

**Vanguard® Fiduciary Trust Company**  
**Target Retirement Income and Growth Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement Income and Growth Master Trust, at Value* (Cost \$241,275)	268,038
Receivables for Units Issued	1,530
<b>Total Assets</b>	<b>269,568</b>
<b>Liabilities</b>	
Payables for Investment in the Master Trust Purchased	1,522
Payables for Units Redeemed	8
Accrued Expenses	11
<b>Total Liabilities</b>	<b>1,541</b>
<b>Net Assets</b>	<b>268,027</b>
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<b>Units of Beneficial Ownership Outstanding</b>	<b>10,637,516</b>
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<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$25.20</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	5,502
<b>Expenses</b>	
Trustees' Fee — Note B	109
<b>Net Investment Income</b>	<b>5,393</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>3,074</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>16,759</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>25,226</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	5,393	2,398
Realized Net Gain (Loss)	3,074	675
Change in Unrealized Appreciation (Depreciation)	16,759	2,439
Net Increase (Decrease) in Net Assets Resulting from Operations	25,226	5,512
<b>Unit Transactions</b>		
Issued	160,004	73,836
Redeemed	(60,809)	(35,386)
Net Increase (Decrease) from Unit Transactions	99,195	38,450
Total Increase (Decrease)	124,421	43,962
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>143,606</b>	<b>99,644</b>
<b>End of Period</b>	<b>268,027</b>	<b>143,606</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				January 21, 2022 <sup>1</sup> to
	2026	2025	2024	2023	March 31, 2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$22.27</b>	<b>\$20.99</b>	<b>\$18.68</b>	<b>\$19.69</b>	<b>\$20.00</b>
<b>Investment Operations</b>					
Net Investment Income <sup>2</sup>	.56	.51	.46	.32	.09
Net Realized and Unrealized Gain (Loss) on Investments	2.37	.77	1.85	(1.33)	(.40)
Total from Investment Operations	2.93	1.28	2.31	(1.01)	(.31)
<b>Net Asset Value, End of Period</b>	<b>\$25.20</b>	<b>\$22.27</b>	<b>\$20.99</b>	<b>\$18.68</b>	<b>\$19.69</b>
<b>Total Return</b>	<b>13.16%</b>	<b>6.10%</b>	<b>12.37%</b>	<b>-5.13%</b>	<b>-1.55%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$268	\$144	\$100	\$16	\$13
Ratio of Direct Expenses to Average Net Assets—Note B	0.046%	0.045%	0.045%	0.045%	0.045% <sup>3</sup>
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075% <sup>3</sup>
Ratio of Net Investment Income to Average Net Assets	2.28%	2.34%	2.38%	1.75%	2.57% <sup>3</sup>

1 Inception.

2 Calculated based on average units outstanding.

3 Annualized.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement Income and Growth Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2021, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement Income and Growth Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 4% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.046% represents fees paid directly to the Trustee and 0.029% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026	2025
	Units	Units
	(000)	(000)
Issued	6,631	3,317
Redeemed	(2,442)	(1,616)
Net Increase (Decrease) in Units Outstanding	4,189	1,701

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

At March 31, 2026, two unitholders were each a record or beneficial owner of at least 25% or more of the Trust's net assets, with a combined ownership of 68%. If any of these unitholders were to redeem their investment in the Trust, the redemption might result in an increase in the Trust's expense ratio or cause the Trust to incur higher transaction costs.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement Income and Growth Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the four years in the period ended March 31, 2026 and for the period January 21, 2022 (inception) through March 31, 2022 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the four years in the period ended March 31, 2026 and for the period January 21, 2022 (inception) through March 31, 2022 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

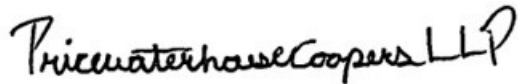
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

PricewaterhouseCoopers LLP, 2001 Market Street, Suite 1800,  
Philadelphia, PA 19103 +1 (267) 330 3000

