Net Equity	US Dollars (\$)	% of Total Net Equity
(a) Transferable securities admitted to an official stock exchange listing	2,819,436,169	99.21
(b) Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market	1,307,910	0.04
(c) Financial derivative instruments	225,506	0.01
(d) Other assets and liabilities	21,019,723	0.74
Total Net Equity	2,841,989,308	100.00

Statement of Assets and Liabilities

	US Dollars (\$) As at 31 December 2020	US Dollars (\$) As at 31 December 2019
Current Assets		
Financial Assets at Fair Value Through Profit or Loss	2,820,744,079	2,466,372,749
Financial Derivative Instruments	225,506	284,992
Cash	32,329,026	26,100,128
Receivables:		
Cash Collateral	110,000	1,191,500
Interest and Dividends	2,075,368	2,526,872
Capital Units Issued	11,277,929	3,430,313
Investment Sold	—	14,426
Total Current Assets	2,866,761,908	2,499,920,980
Equity		
Net Equity Attributable to Holders of Redeemable Units ("Net Equity")	2,841,989,308	2,496,925,387
Total Equity	2,841,989,308	2,496,925,387
Current Liabilities		
Payables and Other Liabilities:		
Investments Purchased	24,052,288	2,540,387
Management Fees Payable	471,742	422,461
Payable to Equity Holders	248,570	32,745
Total Current Liabilities	24,772,600	2,995,593
Total Equity and Liabilities	2,866,761,908	2,499,920,980

Net Equity Value Per Unit

	As at 31 December 2020	As at 31 December 2019	As at 31 December 2018
GBP Accumulation Units (£)			
US (\$) Equivalent	\$2,841,989,308	\$2,496,925,387	\$2,155,406,152
Net Equity Attributable to Holders of Redeemable Units	£2,079,074,542	£1,884,826,601	£1,692,373,181
Number of Units Outstanding	5,069,251	5,257,077	5,936,257
Net Equity Value Per Unit¹	£410.13	£358.53	£285.09

On behalf of the Board of Directors of the Manager,



Sean P. Hagerty
Peter Blessing
28 April 2021

¹ The net equity value per unit shown may diverge from the net equity value per unit used for dealing purposes because of any adjustments for swing pricing and trade date accounting. The accompanying notes form an integral part of the financial statements.

Statement of Operations

	US Dollars (\$) Year Ended 31 December 2020	US Dollars (\$) Year Ended 31 December 2019
Investment Income		
Dividend Income	45,537,011	48,926,698
Interest Income	10,032	60,236
Net Gain on Financial Instruments	384,278,795	594,735,593
Total Investment Income	429,825,838	643,722,527
Expenses		
Management Fees	4,918,479	4,856,361
Transaction Fees and Commissions	76,407	103,909
Total Expenses	4,994,886	4,960,270
Finance Cost		
Interest Expense	1,402	6,497
Total Finance Cost	1,402	6,497
Net Investment Income	424,829,550	638,755,760
Foreign Withholding Tax	(37)	—
Net Increase in Net Equity	424,829,513	638,755,760

Statement of Changes in Equity

	US Dollars (\$) Year Ended 31 December 2020	US Dollars (\$) Year Ended 31 December 2019
Increase in Net Equity		
Net Increase in Net Equity	424,829,513	638,755,760
Capital Transactions		
Subscriptions	456,761,510	494,423,791
Redemptions	(536,527,102)	(791,660,316)
Total Capital Transactions	(79,765,592)	(297,236,525)
Total Increase for the Year	345,063,921	341,519,235
Net Equity		
Beginning of Year	2,496,925,387	2,155,406,152
End of Year	2,841,989,308	2,496,925,387

Notes to the Financial Statements

1. General Information. Vanguard Common Contractual Fund (the "Fund") is a common contractual fund constituted by a Deed of Constitution governed by the laws of Ireland. The Fund is constituted as an umbrella fund insofar as the units of the Fund (the "Units") will be divided into different series of Units with each series of Units representing a separate investment portfolio of assets which will constitute a separate sub-fund (each a "Sub-Fund"; collectively "Sub-Funds"). Units of any particular series may be divided into different classes to accommodate different subscription and redemption provisions, other charges, dividends and fee arrangements, including different total ongoing charges figures.

The Fund was authorised by the Central Bank of Ireland (the "Central Bank") on 24 February 2006 as an Undertaking for Collective Investment in Transferable Securities (UCITS) under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2019 (the "UCITS Regulations").

Vanguard Group (Ireland) Limited (the "Manager") acts as Manager to the Sub-Fund. The registered office of the Manager is 70 Sir John Rogerson's Quay, Dublin D02 HD32, Ireland.

At 31 December 2020 one Sub-Fund was in issue:

	Commenced Operations
Vanguard U.S. Equity Index Common Contractual Fund	19 December 2011

The following Sub-Fund has received Central Bank approval but has not yet commenced trading:

	Central Bank Approval
Vanguard North America Stock Index Fund (the "North America Stock Index Fund")	24 February 2006

2. Basis of Preparation. These audited annual financial statements have been prepared in accordance with Financial Reporting Standard 102 ("FRS 102"), the Financial Reporting Standard applicable in the UK and the Republic of Ireland, the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the "CBI UCITS Regulations") and the UCITS Regulations. Accounting standards generally accepted in Ireland in preparing financial statements giving a true and fair view are those published by the Institute of Chartered Accountants in Ireland and issued by the Financial Reporting Council ("FRC").

