

## NPORT-EX 2 vg\_equityincomeportfolio.htm

Equity Income Portfolio

**Schedule of Investments (unaudited)**

As of September 30, 2022

The portfolio files its complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The portfolio's Form N-PORT reports are available on the SEC's website at [www.sec.gov](http://www.sec.gov).

|                                       | Shares        | Market<br>Value<br>(\$000)          |
|---------------------------------------|---------------|-------------------------------------|
| <b>Common Stocks (96.7%)</b>          |               |                                     |
| <b>Communication Services (2.1%)</b>  |               |                                     |
| Comcast Corp. Class A                 | 814,426       | 23,887                              |
| Verizon Communications Inc.           | 217,661       | 8,265                               |
| AT&T Inc.                             | 147,422       | 2,261                               |
| Interpublic Group of Cos. Inc.        | 73,692        | 1,887                               |
| Sinclair Broadcast Group Inc. Class A | 8,689         | 157                                 |
|                                       |               | <b>36,457</b>                       |
| <b>Consumer Discretionary (6.1%)</b>  |               |                                     |
| Home Depot Inc.                       | 110,751       | 30,561                              |
| TJX Cos. Inc.                         | 280,027       | 17,395                              |
| Lowe's Cos. Inc.                      | 75,816        | 14,239                              |
| Lennar Corp. Class A                  | 153,878       | 11,471                              |
| McDonald's Corp.                      | 35,190        | 8,120                               |
| Starbucks Corp.                       | 89,962        | 7,580                               |
| Target Corp.                          | 37,474        | 5,561                               |
| Best Buy Co. Inc.                     | 53,017        | 3,358                               |
| Whirlpool Corp.                       | 10,123        | 1,365                               |
| Advance Auto Parts Inc.               | 7,625         | 1,192                               |
| Penske Automotive Group Inc.          | 11,871        | 1,168                               |
| Wendy's Co.                           | 62,105        | 1,161                               |
| Genuine Parts Co.                     | 6,746         | 1,007                               |
| Tapestry Inc.                         | 9,699         | 276                                 |
|                                       |               | <b>104,454</b>                      |
| <b>Consumer Staples (12.3%)</b>       |               |                                     |
| Procter & Gamble Co.                  | 227,252       | 28,691                              |
| Philip Morris International Inc.      | 302,242       | 25,089                              |
| Mondelez International Inc. Class A   | 421,152       | 23,092                              |
| Unilever plc ADR                      | 476,123       | 20,873                              |
| Archer-Daniels-Midland Co.            | 248,293       | 19,975                              |
| PepsiCo Inc.                          | 103,475       | 16,893                              |
| Kellogg Co.                           | 182,490       | 12,712                              |
| Walmart Inc.                          | 91,361        | 11,850                              |
| Keurig Dr Pepper Inc.                 | 305,272       | 10,935                              |
| Kimberly-Clark Corp.                  | 88,475        | 9,957                               |
| Coca-Cola Co.                         | 119,721       | 6,707                               |
| Altria Group Inc.                     | 153,199       | 6,186                               |
| Hershey Co.                           | 23,129        | 5,099                               |
| Kroger Co.                            | 105,150       | 4,600                               |
| Tyson Foods Inc. Class A              | 53,790        | 3,546                               |
| Colgate-Palmolive Co.                 | 37,919        | 2,664                               |
| Medifast Inc.                         | 5,590         | 606                                 |
|                                       |               | <b>Market<br/>Value<br/>(\$000)</b> |
|                                       | <b>Shares</b> |                                     |