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement Income Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement Income Master Trust, at Value* (Cost \$3,429,746)	4,084,040
Receivables for Investment in the Master Trust Sold	3,235
Receivables for Units Issued	6,714
<b>Total Assets</b>	<b>4,093,989</b>
<b>Liabilities</b>	
Payables for Units Redeemed	9,948
Accrued Expenses	156
<b>Total Liabilities</b>	<b>10,104</b>
<b>Net Assets</b>	<b>4,083,885</b>
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<b>Units of Beneficial Ownership Outstanding</b>	<b>81,847,374</b>
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<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$49.90</b>

• See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	126,314
<b>Expenses</b>	
Trustees' Fee — Note B	1,939
<b>Net Investment Income</b>	<b>124,375</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>96,639</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>181,285</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>402,299</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	124,375	124,950
Realized Net Gain (Loss)	96,639	83,132
Change in Unrealized Appreciation (Depreciation)	181,285	44,580
Net Increase (Decrease) in Net Assets Resulting from Operations	402,299	252,662
<b>Unit Transactions</b>		
Issued	777,888	963,400
Redeemed	(1,427,485)	(1,461,496)
Net Increase (Decrease) from Unit Transactions	(649,597)	(498,096)
Total Increase (Decrease)	(247,298)	(245,434)
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>4,331,183</b>	<b>4,576,617</b>
<b>End of Period</b>	<b>4,083,885</b>	<b>4,331,183</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$45.61</b>	<b>\$43.11</b>	<b>\$39.76</b>	<b>\$41.62</b>	<b>\$41.53</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	1.39	1.25	1.09	.92	.80
Net Realized and Unrealized Gain (Loss) on Investments	2.90	1.25	2.26	(2.78)	(.71)
Total from Investment Operations	4.29	2.50	3.35	(1.86)	.09
<b>Net Asset Value, End of Period</b>	<b>\$49.90</b>	<b>\$45.61</b>	<b>\$43.11</b>	<b>\$39.76</b>	<b>\$41.62</b>
<b>Total Return</b>	<b>9.41%</b>	<b>5.80%</b>	<b>8.43%</b>	<b>-4.47%</b>	<b>0.22%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$4,084	\$4,331	\$4,577	\$4,417	\$2,334
Ratio of Direct Expenses to Average Net Assets—Note B	0.044%	0.043%	0.043%	0.043%	0.043%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	2.85%	2.80%	2.68%	2.37%	1.87%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement Income Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement Income Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 18% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.044% represents fees paid directly to the Trustee and 0.031% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	15,975	21,485
Redeemed	(29,092)	(32,694)
Net Increase (Decrease) in Units Outstanding	(13,117)	(11,209)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement Income Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

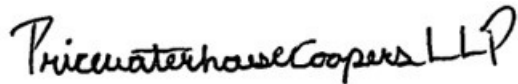
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2020 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2020 Master Trust, at Value* (Cost \$4,371,502)	5,337,664
Receivables for Units Issued	10,574
<b>Total Assets</b>	<b>5,348,238</b>
<b>Liabilities</b>	
Payables for Investment in the Master Trust Purchased	1,726
Payables for Units Redeemed	8,848
Accrued Expenses	207
<b>Total Liabilities</b>	<b>10,781</b>
<b>Net Assets</b>	<b>5,337,457</b>
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<b>Units of Beneficial Ownership Outstanding</b>	<b>101,935,555</b>
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<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$52.36</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	159,447
<b>Expenses</b>	
Trustees' Fee — Note B	2,617
<b>Net Investment Income</b>	<b>156,830</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>255,145</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>181,660</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>593,635</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	156,830	165,290
Realized Net Gain (Loss)	255,145	249,717
Change in Unrealized Appreciation (Depreciation)	181,660	(36,050)
Net Increase (Decrease) in Net Assets Resulting from Operations	593,635	378,957
<b>Unit Transactions</b>		
Issued	892,621	1,086,497
Redeemed	(2,069,567)	(2,294,595)
Net Increase (Decrease) from Unit Transactions	(1,176,946)	(1,208,098)
Total Increase (Decrease)	(583,311)	(829,141)
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>5,920,768</b>	<b>6,749,909</b>
<b>End of Period</b>	<b>5,337,457</b>	<b>5,920,768</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$47.43</b>	<b>\$44.75</b>	<b>\$40.52</b>	<b>\$42.75</b>	<b>\$42.14</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	1.37	1.20	1.01	.77	.64
Net Realized and Unrealized Gain (Loss) on Investments	3.56	1.48	3.22	(3.00)	(.03)
Total from Investment Operations	4.93	2.68	4.23	(2.23)	.61
<b>Net Asset Value, End of Period</b>	<b>\$52.36</b>	<b>\$47.43</b>	<b>\$44.75</b>	<b>\$40.52</b>	<b>\$42.75</b>
<b>Total Return</b>	<b>10.39%</b>	<b>5.99%</b>	<b>10.44%</b>	<b>-5.22%</b>	<b>1.45%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$5,337	\$5,921	\$6,750	\$6,800	\$7,125
Ratio of Direct Expenses to Average Net Assets—Note B	0.045%	0.044%	0.044%	0.044%	0.045%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	2.69%	2.58%	2.42%	1.95%	1.47%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2020 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2020 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 19% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.045% represents fees paid directly to the Trustee and 0.030% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	17,525	23,410
Redeemed	(40,433)	(49,409)
Net Increase (Decrease) in Units Outstanding	(22,908)	(25,999)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2020 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