The Sub-Fund has availed of the exemption contained in FRS 102, Section 7.1A, Cash Flow Statements, and have presented a Statement of Changes in Equity or Statement of Changes in Net Assets to Holders of Redeemable Units, as applicable, in place of a cash flow statement. In the opinion of the Directors of the Manager (the "Directors"), this information also satisfies the requirement of FRS 102, Section 10.4, Reporting Financial Performance, in relation to a reconciliation of movements in Unitholders' Equity or Net Assets.

These financial statements have been prepared on a going concern basis, subject to the historical cost convention, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss ("FVTPL").

3. Significant Accounting Policies.

(a) Critical Accounting Estimates and Judgements. The preparation of financial statements requires the use of certain critical accounting estimates. It also requires the Board of the Manager to exercise judgement when applying accounting policies. The estimates and associated judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about the classification of financial assets and liabilities, the carrying values of financial instruments, as well as the fair value of financial instruments in instances where information is not readily apparent from other sources.

(b) Revenue Recognition. Dividends, whether cash or stock, are recognised when the securities are quoted ex-dividend. Special dividends are treated as either capital or revenue depending on the facts of each particular case.

In the case of debt securities, any difference between acquisition cost and maturity value is recognised as revenue over the life of the security using the effective yield basis of calculating amortisation. Revenue from debt securities is accounted for on a basis which takes account of the amortisation of any discount or premium between the purchase price and the expected final maturity price over the remaining life of the security.

The treatment of returns from derivatives is dependent upon the nature of the transaction and considers both motives and circumstances to determine whether returns should be treated as capital or revenue. Where positions are undertaken to protect or enhance capital, the returns are considered capital. Similarly, where positions are undertaken for generating or protecting revenue, the returns are considered revenue. Where positions generate total returns, an apportionment of any such return between capital and revenue is made to properly reflect the nature of the transaction.

Bank interest is recognised on an accrual basis.

Revenue is recognised gross of any withholding taxes incurred.

(c) Taxation. Current tax is recognised as the amount of income tax paid or payable in respect of the taxable overseas net profit. Deferred taxation is provided on all timing differences that have originated but not reversed by the reporting date. Deferred tax is measured at the rates expected to apply for the year in which the timing differences will reverse. Deferred taxes are not discounted to reflect the time value of money and are only recognised to the extent they are expected to crystallise.

Withholding taxes on foreign dividends and capital gains have been provided for in accordance with the Sub-Fund's understanding of the applicable countries' tax rules and rates. Foreign capital gains tax is accounted for based upon net unrealised gains.

(d) Financial Assets and Financial Liabilities. FRS 102 requires a reporting entity to apply either (a) the full requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments Issues; (b) the recognition and measurement provisions of International Accounting Standards ("IAS") 39, Financial Instruments: Recognition and Measurement ("IAS 39"), and only the disclosure requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments; or (c) the recognition and measurement provisions of International Financial Reporting Standards ("IFRS") 9, Financial Instruments, and only the disclosure requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments. The Fund has elected to apply the recognition and measurement provisions of IAS 39 and the disclosure requirements of FRS 102.

Classification and Measurement. Financial assets and financial liabilities, including derivative investments, are classified and measured at FVTPL from the launch date. Obligations for net assets attributable to holders of redeemable units are presented at the redemption amount, which approximates their fair value. All other financial assets and liabilities are measured at amortised cost, which approximates fair value.

Recognition and Derecognition. Purchases and sales of financial instruments are recognised on the trade date, being the date on which the Sub-Fund commits itself to the purchase or sale. Financial instruments at FVTPL are initially recognised when the Sub-Fund become party to the contractual provisions of the instrument. Financial instruments are derecognised when the contractual rights to the cash flows from the instruments expire, or when substantially all the risks and rewards of ownership have been transferred. Realised gains and losses are specifically identified when securities are derecognised.

Equities. Equities (including warrants and rights) are valued at the latest available last traded value at year-end. Instruments traded on a recognised market are valued on the basis of valuations provided by a principal market maker or a pricing service. When applicable, unlisted and suspended instruments are based on the assessment of Vanguard Global Advisers, LLC ("the Investment Manager") on their net realisable value or the last traded price from broker-dealers for non-exchange-trade purposes.

Fixed Income. Fixed income securities traded in recognised markets are valued using the latest bid prices on the securities exchange in which they are principally traded or using valuations based on a matrix system (which considers such factors as security prices, yields, maturities and ratings), both as furnished by independent pricing services. The Sub-Fund holds a fixed income security as at 31 December 2020, please see the Statement of Investments for further details (31 December 2019: Nil).

Derivatives. Futures contracts are valued in an active market if quoted prices are readily and regularly available; this represents the amount that would be required to close the position.

(e) Fair Value Measurement. The Sub-Funds classify financial instruments measured at fair value using a three-level hierarchy. Instruments are categorised in their entirety based on the lowest level input that is significant to the fair value measurement. Assessing the significance and observability of a particular input requires significant judgement specific to an asset or liability. Inputs are considered to be observable when they are readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

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).

(f) Transaction Costs. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment. These costs include fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs incurred in the purchase and sale of securities designated at FVTPL are expensed on an accrual basis.

(g) Foreign Currency. All transactions in foreign currencies are translated into the Sub-Fund's functional currency, the US dollar (\$), at the exchange rates prevailing on the date of the transaction. At the reporting date, monetary assets and liabilities denominated in foreign currencies are translated at the prevailing exchange rates. Gains and losses arising on translation are included in total return and are reported on a net basis.