|  |         |                |
|--|---------|----------------|
| Nu Skin Enterprises Inc. Class A       | 8,030   | 268            |
|  |         | <b>209,743</b> |
| <b>Energy (9.1%)</b>                   |         |                |
| ConocoPhillips                         | 362,152 | 37,063         |
| EOG Resources Inc.                     | 247,154 | 27,615         |
| Coterra Energy Inc.                    | 723,881 | 18,908         |
| Exxon Mobil Corp.                      | 160,737 | 14,034         |
| Phillips 66                            | 151,647 | 12,241         |
| Chevron Corp.                          | 83,117  | 11,941         |
| TC Energy Corp.                        | 278,493 | 11,218         |
| Pioneer Natural Resources Co.          | 45,985  | 9,957          |
| Marathon Petroleum Corp.               | 56,099  | 5,572          |
| APA Corp.                              | 73,436  | 2,511          |
| Diamondback Energy Inc.                | 19,576  | 2,358          |
| Valero Energy Corp.                    | 12,001  | 1,282          |
| Targa Resources Corp.                  | 11,258  | 679            |
| Schlumberger NV                        | 17,707  | 636            |
|  |         | <b>156,015</b> |
| <b>Financials (17.5%)</b>              |         |                |
| JPMorgan Chase & Co.                   | 491,635 | 51,376         |
| Morgan Stanley                         | 436,049 | 34,452         |
| MetLife Inc.                           | 419,298 | 25,485         |
| Chubb Ltd.                             | 121,906 | 22,172         |
| M&T Bank Corp.                         | 104,729 | 18,466         |
| Blackstone Inc.                        | 167,441 | 14,015         |
| Bank of America Corp.                  | 416,084 | 12,566         |
| Royal Bank of Canada                   | 136,787 | 12,316         |
| Truist Financial Corp.                 | 275,695 | 12,004         |
| Raymond James Financial Inc.           | 110,565 | 10,926         |
| PNC Financial Services Group Inc.      | 71,332  | 10,658         |
| Wells Fargo & Co.                      | 251,678 | 10,122         |
| Citigroup Inc.                         | 143,263 | 5,970          |
| Goldman Sachs Group Inc.               | 17,413  | 5,103          |
| Ameriprise Financial Inc.              | 17,261  | 4,349          |
| Discover Financial Services            | 44,074  | 4,007          |
| Allstate Corp.                         | 30,880  | 3,845          |
| MGIC Investment Corp.                  | 274,582 | 3,520          |
| Hartford Financial Services Group Inc. | 53,052  | 3,286          |
| CNO Financial Group Inc.               | 182,625 | 3,282          |
| Popular Inc.                           | 44,453  | 3,203          |
| SLM Corp.                              | 224,021 | 3,134          |
| Radian Group Inc.                      | 159,548 | 3,078          |
| Ally Financial Inc.                    | 110,161 | 3,066          |
| Fidelity National Financial Inc.       | 78,585  | 2,845          |
| First BanCorp. (XNYS)                  | 179,057 | 2,450          |
| Assured Guaranty Ltd.                  | 43,337  | 2,100          |
| Travelers Cos. Inc.                    | 11,863  | 1,817          |
| Jackson Financial Inc. Class A         | 48,451  | 1,345          |
| Everest Re Group Ltd.                  | 4,949   | 1,299          |
| Hancock Whitney Corp.                  | 24,753  | 1,134          |
| Heartland Financial USA Inc.           | 24,371  | 1,057          |
| BlackRock Inc.                         | 1,846   | 1,016          |
| Zions Bancorp NA                       | 17,526  | 891            |
| Hanover Insurance Group Inc.           | 6,316   | 809            |
| Towne Bank                             | 21,468  | 576            |
| Aflac Inc.                             | 5,475   | 308            |
| Synchrony Financial                    | 10,373  | 292            |