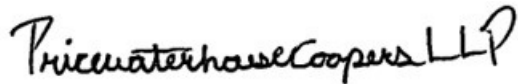
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2025 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2025 Master Trust, at Value* (Cost \$9,877,251)	13,033,579
Receivables for Investment in the Master Trust Sold	13,716
Receivables for Units Issued	19,196
<b>Total Assets</b>	<b>13,066,491</b>
<b>Liabilities</b>	
Payables for Units Redeemed	32,913
Accrued Expenses	518
<b>Total Liabilities</b>	<b>33,431</b>
<b>Net Assets</b>	<b>13,033,060</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>231,715,736</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$56.25</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	321,270
<b>Expenses</b>	
Trustees' Fee — Note B	6,441
<b>Net Investment Income</b>	<b>314,829</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>816,758</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>609,978</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>1,741,565</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	314,829	332,227
Realized Net Gain (Loss)	816,758	597,150
Change in Unrealized Appreciation (Depreciation)	609,978	(19,448)
Net Increase (Decrease) in Net Assets Resulting from Operations	1,741,565	909,929
<b>Unit Transactions</b>		
Issued	2,325,843	2,850,454
Redeemed	(4,843,331)	(5,531,629)
Net Increase (Decrease) from Unit Transactions	(2,517,488)	(2,681,175)
Total Increase (Decrease)	(775,923)	(1,771,246)
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>13,808,983</b>	<b>15,580,229</b>
<b>End of Period</b>	<b>13,033,060</b>	<b>13,808,983</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$49.76</b>	<b>\$46.89</b>	<b>\$41.52</b>	<b>\$44.07</b>	<b>\$43.20</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	1.23	1.08	.92	.64	.51
Net Realized and Unrealized Gain (Loss) on Investments	5.26	1.79	4.45	(3.19)	.36
Total from Investment Operations	6.49	2.87	5.37	(2.55)	.87
<b>Net Asset Value, End of Period</b>	<b>\$56.25</b>	<b>\$49.76</b>	<b>\$46.89</b>	<b>\$41.52</b>	<b>\$44.07</b>
<b>Total Return</b>	<b>13.04%</b>	<b>6.12%</b>	<b>12.93%</b>	<b>-5.79%</b>	<b>2.01%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$13,033	\$13,809	\$15,580	\$13,952	\$13,612
Ratio of Direct Expenses to Average Net Assets—Note B	0.046%	0.045%	0.046%	0.046%	0.046%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	2.25%	2.22%	2.13%	1.58%	1.12%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2025 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2025 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 19% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.046% represents fees paid directly to the Trustee and 0.029% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	42,647	58,352
Redeemed	(88,429)	(113,104)
Net Increase (Decrease) in Units Outstanding	(45,782)	(54,752)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2025 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