(h) Cash and Bank Overdrafts. Cash is composed of demand deposits with financial institutions or bank overdrafts. Bank overdrafts, when applicable, are presented as current liabilities. Cash held or pledged as collateral against financial transactions or derivative instruments is not included within Cash and Bank Overdrafts but is segregated and presented separately on the Statement of Assets and Liabilities as Cash Collateral.

In respect to unit issuances or redemptions, the Fund operates an umbrella cash account. Monies received or proceeds due will be held and transmitted through this account and are included in Cash and Bank Overdrafts.

Margin. Upon entering into futures contracts, cash deposits are required (initial margin) in an amount equal to a certain percentage of the contract value. Subsequent payments (variation margin) are made or received by the Sub-Funds each day. Margin against these derivative instruments is not included within Cash or Bank Overdrafts but is segregated and presented separately as Futures Margin Cash or Futures Margin Cash Due to Broker, as applicable.

(i) **Redeemable Participating Units.** Redeemable participating units provide Unitholders with the right to redeem their units for cash.

(j) **Trade Date Reporting.** Investment transactions for financial statement purposes as at 31 December 2020 are accounted for on the trade date. This is different from the basis used for the daily dealing net asset value, which is accounted for using the trade date plus one business day.

(k) **Offsetting.** Financial assets and liabilities are offset and the net amount reported when there is both a legally enforceable right to set off the recognised amounts and an intention to settle on a net basis, or realise the assets and settle the liability simultaneously. As at 31 December 2020, there were no financial assets or liabilities offset (31 December 2019: None).

(l) **Swing Pricing.** The Sub-Fund employs swing pricing as a means to prevent dilution. Swing pricing results from the Fund's determination to adjust the Sub-Fund's net asset value, on any dealing day, following a consideration of dealing activity (i.e. level of subscriptions and redemptions) and the level of costs associated with such activity. A dilution adjustment is exercised only for the purpose of reducing the negative effects of transaction charges in the interest of the non-dealing unit holders in the Sub-Fund and is applied consistently in respect of the Sub-Fund, and in respect of all assets of the Sub-Fund. The direction of the swing depends on whether there are net subscriptions or net redemptions in the Sub-Fund on the relevant dealing day, while the magnitude of the swing is based on pre-determined estimates of the average execution costs in the relevant asset classes in which the Sub-Fund is invested.

The dilution adjustment did not exceed 2% of the original net asset value per unit of the Sub-Fund during the year (31 December 2019: 2%).

4. Financial Risk Management.

Risk Management Policies.

Price Risk. Price risk is the risk that the value of financial instruments will fluctuate because of changes in the market. The Investment Manager considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors while continuing to follow the stated investment objective.

The investment objective for an index Sub-Fund is to seek to track as closely as reasonably possible the performance of the benchmark index. In order to achieve this objective, an index Sub-Fund invests primarily in securities held in the relevant benchmark index. An index Sub-Fund places limitations on the amount by which a holding may deviate from the proportion in the benchmark to limit the market risk from mismatched positions.

All investments present a risk of loss of capital. The Investment Manager assesses market risk volatility to ensure that the effect of using financial derivative instruments is not significant enough to cause disproportionate losses to overall value. The Investment Manager moderates this risk through careful selection of financial instruments.

Currency Risk. Currency risk is the risk that the value of the Sub-Fund's investments will fluctuate as a result of changes in currency exchange rates. Local interest rates and monetary policy, as well as other government fiscal and labour policies, can also adversely impact currency values. The Sub-Fund may enter into foreign currency contracts for hedging purposes, which can include the economic hedging of all or a portion of the currency exposure of an investment or group of investments. The Sub-Fund may also enter into these contracts for non-hedging purposes, which can include increasing the exposure to a foreign currency, or the shifting of exposure to foreign currency fluctuations from one country to another.

Interest Rate Risk. Revenue on fixed income securities may be affected by changes in interest rates relevant to particular securities or as a result of the Investment Manager's being unable to secure similar returns on the expiry of contracts or sale of securities. The value of fixed rate securities may be affected by interest rate movements or the expectation of such movements in the future. Interest receivable on bank deposits or payable on bank overdraft positions will also be affected by fluctuations in interest rates. Interest rate risk is not significant to the Sub-Fund.

Management of Market Risk (Including Price, Currency and Interest Rate Risks). The Investment Manager performs daily reviews of portfolio attributes, such as sector diversification, maturity, and credit quality, and makes adjustments where necessary to ensure that the risk components of the Sub-Fund closely match those of the benchmark. In addition, the Investment Manager and State Street Fund Services (Ireland) Limited (the "Administrator") perform daily checks of Sub-Fund performance against the benchmark. Potential tracking errors are raised and discussed by the Investment Manager and the Administrator for investigation and resolution. Market impact, currency discrepancies and interest rate exposure are investigated as possible causes.

Currency positions in a Sub-Fund's account are reconciled daily and discrepancies are immediately resolved. Procedures are established with the Investment Manager to trade currency as closely as possible to the close of the markets, so as to obtain exchange rates that closely approximate the rates used in the valuation of the Sub-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 Sub-Fund and thus performance of the Sub-Fund.