|   | Shares    | Market Value (\$'000) |
|---|-----------|-----------------------|
| Bank of New York Mellon Corp.               | 7,557     | 291                   |
| OneMain Holdings Inc.                       | 8,920     | 263                   |
|   |           | <b>298,894</b>        |
| <b>Health Care (18.3%)</b>                  |           |                       |
| Johnson & Johnson                           | 360,355   | 58,868                |
| Pfizer Inc.                                 | 1,139,095 | 49,847                |
| Merck & Co. Inc.                            | 520,889   | 44,859                |
| Eli Lilly & Co.                             | 117,684   | 38,053                |
| UnitedHealth Group Inc.                     | 29,493    | 14,895                |
| AstraZeneca plc ADR                         | 235,794   | 12,931                |
| Medtronic plc                               | 157,241   | 12,697                |
| Roche Holding AG                            | 38,454    | 12,518                |
| AbbVie Inc.                                 | 87,778    | 11,781                |
| Elevance Health Inc.                        | 24,904    | 11,312                |
| Becton Dickinson and Co.                    | 46,639    | 10,392                |
| Baxter International Inc.                   | 157,942   | 8,507                 |
| CVS Health Corp.                            | 78,595    | 7,496                 |
| Amgen Inc.                                  | 31,512    | 7,103                 |
| Gilead Sciences Inc.                        | 109,601   | 6,761                 |
| Bristol-Myers Squibb Co.                    | 55,198    | 3,924                 |
|   |           | <b>311,944</b>        |
| <b>Industrials (8.8%)</b>                   |           |                       |
| General Dynamics Corp.                      | 89,408    | 18,970                |
| Eaton Corp. plc                             | 115,241   | 15,368                |
| Johnson Controls International plc          | 293,418   | 14,442                |
| L3Harris Technologies Inc.                  | 61,582    | 12,799                |
| Raytheon Technologies Corp.                 | 152,268   | 12,465                |
| Honeywell International Inc.                | 73,890    | 12,337                |
| Siemens AG (Registered)                     | 118,327   | 11,566                |
| Canadian National Railway Co.               | 99,524    | 10,748                |
| Lockheed Martin Corp.                       | 18,087    | 6,987                 |
| Waste Management Inc.                       | 31,324    | 5,018                 |
| Emerson Electric Co.                        | 60,633    | 4,440                 |
| Caterpillar Inc.                            | 26,355    | 4,324                 |
| Triton International Ltd.                   | 62,319    | 3,411                 |
| Crane Holdings Co.                          | 36,024    | 3,153                 |
| Apogee Enterprises Inc.                     | 79,342    | 3,032                 |
| United Parcel Service Inc. Class B          | 17,345    | 2,802                 |
| ManpowerGroup Inc.                          | 39,112    | 2,530                 |
| Cummins Inc.                                | 11,606    | 2,362                 |
| Ryder System Inc.                           | 25,669    | 1,938                 |
| 3M Co.                                      | 5,216     | 576                   |
| Timken Co.                                  | 7,599     | 449                   |
|   |           | <b>149,717</b>        |
| <b>Information Technology (9.3%)</b>        |           |                       |
| Cisco Systems Inc.                          | 694,591   | 27,784                |
| QUALCOMM Inc.                               | 172,097   | 19,444                |
| Analog Devices Inc.                         | 119,476   | 16,648                |
| Broadcom Inc.                               | 37,295    | 16,559                |
| Texas Instruments Inc.                      | 101,384   | 15,692                |
| Corning Inc.                                | 408,966   | 11,868                |
| TE Connectivity Ltd.                        | 105,958   | 11,694                |
| NXP Semiconductors NV                       | 70,860    | 10,453                |
| Fidelity National Information Services Inc. | 137,200   | 10,368                |
| HP Inc.                                     | 160,689   | 4,004                 |
| Automatic Data Processing Inc.              | 14,014    | 3,170                 |