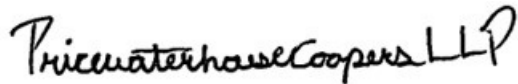
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2030 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2030 Master Trust, at Value* (Cost \$15,949,894)	22,225,463
Receivables for Investment in the Master Trust Sold	4,168
Receivables for Units Issued	51,318
<b>Total Assets</b>	<b>22,280,949</b>
<b>Liabilities</b>	
Payables for Units Redeemed	55,485
Accrued Expenses	895
<b>Total Liabilities</b>	<b>56,380</b>
<b>Net Assets</b>	<b>22,224,569</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>377,976,034</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$58.80</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	454,353
<b>Expenses</b>	
Trustees' Fee — Note B	10,622
<b>Net Investment Income</b>	<b>443,731</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>736,421</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>1,923,362</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>3,103,514</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	443,731	429,102
Realized Net Gain (Loss)	736,421	417,874
Change in Unrealized Appreciation (Depreciation)	1,923,362	422,119
Net Increase (Decrease) in Net Assets Resulting from Operations	3,103,514	1,269,095
<b>Unit Transactions</b>		
Issued	4,546,596	4,586,762
Redeemed	(6,368,716)	(5,947,269)
Net Increase (Decrease) from Unit Transactions	(1,822,120)	(1,360,507)
Total Increase (Decrease)	1,281,394	(91,412)
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>20,943,175</b>	<b>21,034,587</b>
<b>End of Period</b>	<b>22,224,569</b>	<b>20,943,175</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$51.21</b>	<b>\$48.27</b>	<b>\$42.04</b>	<b>\$44.79</b>	<b>\$43.63</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	1.11	1.01	.86	.56	.45
Net Realized and Unrealized Gain (Loss) on Investments	6.48	1.93	5.37	(3.31)	.71
Total from Investment Operations	7.59	2.94	6.23	(2.75)	1.16
<b>Net Asset Value, End of Period</b>	<b>\$58.80</b>	<b>\$51.21</b>	<b>\$48.27</b>	<b>\$42.04</b>	<b>\$44.79</b>
<b>Total Return</b>	<b>14.82%</b>	<b>6.09%</b>	<b>14.82%</b>	<b>-6.14%</b>	<b>2.66%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$22,225	\$20,943	\$21,035	\$16,956	\$15,509
Ratio of Direct Expenses to Average Net Assets—Note B	0.047%	0.047%	0.047%	0.047%	0.048%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	1.96%	2.01%	1.94%	1.38%	0.98%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2030 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2030 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 18% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.047% represents fees paid directly to the Trustee and 0.028% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	79,785	90,846
Redeemed	(110,762)	(117,646)
Net Increase (Decrease) in Units Outstanding	(30,977)	(26,800)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2030 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