Market Risk Sensitivity Analysis. Market risk exposures to the Sub-Funds are measured using value at risk ("VaR"), which estimates the maximum expected loss over a defined period given a specified confidence level. The VaR methodology is a statistically defined, probability based approach that takes into account estimates for market volatilities and correlations between assets in the portfolio. Risks can be measured consistently across markets and products, and risk measures can be aggregated to arrive at a single risk number. For the purpose of this annual

report, a one-year historical (ex-post) absolute VaR calculation is presented below. The calculation includes a 95% confidence interval with a 260-trading-day (one-year) VaR period. That is, under normal market conditions and assuming no changes to Sub-Fund holdings, there is a 95% probability that the value of a Sub-Fund's assets will not decrease by more than the calculated value over a one-year period.

VaR as presented is based on historical performance through 31 December 2020 and does not reflect the effects of any market volatility since that date.

	Value at Risk (%)	
	31 December 2020	31 December 2019
Vanguard U.S. Equity Index Common Contractual Fund	46.66%	19.26%

Global exposure is measured using the commitment approach, which considers the full constituents of the portfolio. The Investment Manager will observe the regulatory limit and any internal risk limits which may be appropriate for the portfolio.

The use of derivatives may expose the Sub-Funds to a higher degree of risk. In particular, derivative contracts can be highly volatile, and the amount of initial margin is generally small relative to the size of the contract so that transactions may be leveraged in terms of market exposure. A relatively small market movement may have a potentially larger impact on derivatives than on standard securities. Leveraged derivative positions can therefore increase Sub-Fund volatility. The leverage is calculated on a gross exposure basis, by taking the sum of the notional values of the derivatives used by a Sub-Fund, without netting, and is expressed as a percentage of the net equity. The Sub-Fund may use index futures contracts to a limited extent, to maintain full exposure to the stock market, maintain liquidity and minimise transaction costs. In the opinion of the Directors, the Sub-Funds did not employ any significant leverage during the year.

Liquidity Risk. Liquidity risk is the risk that sufficient cash cannot be raised to meet liabilities when due. One of the key liquidity factors influencing the Sub-Fund is exposure to cash redemptions of redeemable participating Units. Hence the Sub-Fund invests the large majority of their assets in investments that are traded in active markets and can ordinarily be readily disposed. However, liquidity risk will occur if an issuer becomes credit-impaired or if the relevant market becomes illiquid. In such a case, it may not be possible to initiate or liquidate a position at a price deemed by the Investment Manager to be demonstrating fair value. Liquidity risk may be temporary or may last for extended periods. The Sub-Fund invests in securities that form part of the benchmark indices. Benchmark indices are constructed from index rules requiring securities to have a specified minimum trading volume, which, although not guaranteeing liquidity, provides indication of the liquid nature of the securities underlying the Sub-Fund. The Sub-Fund is exposed to withdrawals and contributions that are invested to ensure that exposure to the benchmark indices is maintained in order to meet the investment objective of the Sub-Fund.

Unitholders owning greater than 25% of the net assets of a Sub-Fund may further expose that Sub-Fund to concentration risks that could impact liquidity should one or more of these unitholders submit redemption requests. The U.S. Equity Index Common Contractual Fund had 1 investor totaling 96% (2019: The U.S. Equity Index Common Contractual Fund had 1 investor totaling 90%).

Management of Liquidity Risk. In order to meet redemption requests and raise cash from the portfolio, the Investment Manager receives daily reports of unit capital activity from the Administrator. The Investment Manager incorporates cash forecasts into the daily management of the portfolio and monitors cash balances daily.

Index futures contracts also support liquidity and may be used to a limited extent, to maintain full exposure to the index, maintain liquidity and minimise transaction costs. The Sub-Fund may equitise cash holdings by purchasing or selling futures contracts in response to cash inflows and outflows, thereby simulating a fully invested position in the underlying index while maintaining a cash balance for liquidity purposes.

Subject to certain circumstances as detailed in the Prospectus, negative impacts to liquidity or transaction costs caused by significant unitholder redemptions may be mitigated through the Sub-Fund's available liquidity measures including, but not limited to, the use of (a) its swing pricing policies, (b) distribution of underlying investments rather than cash, subject to certain conditions, in which case the unitholder may bear the cost of charges incurred in connection with the sale of such underlying investments, (c) limiting the maximum amount of daily redemptions when total redemption requests for the day exceed 10%, and (d) temporary suspension of dealing in units. Should the Sub-Fund require, it also has access to a syndicated line of credit for temporary or emergency purposes (as disclosed in Note 9).

Credit Risk. Credit risk is the risk that a counterparty to a transaction or an issuer of a financial instrument will fail to pay interest or principal when due, or that perceptions of the issuer's ability to make such payments will cause the price of an investment to decline. Significant investment in debt securities or use of over-the-counter derivative contracts to a material degree will generally increase credit risk.

Credit risk exposure is also created through interactions with brokers and custodians. However, transactions in listed securities are settled and paid for upon delivery of securities using only approved brokers. The risk of default is therefore considered minimal because securities are delivered only when the broker has made payment and the broker is paid for purchases only once the securities have been received by the Depository, State Street Custodial Services (Ireland) Limited.

Credit risk may also arise from assets of the Sub-Fund which are substantially all held by the Depository. Bankruptcy or insolvency of the Depository may cause certain rights with respect to securities and other positions held to be delayed or limited. As of 31 December 2020, the Depository has a long-term credit rating of AA- from Fitch (31 December 2019: AA-). Additionally, the Depository ensures there is legal separation of non-cash assets held in custody, that such assets are held on a fiduciary basis, and that appropriate internal control systems are maintained such that records clearly identify the nature and amount of all assets under custody. All securities held in custody by the Depository are segregated from the Depository's own assets, whether in a vault, in segregated accounts on the books of sub-custodians, or in an account

maintained at a central securities depository. The Depository maintains segregated accounts per client on its own books as well as on the books of sub-custodians in local markets, where possible.

