



# Vanguard PRIMECAP Fund

## Admiral™ Shares

Domestic stock fund

### Investment objective

Vanguard PRIMECAP Fund seeks to provide long-term capital appreciation.

### Investment strategy

The fund invests in stocks considered to have above-average earnings growth potential that is not reflected in their current market prices. The fund's portfolio consists predominantly of mid- and large-capitalization stocks.

See reverse side for Fund Profile.

*The performance data does not reflect deduction of 1% redemption fee assessed on shares held less than 1 year. If it did, performance would be lower.*

### Who should invest

- Investors seeking long-term growth of capital.
- Investors with a long-term investment horizon (at least five years).

### Who should not invest

- Investors unwilling to accept significant fluctuations in share price.
- Investors seeking significant dividend income.

**Total net assets:** \$10,159 million

**Expense ratio:** 0.37%  
as of September 30, 2009

**Redemption fee:** 1% on shares held less than 1 year

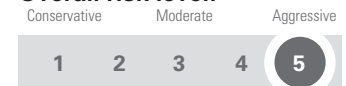
**Ticker symbol:** VPMAX

**Newspaper listing:** PrmcAdml

**Inception date:** November 12, 2001

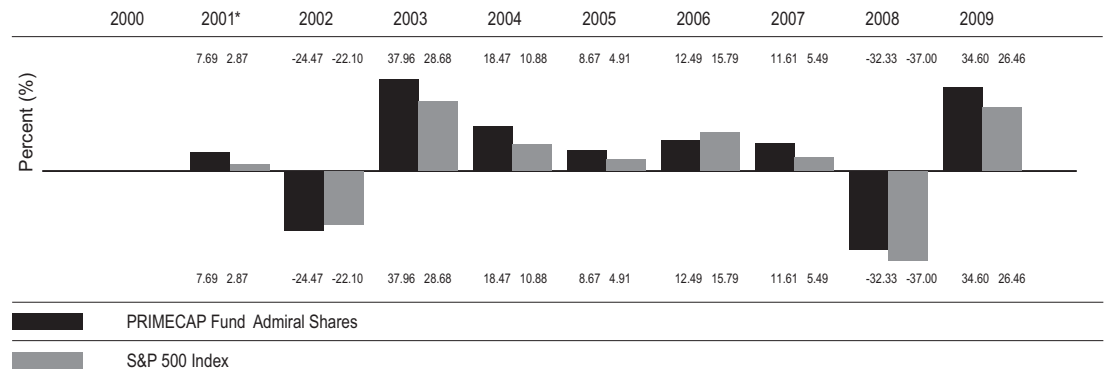
**Fund number:** 0559

**Overall risk level:**



### Performance

Annual returns 2001–2009



### Total returns

	Periods Ended March 31, 2010					
	Quarter	Year to Date	One Year	Three Years	Five Years	Since Inception
PRIMECAP Fund Admiral Shares	3.58%	3.58%	47.37%	1.68%	6.02%	6.62%
S&P 500 Index	5.39%	5.39%	49.77%	-4.17%	1.92%	2.51%

**The performance data shown represent past performance, which is not a guarantee of future results. Investment returns and principal value will fluctuate, so investors' shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data cited. For performance data current to the most recent month-end, visit our website at [www.vanguard.com/performance](http://www.vanguard.com/performance).**

Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns. Performance figures include the reinvestment of all dividends and any capital gains distributions. All returns are net of expenses.

S&P 500 Index: A widely used barometer of U.S. stock market performance; as a market-weighted index of leading companies in leading industries, it is dominated by large-capitalization companies.

\*Partial return since fund started, November 12, 2001.

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## Admiral Shares

### Plain talk about risk

An investment in the fund could lose money over short or even long periods. You should expect the fund's share price and total return to fluctuate within a wide range, like the fluctuations of the overall stock market. The fund's performance could be hurt by:

**Stock market risk:** The chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising stock prices and periods of falling stock prices.

**Investment style risk:** The chance that returns from large- and mid-capitalization growth stocks will trail returns from the overall stock market. Historically, these stocks have been more volatile in price than the large-cap stocks that dominate the overall market, and they often perform quite differently.

**Manager risk:** The chance that poor security selection or focus on securities in a particular sector, category, or group of companies will cause the fund to underperform relevant benchmarks or other funds with a similar investment objective.

### Investment terms

**Dividends:** A payment of cash or stock from a company's earnings to each stockholder as declared by the company's board of directors.

**Expenses:** The costs of running a fund, expressed as a percentage of the fund's assets. For example, a fund may have expenses that total 0.30% (less than half of 1%) of its assets.

**Mutual fund:** An investment company that pools the money of many shareholders and invests it in a variety of securities in an effort to achieve a specific objective over time.

**Total return:** The change in the net asset value of an investment, assuming reinvestment of all dividend and capital gain distributions.

### Fund profile

as of March 31, 2010

#### Top sector holdings—Stocks

Consumer Discretionary	12.9%
Consumer Staples	1.1
Energy	7.2
Financials	3.7
Health Care	22.3
Industrials	14.5
Information Technology	31.4
Materials	6.7
Telecommunication Services	0.1
Utilities	0.1

#### Ten largest holdings\*

1. FedEx Corp.	
2. Amgen Inc.	
3. Eli Lilly & Co.	
4. Google Inc. Class A	
5. Oracle Corp.	
6. Medtronic Inc.	
7. Novartis AG ADR	
8. Adobe Systems Inc.	
9. DIRECTV Class A	
10. Microsoft Corp.	

**Top 10 as % of Total Net Assets** **33.8%**

\*The holdings listed exclude any temporary cash investments and equity index products.

For more information about Vanguard funds, visit [www.vanguard.com](http://www.vanguard.com), or call 800-523-1188, to obtain a prospectus. Investment objectives, risks, charges, expenses, and other important information about a fund are contained in the prospectus; read and consider it carefully before investing.

Financial advisor clients: For more information about Vanguard funds, contact your financial advisor to obtain a prospectus.

Investment Products:  
• Not FDIC Insured  
• No Bank Guarantee  
• May Lose Value