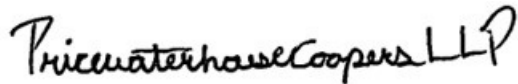
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2035 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2035 Master Trust, at Value* (Cost \$15,692,122)	23,547,395
Receivables for Units Issued	70,422
<b>Total Assets</b>	<b>23,617,817</b>
<b>Liabilities</b>	
Payables for Investment in the Master Trust Purchased	38
Payables for Units Redeemed	70,384
Accrued Expenses	964
<b>Total Liabilities</b>	<b>71,386</b>
<b>Net Assets</b>	<b>23,546,431</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>375,145,435</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$62.77</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	413,100
<b>Expenses</b>	
Trustees' Fee — Note B	11,218
<b>Net Investment Income</b>	<b>401,882</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>557,255</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>2,500,722</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>3,459,859</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	401,882	379,549
Realized Net Gain (Loss)	557,255	319,528
Change in Unrealized Appreciation (Depreciation)	2,500,722	604,371
Net Increase (Decrease) in Net Assets Resulting from Operations	3,459,859	1,303,448
<b>Unit Transactions</b>		
Issued	4,828,565	4,785,258
Redeemed	(5,828,972)	(5,787,548)
Net Increase (Decrease) from Unit Transactions	(1,000,407)	(1,002,290)
Total Increase (Decrease)	2,459,452	301,158
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>21,086,979</b>	<b>20,785,821</b>
<b>End of Period</b>	<b>23,546,431</b>	<b>21,086,979</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$54.01</b>	<b>\$50.83</b>	<b>\$43.68</b>	<b>\$46.61</b>	<b>\$45.05</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	1.04	.94	.81	.55	.44
Net Realized and Unrealized Gain (Loss) on Investments	7.72	2.24	6.34	(3.48)	1.12
Total from Investment Operations	8.76	3.18	7.15	(2.93)	1.56
<b>Net Asset Value, End of Period</b>	<b>\$62.77</b>	<b>\$54.01</b>	<b>\$50.83</b>	<b>\$43.68</b>	<b>\$46.61</b>
<b>Total Return</b>	<b>16.22%</b>	<b>6.26%</b>	<b>16.37%</b>	<b>-6.29%</b>	<b>3.46%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$23,546	\$21,087	\$20,786	\$15,960	\$14,480
Ratio of Direct Expenses to Average Net Assets—Note B	0.048%	0.048%	0.048%	0.048%	0.048%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	1.71%	1.77%	1.75%	1.29%	0.93%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2035 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2035 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 17% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.048% represents fees paid directly to the Trustee and 0.027% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	79,537	89,854
Redeemed	(94,807)	(108,367)
Net Increase (Decrease) in Units Outstanding	(15,270)	(18,513)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2035 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

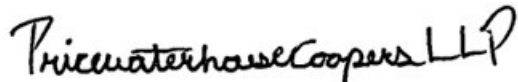
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2040 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2040 Master Trust, at Value* (Cost \$14,737,723)	23,032,400
Receivables for Investment in the Master Trust Sold	11,170
Receivables for Units Issued	64,196
<b>Total Assets</b>	<b>23,107,766</b>
<b>Liabilities</b>	
Payables for Units Redeemed	75,366
Accrued Expenses	958
<b>Total Liabilities</b>	<b>76,324</b>
<b>Net Assets</b>	<b>23,031,442</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>339,027,593</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$67.93</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	344,811
<b>Expenses</b>	
Trustees' Fee — Note B	11,071
<b>Net Investment Income</b>	<b>333,740</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>471,666</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>2,805,327</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>3,610,733</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	333,740	314,796
Realized Net Gain (Loss)	471,666	296,038
Change in Unrealized Appreciation (Depreciation)	2,805,327	664,181
Net Increase (Decrease) in Net Assets Resulting from Operations	3,610,733	1,275,015
<b>Unit Transactions</b>		
Issued	4,785,799	4,416,157
Redeemed	(5,549,760)	(5,089,481)
Net Increase (Decrease) from Unit Transactions	(763,961)	(673,324)
Total Increase (Decrease)	2,846,772	601,691
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>20,184,670</b>	<b>19,582,979</b>
<b>End of Period</b>	<b>23,031,442</b>	<b>20,184,670</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$57.77</b>	<b>\$54.28</b>	<b>\$46.02</b>	<b>\$49.22</b>	<b>\$47.22</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.96	.88	.76	.54	.44
Net Realized and Unrealized Gain (Loss) on Investments	9.20	2.61	7.50	(3.74)	1.56
Total from Investment Operations	10.16	3.49	8.26	(3.20)	2.00
<b>Net Asset Value, End of Period</b>	<b>\$67.93</b>	<b>\$57.77</b>	<b>\$54.28</b>	<b>\$46.02</b>	<b>\$49.22</b>
<b>Total Return</b>	<b>17.59%</b>	<b>6.43%</b>	<b>17.95%</b>	<b>-6.50%</b>	<b>4.24%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$23,031	\$20,185	\$19,583	\$14,782	\$13,045
Ratio of Direct Expenses to Average Net Assets—Note B	0.048%	0.049%	0.049%	0.049%	0.049%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	1.46%	1.54%	1.56%	1.21%	0.89%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2040 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2040 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 17% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.048% represents fees paid directly to the Trustee and 0.027% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	73,001	77,477
Redeemed	(83,372)	(88,882)
Net Increase (Decrease) in Units Outstanding	(10,371)	(11,405)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2040 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