Management of Credit Risk. Credit risk is managed by investment policies which restrict or place limits on acceptable portfolio and net asset concentrations as well as exposure to certain instruments, credit institutions and counterparties. The Investment Manager performs daily reviews of portfolio attributes, such as sector diversification and credit quality, and makes adjustments where necessary to ensure that the credit risk components closely match those of the respective benchmarks. Credit ratings of debt instruments and counterparties are monitored and evaluated periodically by the Investment Manager; an approved counterparty list is maintained, and trading with approved counterparties is enforced.

5. Fair Value Levelling.

Fair Value Measurement as at 31 December 2020

Vanguard U.S. Equity Index Common Contractual Fund	Level 1 USD (\$)	Level 2 USD (\$)	Level 3 USD (\$)	Total USD (\$)
Financial Assets at Fair Value Through Profit or Loss				
Equities	2,819,436,169	—	—	2,819,436,169
Government Bonds	—	1,307,910	—	1,307,910
Futures	225,506	—	—	225,506
	2,819,661,675	1,307,910	—	2,820,969,585

Fair Value Measurement at 31 December 2019

Vanguard U.S. Equity Index Common Contractual Fund	Level 1 USD (\$)	Level 2 USD (\$)	Level 3 USD (\$)	Total USD (\$)
Financial Assets at Fair Value Through Profit or Loss				
Equities	2,466,372,749	—	—	2,466,372,749
Futures	284,992	—	—	284,992
	2,466,657,741	—	—	2,466,657,741

6. Units.

The movement of units during the year ended 31 December 2020:

	31 December 2020	31 December 2019
Balance at Beginning of Year	5,257,077	5,936,257
GBP Accumulation Units Issued During Year	940,305	1,138,651
GBP Accumulation Units Redeemed During Year	(1,128,131)	(1,817,831)
Balance at End of Year	5,069,251	5,257,077

7. Distributions. The Manager did not declare a dividend in respect of participating units in the Sub-Fund (31 December 2019: Nil).

8. Related Party Transactions.

Manager. Vanguard Group (Ireland) Limited is the Manager of the Sub-Fund and acts as a principal in respect of all transactions of units in the Sub-Fund. For its services, the Manager receives a fixed single fee per unit class (the "Management Charge") calculated on a daily basis and paid monthly. Out of the fees received, the Manager pays for any sub-advisers, as well as the costs of administration including audit, depository, legal, registration and regulatory fees associated with the Sub-Fund. As a result, the Manager anticipates the ongoing charges figure ("OCF") of each unit class will closely track the Management Charge. In the event that the costs and expenses of the Sub-Fund exceed the OCF, the Manager will be responsible for discharging any excess out of its own assets. The Manager, in its sole discretion, may voluntarily waive all or part of its fee, and any such waiver could be discontinued at any time and without notice.

Any amounts due from or to the Manager at the end of the year are disclosed in the Statement of Assets and Liabilities. Amounts paid to the Manager in respect to fees for the year are disclosed in the Statement of Operations.

Annual Management Charge per unit class as at 31 December 2020:

	Ongoing Charges Figure
Vanguard U.S. Equity Index Common Contractual Fund	0.20%

Annual Management Charge per unit class as at 31 December 2019:

	Ongoing Charges Figure
Vanguard U.S. Equity Index Common Contractual Fund	0.20%

Directors' Fees. The aggregate emolument of the Directors paid by the Manager out of the Management Charge on behalf of the Sub-Fund and other funds managed by the Manager (including expenses) for the year ended 31 December 2020 was \$350,020 (31 December 2019: \$309,686), with \$0 outstanding at 31 December 2020 (31 December 2019: \$0).

The Fund had eight Directors as at 31 December 2020, three of whom were independent. The interests of the Directors in related parties are as follows:

Mr James M. Norris was a Managing Director of Vanguard International, a division within The Vanguard Group, Inc. as he resigned as a Director with effect from 31 December 2020; Mr Sean P. Hagerty is Managing Director of Vanguard Asset Management, Limited; and Mr Michael Miller retired as a Managing Director of The Vanguard Group, Inc., in 2015. Mr Richard Wane is Managing Director, Ireland; Ms Robyn Laidlaw is Head of Distribution, Europe; Ms Tara Doyle is a partner in the legal advisory firm acting as the Manager's Secretary and serving the activities of the Manager.

Subsequent to year end Richard Wane resigned as a Director with effect from 31 March 2021 and Ann Stock was appointed as a Director with effect from 1 April 2021.

Investment Manager. Vanguard Global Advisers, LLC, is the Investment Manager of the Fund and is compensated by the Manager. The Investment Manager or the Manager, at their discretion, may appoint other companies from within the Vanguard Group of Companies to provide investment management and advisory services with respect to the Sub-Fund.

Inter-Fund Trading. There were no inter-fund trades between the Sub-Fund and certain other funds also managed by the Investment Manager during the year ended 31 December 2020 (31 December 2019: None). There were no amounts outstanding between these parties at 31 December 2020 (31 December 2019: None).