|   |                     |                      |
|---|---------------------|----------------------|
| Western Union Co.                             | 231,036             | 3,119                |
|   |                     | Market Value (\$000) |
| Avnet Inc.                                    | 73,407              | 2,651                |
| Intel Corp.                                   | 88,047              | 2,269                |
| International Business Machines Corp.         | 17,534              | 2,083                |
|   |                     | <b>157,806</b>       |
| <b>Materials (3.9%)</b>                       |                     |                      |
| LyondellBasell Industries NV Class A          | 201,207             | 15,147               |
| PPG Industries Inc.                           | 118,821             | 13,152               |
| 1 Rio Tinto plc ADR                           | 205,582             | 11,319               |
| Celanese Corp. Class A                        | 84,074              | 7,595                |
| Steel Dynamics Inc.                           | 55,858              | 3,963                |
| Reliance Steel & Aluminum Co.                 | 22,647              | 3,950                |
| Dow Inc.                                      | 82,536              | 3,626                |
| Linde plc                                     | 12,019              | 3,240                |
| Nucor Corp.                                   | 22,666              | 2,425                |
| CF Industries Holdings Inc.                   | 16,791              | 1,616                |
| Chemours Co.                                  | 32,675              | 806                  |
|   |                     | <b>66,839</b>        |
| <b>Real Estate (1.1%)</b>                     |                     |                      |
| Crown Castle Inc.                             | 68,275              | 9,869                |
| Welltower Inc.                                | 146,141             | 9,400                |
|   |                     | <b>19,269</b>        |
| <b>Utilities (8.2%)</b>                       |                     |                      |
| American Electric Power Co. Inc.              | 262,326             | 22,678               |
| Exelon Corp.                                  | 510,649             | 19,129               |
| Sempra Energy (XNYS)                          | 114,229             | 17,128               |
| Duke Energy Corp.                             | 183,971             | 17,113               |
| Atmos Energy Corp.                            | 160,892             | 16,387               |
| NextEra Energy Inc.                           | 207,543             | 16,273               |
| WEC Energy Group Inc.                         | 45,068              | 4,030                |
| PPL Corp.                                     | 145,556             | 3,690                |
| NRG Energy Inc.                               | 95,572              | 3,658                |
| National Fuel Gas Co.                         | 56,470              | 3,476                |
| Otter Tail Corp.                              | 51,169              | 3,148                |
| Vistra Corp.                                  | 142,635             | 2,995                |
| Hawaiian Electric Industries Inc.             | 84,541              | 2,930                |
| UGI Corp.                                     | 89,047              | 2,879                |
| Portland General Electric Co.                 | 66,079              | 2,872                |
| AES Corp.                                     | 68,268              | 1,543                |
| Eversource Energy                             | 5,841               | 455                  |
| Southern Co.                                  | 4,418               | 300                  |
|   |                     | <b>140,684</b>       |
| <b>Total Common Stocks (Cost \$1,696,846)</b> |                     | <b>1,651,822</b>     |
| <b>Temporary Cash Investments (3.2%)</b>      |                     |                      |
| <b>Money Market Fund (2.6%)</b>               |                     |                      |
| 2,3 Vanguard Market Liquidity Fund, 2.828%    | 442,796             | 44,266               |
|   | Face Amount (\$000) | Market Value (\$000) |
| <b>Repurchase Agreement (0.6%)</b>            |                     |                      |

BNP Paribas 3.040%, 10/3/22

(Dated 9/30/22, Repurchase Value \$10,603,000, collateralized by Fannie Mae 2.070%–4.500%, 3/1/32–7/1/52, Freddie Mac 2.400%–2.770%, 11/1/37–3/1/40, and U.S. Treasury Note/Bond 0.125%–2.750%, 11/30/22–4/30/27, with a value of \$10,812,000)

10,600 10,600

|   |                  |
|---|------------------|
| <b>Total Temporary Cash Investments (Cost \$54,877)</b> | <b>54,866</b>    |
| <b>Total Investments (99.9%) (Cost \$1,751,723)</b>     | <b>1,706,688</b> |
| <b>Other Assets and Liabilities—Net (0.1%)</b>          | <b>2,149</b>     |
| <b>Net Assets (100%)</b>                                | <b>1,708,837</b> |

Cost is in \$000.

- 1 Includes partial security positions on loan to broker-dealers. The total value of securities on loan is \$2,527,000.
- 2 Affiliated money market fund available only to Vanguard funds and certain trusts and accounts managed by Vanguard. Rate shown is the 7-day yield.
- 3 Collateral of \$2,616,000 was received for securities on loan.  
ADR—American Depositary Receipt.

#### Derivative Financial Instruments Outstanding as of Period End

##### Futures Contracts

|                        | Expiration    | Number of Long (Short) Contracts | Notional Amount | Value and Unrealized Appreciation (Depreciation) |
|------------------------|---------------|----------------------------------|-----------------|--|
|                        |               |                                  |                 | (\$000)  |
| Long Futures Contracts |               |                                  |                 |  |
| E-mini S&P 500 Index   | December 2022 | 249                              | 44,839          | (5,696)  |

A. Security Valuation: Securities are valued as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date. Equity securities are valued at the latest quoted sales prices or official closing prices taken from the primary market in which each security trades; such securities not traded on the valuation date are valued at the mean of the latest quoted bid and asked prices. Securities for which market quotations are not readily available, or whose values have been affected by events occurring before the portfolio's pricing time but after the close of the securities' primary markets, are valued at their fair values calculated according to procedures adopted by the board of trustees. These procedures include obtaining quotations from an independent pricing service, monitoring news to identify significant market- or security-specific events, and evaluating changes in the values of foreign market proxies (for example, ADRs, futures contracts, or exchange-traded funds), between the time the foreign markets close and the portfolio's pricing time. When fair-value pricing is employed, the prices of securities used by a portfolio to calculate its net asset value may differ from quoted or published prices for the same securities. Investments in Vanguard Market Liquidity Fund are valued at that fund's net asset value. Temporary cash investments are valued using the latest bid prices 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.