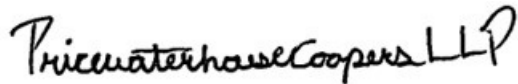
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2045 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2045 Master Trust, at Value* (Cost \$13,277,967)	22,070,734
Receivables for Investment in the Master Trust Sold	25,133
Receivables for Units Issued	56,524
<b>Total Assets</b>	<b>22,152,391</b>
<b>Liabilities</b>	
Payables for Units Redeemed	81,657
Accrued Expenses	932
<b>Total Liabilities</b>	<b>82,589</b>
<b>Net Assets</b>	<b>22,069,802</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>308,303,757</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$71.58</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	274,561
<b>Expenses</b>	
Trustees' Fee — Note B	10,691
<b>Net Investment Income</b>	<b>263,870</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>371,046</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>3,009,821</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>3,644,737</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	263,870	247,876
Realized Net Gain (Loss)	371,046	160,887
Change in Unrealized Appreciation (Depreciation)	3,009,821	805,982
Net Increase (Decrease) in Net Assets Resulting from Operations	3,644,737	1,214,745
<b>Unit Transactions</b>		
Issued	4,739,759	4,559,773
Redeemed	(5,113,916)	(5,046,277)
Net Increase (Decrease) from Unit Transactions	(374,157)	(486,504)
Total Increase (Decrease)	3,270,580	728,241
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>18,799,222</b>	<b>18,070,981</b>
<b>End of Period</b>	<b>22,069,802</b>	<b>18,799,222</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$60.19</b>	<b>\$56.47</b>	<b>\$47.28</b>	<b>\$50.66</b>	<b>\$48.23</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.84	.78	.68	.51	.43
Net Realized and Unrealized Gain (Loss) on Investments	10.55	2.94	8.51	(3.89)	2.00
Total from Investment Operations	11.39	3.72	9.19	(3.38)	2.43
<b>Net Asset Value, End of Period</b>	<b>\$71.58</b>	<b>\$60.19</b>	<b>\$56.47</b>	<b>\$47.28</b>	<b>\$50.66</b>
<b>Total Return</b>	<b>18.92%</b>	<b>6.59%</b>	<b>19.44%</b>	<b>-6.67%</b>	<b>5.04%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$22,070	\$18,799	\$18,071	\$13,298	\$11,797
Ratio of Direct Expenses to Average Net Assets—Note B	0.049%	0.049%	0.050%	0.050%	0.050%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	1.22%	1.30%	1.35%	1.13%	0.83%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2045 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2045 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 16% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.049% represents fees paid directly to the Trustee and 0.026% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	68,781	76,809
Redeemed	(72,822)	(84,456)
Net Increase (Decrease) in Units Outstanding	(4,041)	(7,647)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2045 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