9. Credit Facility. The Sub-Fund and certain other funds managed by the Manager or its affiliates participates in an annually renewable US\$4.3 billion (2019: US\$4.3 billion) committed credit facility. Each participating fund is individually liable for its borrowings under the credit facility. Borrowings may be utilised for temporary or emergency purposes, and are subject to the Sub-Fund's regulatory and contractual borrowing restrictions. Participating funds are allocated an annual commitment fee of 0.10% of the undrawn amount of the facility as well as certain administrative fees. Any fees allocated to the Sub-Fund are paid by the Manager. Interest and direct borrowing costs associated with draws on the credit facility borrowing are charged to the Sub-Fund and recorded in the Statement of Operations.

The Sub-Fund did not have any borrowings outstanding at 31 December 2020 or at any time during the year then ended (31 December 2019: Nil).

10. Taxation. The Sub-Fund does have a separate legal personality and is transparent for tax purposes. The Sub-Fund is a common contractual fund ("CCF") within the meaning of Section 739(1) of the Taxes Consolidation Act, 1997 ("TCA"), in which the unitholders by contractual arrangement participate and share in the property of the Sub-Fund as co-owners. Therefore, the Sub-Fund is not chargeable to Irish tax on its relevant income or relevant gains ("relevant profits"). Instead, the relevant profits of the Sub-Fund are treated as arising or, as the case may be, accruing to each unitholder of the Sub-Fund in proportion to the value of the units beneficially owned by the unitholder, as if the relevant profits had arisen, or as the case may be, accrued to the unitholders in the CCF without passing through the hands of the CCF. This tax treatment is subject to each of the units of the Sub-Fund being:

- (a) a pension fund; or
- (b) beneficially owned by a person (other than an individual); or
- (c) a custodian or trustee holding units of the Fund or of a Sub-Fund for the benefit of such person(s) as referred to in (a) or (b).

No stamp duty, documentary, transfer or registration tax is payable by the Sub-Fund on the issue, transfer, redemption, repurchase or cancellation of or subscription for units in the Sub-Fund. Where any subscription for or redemption of units is satisfied by in-specie transfer of any Irish situate securities, property or other types of assets, Irish stamp duty may arise on the transfer of such assets.

11. Efficient Portfolio Management. The Sub-Fund may employ investment techniques and use financial derivative instruments (such as futures contracts, forward foreign currency contracts, options and swaps) for efficient portfolio management purposes including hedging against market price movements, and foreign currency, interest rate and liquidity risks. Any such technique or instrument must be one which (alone or in combination with one or more other techniques or instruments) is believed by the Investment Manager to be economically appropriate to the efficient portfolio management of the Sub-Fund; i.e. the use of a technique or instrument may only be undertaken for the purposes of one or more of the following:

- (a) a reduction in risk,
- (b) a reduction in costs,
- (c) an increase in capital or income returns to the Sub-Fund.

Futures contracts at the year end are disclosed on each Sub-Fund's Statement of Investments. Realised and unrealised gains or losses arising from financial derivative transactions are accounted for through the Statement of Operations as Net Gain/(Loss) on Financial Instruments.

12. Collateral.

Cash Collateral. Cash collateral pledged or held is disclosed on the Statement of Assets and Liabilities and is valued at its fair value.

A corresponding liability to repay cash collateral received (if any) is recorded as a liability on the Statement of Assets and Liabilities and is also valued at its fair value.

The counterparty for Cash Collateral is Morgan Stanley (31 December 2019: Morgan Stanley).

Securities Collateral. The table below lists collateral posted for financial derivative instruments at 31 December 2020, which relates to futures contracts.

Collateral Pledged by the Sub-Funds 31 December 2020

Sub-Fund	Collateral Name	Amount	Market Value as at 31 December 2020
U.S. Equity Index Common Contractual Fund	United States Treasury Bill 16/2/21	\$1,308,000	\$1,307,910

The counterparty for Securities Collateral is Morgan Stanley.

The Sub-Funds did not have securities collateral posted for financial derivative instruments as at 31 December 2019.

13. Exchange Rates. The principal exchange rates at 31 December 2020 and at 31 December 2019 to one US Dollar (\$) used in the preparation of the financial statements were:

31 December 2020			31 December 2019		
Currency		Exchange Rate to USD	Currency		Exchange Rate to USD
GBP	British Pound	0.7316	GBP	British Pound	0.7549

14. Soft Commission Arrangements and Directed Brokerage. There were no soft commission arrangements by the Manager on behalf of the Sub-Fund for the years ended 31 December 2020 or 31 December 2019. There were no directed brokerage services established for the year ended 31 December 2020 or 31 December 2019.

15. Contingent Liability. There were no contingent liabilities as at 31 December 2020 or as at 31 December 2019.

16. Segregated Liabilities. Each Sub-Fund is treated as bearing its own liabilities.

17. Auditor Remuneration. The statutory audit fee (including out-of-pocket expenses incurred by the auditors in connection with their work) paid by the Manager out of the OCF amounted to US\$18,353 for the year ended 31 December 2020 (31 December 2019: US\$16,921). The Auditors provided no other services to the Fund.

18. Events During the Year. Thomas Merz resigned as a Director of the Manager on 17 August 2020. Robyn Laidlaw was appointed as a Director of the Manager, effective on 16 November 2020. James M. Norris resigned as a Director of the Manager on 31 December 2020.

There were no other events during the year which require recognition or disclosure in the financial statements.

19. Events Since the Statement of Assets and Liabilities Date. As previously disclosed in Note 8 there were changes in Directors subsequent to year end.

There were no other events subsequent to year-end requiring recognition or disclosure in the financial statements.

20. Approval of Financial Statements. The financial statements were approved by the Directors on 28 April 2021.

Statement of Manager's Responsibilities

The Manager is responsible for preparing the annual report and financial statements of Vanguard Common Contractual Fund (the "Fund") in accordance with applicable law and regulations.

