International Stock Fund

stocks
cash investments
balanced
BONDS

Vanguard® International Growth Fund

Admiral™ Shares

Who Should Invest

- Investors seeking to further diversify a portfolio of U.S. securities.
- 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.

Assets: $995,282,340

Expenses: 0.54%*

Ticker Symbol: VWILX

Newspaper Listing: IntlGrAdml

Inception: August 13, 2001

Overall Risk Level:

Conservative — Moderate — Aggressive

1 2 3 4 **5**

Investment Objective

Vanguard International Growth Fund seeks to provide long-term capital growth.

Investment Strategy

The fund invests mainly in the stocks of seasoned companies located outside the United States. In selecting stocks, the fund's advisers evaluate foreign markets around the world and choose companies with above-average growth potential.

Note: The fund is subject to trading restrictions. Please read the fund's prospectus for more information.

See reverse side for Fund Profile.

Total Returns for Periods Ended June 30, 2003**

	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
International Growth Fund Admiral Shares *(8/13/2001)*	9.03%	-6.57%	–	–	–	-6.90%
MSCI EAFE Index***	9.47%	-6.46%	–	–	–	-7.08%
International Growth Fund Investor Shares *(9/30/1981)*†	8.96%	-6.75%	-13.51%	-2.93%	5.43%	–
MSCI EAFE Index	9.47%	-6.46%	-13.52%	-4.00%	2.78%	–

*For most recent fiscal period.

**Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns.

***Morgan Stanley Capital International Europe, Australasia, Far East Index, an unmanaged measure of stock market performance.

†Since historical performance for Admiral™ Shares is limited, returns are presented for the fund's Investor Shares to provide a longer-term perspective. Performance for the Admiral Shares may be slightly different because of the lower expense ratio.

Vanguard International Growth Fund

Admiral Shares

Fund Profile

As of June 30, 2003

Geographic Allocation

1.	United Kingdom	24.9%
2.	Japan	16.9
3.	France	11.1
4.	Switzerland	6.3
5.	Korea	4.9
6.	Netherlands	3.5
7.	Ireland	3.4
8.	Sweden	3.1
9.	Other	26.0

Largest Stock Holdings*

1. Tesco PLC
2. Royal Bank of Scotland Group PLC
3. Vodafone Group PLC
4. Samsung Electronics Co., Ltd.
5. Allied Irish Banks PLC
6. Nestle SA (Registered)
7. Kingfisher PLC
8. Nokia Oyj
9. Telecom Italia SpA
10. Toyota Motor Corp.

Top Ten as % of Total Net Assets 21.7%

**Fund holdings are subject to change.*

A Few Words About Risk

When investing in stock funds, short-term losses (or gains) are common, largely as a result of sudden movements in stock prices as views change about the economy and individual companies. However, over extended periods the market's ups have tended to outweigh its downs. There is no guarantee this will continue. Usually, the longer you hold your investments, the lower your chances of losing money.

International investments are also influenced by other factors. For instance, changes in the relative values of currencies—whether the U.S. dollar, the British pound, or the Japanese yen—will either add to or subtract from the returns earned by U.S. investors in international markets.

Overall Risk Level:

Conservative — Moderate — Aggressive

1 2 3 4 **5**

One simple rule to remember: When the U.S. dollar falls in value, international returns to U.S. investors increase, and when the U.S. dollar rises in value, international returns to U.S. investors decline.

Also, investing internationally increases the chance that an investment may decline because of political or economic changes in foreign countries. Given these added risks, most investors should limit their international investments to no more than 20% of their overall investment savings.

Investment Terms

Dividends: Payments made by companies to investors in their stock. The payments typically depend on economic conditions and the company's financial health.

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.

Market Risk: The chance that the value of an investment will change because of rising (or falling) stock or bond prices.

Mutual Fund: An investment company that combines the money of thousands of people and invests it in a number of securities (stocks, bonds, cash) to achieve a specific objective over time.

Total Return: The change in the value of an investment, plus any income from interest or dividends. The standard measure of a mutual fund's performance.

Performance figures include the reinvestment of all dividends and any capital gains distribution. All returns are net of expenses. Return figures reflect past performance, which is no guarantee of future results. The investment return and principal value will fluctuate. An investor's shares, when redeemed, may be worth more or less than the original cost.

Vanguard funds are offered by prospectus only. Prospectuses contain more complete information on risks, advisory fees, distribution charges, and other expenses and should be read carefully before you invest or send money. Prospectuses can be obtained directly by writing to The Vanguard Group, P.O. Box 2900, Valley Forge, PA 19482-2900; calling 1-800-523-1188; or visiting **www.vanguard.com**.

F0581_062003