B. Foreign Currency: Securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates obtained from an independent third party as of the portfolio's pricing time on the valuation date. Realized gains (losses) and unrealized appreciation (depreciation) on investment securities include the effects of changes in exchange rates since the securities were purchased, combined with the effects of changes in security prices.

Fluctuations in the value of other assets and liabilities resulting from changes in exchange rates are recorded as unrealized foreign currency gains (losses) until the assets or liabilities are settled in cash, at which time they are recorded as realized foreign currency gains (losses).

C. Repurchase Agreements: The portfolio enters into repurchase agreements with institutional counterparties. Securities pledged as collateral to the portfolio under repurchase agreements are held by a custodian bank until the agreements mature, and in the absence of a default, such collateral cannot be repledged, resold, or rehypothecated. Each agreement requires that the market value of the collateral be sufficient to cover payments of interest and principal. The portfolio further mitigates its counterparty risk by entering into repurchase agreements only with a diverse group of prequalified counterparties, monitoring their financial strength, and entering into master repurchase agreements with its counterparties. The master repurchase agreements provide that, in the event of a counterparty's default (including bankruptcy), the portfolio may terminate any repurchase agreements with that counterparty, determine the net amount owed, and sell or retain the collateral up to the net amount owed to the portfolio. Such action may be subject to legal proceedings, which may delay or limit the disposition of collateral.

D. Futures Contracts: The portfolio uses index futures contracts to a limited extent, with the objective of maintaining full exposure to the stock market while maintaining liquidity. The portfolio may purchase or sell futures contracts to achieve a desired level of investment, whether to accommodate portfolio turnover or cash flows from capital share transactions. The primary risks associated with the use of futures contracts are imperfect correlation between changes in market values of stocks held by the portfolio and the prices of futures contracts, and the possibility of an illiquid market. Counterparty risk involving futures is mitigated because a regulated clearinghouse is the counterparty instead of the clearing broker. To further mitigate counterparty risk, the portfolio trades futures contracts on an exchange, monitors the financial strength of its clearing brokers and clearinghouse, and has entered into clearing agreements with its clearing brokers. The clearinghouse imposes initial margin requirements to secure the portfolio's performance and requires daily settlement of variation margin representing changes in the market value of each contract. Any securities pledged as initial margin for open contracts are noted in the Schedule of Investments.

Futures contracts are valued at their quoted daily settlement prices. Fluctuations in the value of the contracts are recorded as an asset (liability).

E. Various inputs may be used to determine the value of the portfolio's investments and derivatives. These inputs are summarized in three broad levels for financial statement purposes. The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

**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 portfolio's own assumptions used to determine the fair value of investments). Any investments and derivatives valued with significant unobservable inputs are noted on the Schedule of Investments.

The following table summarizes the market value of the portfolio's investments and derivatives as of September 30, 2022, based on the inputs used to value them:

|   | Level 1<br>(\$000) | Level 2<br>(\$000) | Level 3<br>(\$000) | Total<br>(\$000) |
|---|--------------------|--------------------|--------------------|------------------|
| <b>Investments</b>                      |                    |                    |                    |                  |
| <b>Assets</b>                           |                    |                    |                    |                  |
| Common Stocks                           | 1,627,738          | 24,084             | —                  | 1,651,822        |
| Temporary Cash Investments              | 44,266             | 10,600             | —                  | 54,866           |
| Total                                   | 1,672,004          | 34,684             | —                  | 1,706,688        |
| <b>Derivative Financial Instruments</b> |                    |                    |                    |                  |
| <b>Liabilities</b>                      |                    |                    |                    |                  |
| Futures Contracts <sup>1</sup>          | 5,696              | —                  | —                  | 5,696            |

<sup>1</sup> Includes cumulative appreciation (depreciation) on futures contracts and centrally cleared swaps, if any, as reported in the Schedule of Investments.