Irish law requires the Manager of the Fund to prepare financial statements for each financial year. The Manager has elected to prepare the financial statements in accordance with FRS 102, the Financial Reporting Standard applicable in the Republic of Ireland, comprising applicable law and the accounting standards issued by the Financial Reporting Council and published by the Institute of Chartered Accountants in Ireland.

The financial statements are required to give a true and fair view of the state of affairs of the Fund and of the profit or loss for that period.

In preparing those financial statements, the Manager:

- selects suitable accounting policies and then applies them consistently;
- makes judgements and estimates that are reasonable and prudent;
- states whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepares the financial statements on the going concern basis unless it is inappropriate to presume that the Fund will continue in business.

The Manager is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Fund and enable it to ensure that the financial statements are prepared in accordance with the Deed of Constitution, the Investment Funds, Companies and Miscellaneous Provisions Act 2005, the European Union Regulations 2013 and the Commission Delegated (EU) No. 231/2013. It has general responsibility for taking such steps as are reasonably open to it to prevent and detect fraud and other irregularities.

The Manager is responsible for the maintenance and integrity of the corporate and financial information included on the Funds website.

On behalf of the Board of Directors of the Manager,



Sean P. Hagerty
Peter Blessing
Vanguard Group (Ireland) Limited
70 Sir John Rogerson's Quay
Dublin 2
Ireland

28 April 2021

Additional Information From the Manager (unaudited)

Remuneration Disclosure

Vanguard personnel providing services to the Manager are subject to the Vanguard European Remuneration Policy (the "Remuneration Policy"). The Remuneration Policy includes the remuneration requirements of the UCITS V Directive (2014/91/EU). Details of the Remuneration Policy are available through <https://www.vanguard.co.uk/uk/portal/investment-information.jsp>, which will be updated periodically to reflect changes to the policy.

The governance of remuneration within Vanguard Europe is undertaken through a tiered structure, including Vanguard's Global Remuneration Committee and the European Leadership Team. The Global Remuneration Committee also operates at The Vanguard Group level and oversees the overall compensation programmes of The Vanguard Group. The European Leadership Team is responsible for implementing the remuneration programmes in accordance with Vanguard's total rewards philosophy and global organisation, including overseeing the Remuneration Policy.

The Remuneration Policy provides for an appropriate balance of fixed salary; benefits, such as pension; and annual bonus and long-term incentive arrangements. Incentives are based on the overall business performance of The Vanguard Group, or individual, team, business unit and fund performance. The incentive plans are reviewed and approved by the European Leadership Team (and other applicable groups) in order to ensure that plans appropriately assess financial and non-financial performance and do not encourage conflicts of interest, and to ensure that risk or compliance issues are appropriately reflected.

The European Leadership Team also reviews and approves the list of UCITS code staff annually. Identified code staff are notified and understand the code staff responsibilities.

Under the UCITS V Directive, the Manager is required to disclose information relating to the remuneration paid to its staff for the financial year, split into fixed and variable remuneration. The table below presents the aggregate total remuneration paid to staff who provide services to the Sub-Fund and other funds managed by the Manager and the aggregate total remuneration paid to all relevant UCITS code staff.

	Headcount ^{1, 2}	Total Remuneration (£000) ³
Funds, of which	49	9,741
Fixed Remuneration	49	6,758
Variable Remuneration	49	2,983
Performance Fees	n/a	n/a
Code Staff	5	1,879
Fixed Remuneration	5	1,124
Variable Remuneration	5	755
Performance Fees	n/a	n/a

1 This is the total number of employees who are employed through VGIL.

2 The staff in this table provide services to the Irish Funds.

3 The remuneration disclosed is the total remuneration earned for the 2020 Irish Funds fiscal year.

Connected Persons Transactions

Transactions carried out with the Fund by the Investment Manager, Manager, Depositary, Investment Adviser and/or associated or group companies of these ("Connected Persons") during the year ended 31 December 2020 were carried out as if negotiated at arm's length and were in the best interests of the Fund's Unitholders. The Directors of the Fund are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that all transactions entered into by the Fund with Connected Persons are carried out as if negotiated at arm's length and in the best interests of the Fund's Unitholders.

Potential Implications of Brexit

The United Kingdom is no longer a member state of the European Union. Despite the negotiation of the UK-EU Trade and Cooperation Agreement in December 2020, the future economic and political relationship between the United Kingdom and the European Union (and between the United Kingdom and other countries) remains uncertain and subject to further negotiation in many respects, and a period of economic and political uncertainty may therefore continue in the United Kingdom and the European Union.

Political and economic uncertainty may lead to speculation and subsequent market volatility, particularly for assets denominated in British pounds. Vanguard continues to encourage investors to follow its core investing principles, including maintaining long-term discipline. The implications of Brexit extend beyond the UK economy and financial markets, affecting multinational organisations globally. The relevant regulatory authorities in the United Kingdom may in the future make changes to their rules which deviate from the standards applicable in the European Union. This could result in changes being made to the rules applicable in the European Union.

The nature and extent of the impact of these factors on the Fund are uncertain, but may be adverse. Vanguard remains committed to safeguarding our investors' assets and their long-term interests and has devoted significant resources to developing plans to manage the impact of Brexit.

Coronavirus (COVID-19)

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 performance of the Fund. Vanguard continues to encourage investors to follow its core investment principles, including maintaining long-term discipline. Vanguard is committed to safeguarding the assets of investors and their long-term interests.

Report of the Depositary to the Unitholders

We have enquired into the conduct of the Manager in respect of Vanguard Common Contractual Fund (the "Fund") for the year ended 31 December 2020, in our capacity as Depositary to the Fund.

This report including the opinion has been prepared for and solely for the unitholders in the Fund, in accordance with Regulation 34, (1), (3) and (4) in Part 5 of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended, ("the UCITS Regulations"), and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Depositary

Our duties and responsibilities are outlined in Regulation 34, (1), (3) and (4) in Part 5 of the UCITS Regulations. One of those duties is to enquire into the conduct of the Manager in each annual accounting period and report thereon to the unitholders.

Our report shall state whether, in our opinion, the Fund has been managed in that period in accordance with the provisions of the Fund's Deed of Constitution and the UCITS Regulations. It is the overall responsibility of the Manager to comply with these provisions. If the Manager has not so complied, we as Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depositary's Opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in Regulation 34, (1), (3) and (4) in Part 5 of the UCITS Regulations and to ensure that, in all material respects, the Sub-Fund has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of the Deed of Constitution and the appropriate regulations and (ii) otherwise in accordance with the Sub-Fund's constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Fund has been managed during the year, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Manager and the Depositary by the Deed of Constitution, the UCITS Regulations and the Central Bank (Supervision and Enforcement) Act 2013 (Section 480)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 ('the Central Bank UCITS Regulations'); and
- (ii) otherwise in accordance with the provisions of the Deed of Constitution, the UCITS Regulations and the Central Bank UCITS Regulations.

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin D02 HD32
Ireland

28 April 2021



Independent Auditors' Report to the Unitholders of Vanguard Common Contractual Fund

Report on the audit of the financial statements

Opinion

In our opinion, Vanguard Common Contractual Fund's financial statements:

- give a true and fair view of the Common Contractual Fund's assets, liabilities and financial position as at 31 December 2020 and of its results for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Irish law); and
- have been properly prepared in accordance with the requirements of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

We have audited the financial statements, included within the Annual Report, which comprise:

- the Statement of Assets and Liabilities as at 31 December 2020;
- the Statement of Operations for the year then ended;
- the Statement of Changes in Equity for the year then ended;
- the Statement of Investments as at 31 December 2020; and
- the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Common Contractual Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASAs' Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Common Contractual Fund's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Common Contractual Fund's ability to continue as a going concern.

Our responsibilities and the responsibilities of the manager with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The manager is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Responsibilities for the financial statements and the audit

Responsibilities of the manager for the financial statements

As explained more fully in the Statement of Manager's Responsibilities set out on page 19, the manager is responsible for the preparation of the financial statements in accordance with the applicable framework giving a true and fair view.

The manager is also responsible for such internal control as the manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the manager is responsible for assessing the Common Contractual Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the manager intends to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf.

This description forms part of our auditors' report.

Use of this report

This report, including the opinion, has been prepared for and only for the unitholders as a body in accordance with the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
Dublin

28 April 2021

Board of Directors^{1,2}

Peter Blessing³ (Irish)
Michael S. Miller (American)
James M. Norris⁴ (American)
William Slattery³ (Irish)
Sean P. Hagerty (American)
Tara Doyle³ (Irish)
Richard Wane⁵ (British)
Robyn Laidlaw⁶ (New Zealand)

Manager

Vanguard Group (Ireland) Limited
70 Sir John Rogerson's Quay
Dublin 2
Ireland

Depository

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Distributor

Vanguard Asset Management, Limited
4th Floor
The Walbrook Building
25 Walbrook
London
EC4N 8AF
United Kingdom

Investment Manager

Vanguard Global Advisers, LLC
100 Vanguard Boulevard
Malvern, PA 19355
USA

Administrator

State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Legal Advisers as to Matters of Irish Law

Matheson
70 Sir John Rogerson's Quay
Dublin 2
Ireland

Independent Auditors

PricewaterhouseCoopers
Chartered Accountants & Registered Auditors
One Spencer Dock
North Wall Quay
Dublin 1
Ireland

Secretary for the Fund and the Manager

Matsack Trust Limited
70 Sir John Rogerson's Quay
Dublin 2
Ireland

- 1 Thomas Merz resigned as a Director of the Manager on 17 August 2020.
- 2 Ann Stock was appointed as a Director on 1 April 2021.
- 3 Served in an independent non-executive capacity during the year.
- 4 Resigned as Director on 31 December 2020.
- 5 Resigned as Director on 31 March 2021.
- 6 Appointed as Director of the Manager on 16 November 2020.



c/o State Street Custodial Services
(Ireland) Limited
78 Sir John Rogerson's Quay
Dublin D02 HD32
Ireland

Connect with Vanguard® > vanguard.com

Investor Information and Services (Ireland)

Fax: 353-1-612-3067
Phone: 353-1-612-3226

World Wide Web

<http://global.vanguard.com>

This report is intended for the fund's unitholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current fund prospectus.

All comparative mutual fund data are from Lipper, a Thomson Reuters Company, or Morningstar, Inc., unless otherwise noted.

The S&P 500 Index is a product of S&P Dow Jones Indices LLC ("SPDJI"), and has been licensed for use by Vanguard. Standard & Poor's® and S&P® are registered trademarks of Standard & Poor's Financial Services LLC ("S&P"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"); S&P® and S&P 500® are trademarks of S&P; and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by Vanguard. Vanguard's product is not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, or their respective affiliates and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the S&P 500 Index.