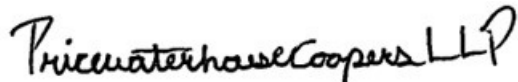
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2050 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2050 Master Trust, at Value* (Cost \$12,889,170)	21,268,268
Receivables for Investment in the Master Trust Sold	42,625
Receivables for Units Issued	48,279
<b>Total Assets</b>	<b>21,359,172</b>
<b>Liabilities</b>	
Payables for Units Redeemed	90,905
Accrued Expenses	911
<b>Total Liabilities</b>	<b>91,816</b>
<b>Net Assets</b>	<b>21,267,356</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>288,220,674</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$73.79</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	210,041
<b>Expenses</b>	
Trustees' Fee — Note B	10,309
<b>Net Investment Income</b>	<b>199,732</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>232,421</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>3,243,354</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>3,675,507</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	199,732	195,455
Realized Net Gain (Loss)	232,421	74,872
Change in Unrealized Appreciation (Depreciation)	3,243,354	883,238
Net Increase (Decrease) in Net Assets Resulting from Operations	3,675,507	1,153,565
<b>Unit Transactions</b>		
Issued	4,881,292	4,581,061
Redeemed	(4,907,329)	(4,672,578)
Net Increase (Decrease) from Unit Transactions	(26,037)	(91,517)
Total Increase (Decrease)	3,649,470	1,062,048
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>17,617,886</b>	<b>16,555,838</b>
<b>End of Period</b>	<b>21,267,356</b>	<b>17,617,886</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$61.28</b>	<b>\$57.43</b>	<b>\$47.66</b>	<b>\$51.08</b>	<b>\$48.56</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.69	.67	.62	.50	.43
Net Realized and Unrealized Gain (Loss) on Investments	11.82	3.18	9.15	(3.92)	2.09
Total from Investment Operations	12.51	3.85	9.77	(3.42)	2.52
<b>Net Asset Value, End of Period</b>	<b>\$73.79</b>	<b>\$61.28</b>	<b>\$57.43</b>	<b>\$47.66</b>	<b>\$51.08</b>
<b>Total Return</b>	<b>20.41%</b>	<b>6.70%</b>	<b>20.50%</b>	<b>-6.70%</b>	<b>5.19%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$21,267	\$17,618	\$16,556	\$11,880	\$10,096
Ratio of Direct Expenses to Average Net Assets—Note B	0.050%	0.050%	0.050%	0.050%	0.050%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	0.97%	1.10%	1.21%	1.09%	0.83%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2050 Trust II (the "Trust") was established by a Declaration of Trust dated June 1, 2007, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2050 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 16% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.050% represents fees paid directly to the Trustee and 0.025% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	68,606	75,758
Redeemed	(67,865)	(76,546)
Net Increase (Decrease) in Units Outstanding	741	(788)

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2050 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

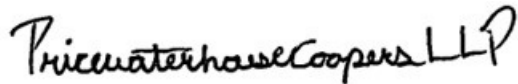
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2055 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2055 Master Trust, at Value* (Cost \$10,074,256)	15,630,774
Receivables for Investment in the Master Trust Sold	24,507
Receivables for Units Issued	36,946
<b>Total Assets</b>	<b>15,692,227</b>
<b>Liabilities</b>	
Payables for Units Redeemed	61,453
Accrued Expenses	669
<b>Total Liabilities</b>	<b>62,122</b>
<b>Net Assets</b>	<b>15,630,105</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>158,156,657</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$98.83</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	150,858
<b>Expenses</b>	
Trustees' Fee — Note B	7,464
<b>Net Investment Income</b>	<b>143,394</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>121,135</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>2,373,150</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>2,637,679</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	143,394	137,307
Realized Net Gain (Loss)	121,135	28,306
Change in Unrealized Appreciation (Depreciation)	2,373,150	642,338
Net Increase (Decrease) in Net Assets Resulting from Operations	2,637,679	807,951
<b>Unit Transactions</b>		
Issued	3,984,179	3,971,976
Redeemed	(3,515,472)	(3,522,261)
Net Increase (Decrease) from Unit Transactions	468,707	449,715
Total Increase (Decrease)	3,106,386	1,257,666
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>12,523,719</b>	<b>11,266,053</b>
<b>End of Period</b>	<b>15,630,105</b>	<b>12,523,719</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$82.07</b>	<b>\$76.93</b>	<b>\$63.85</b>	<b>\$68.42</b>	<b>\$65.03</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.91	.89	.83	.67	.57
Net Realized and Unrealized Gain (Loss) on Investments	15.85	4.25	12.25	(5.24)	2.82
Total from Investment Operations	16.76	5.14	13.08	(4.57)	3.39
<b>Net Asset Value, End of Period</b>	<b>\$98.83</b>	<b>\$82.07</b>	<b>\$76.93</b>	<b>\$63.85</b>	<b>\$68.42</b>
<b>Total Return</b>	<b>20.42%</b>	<b>6.68%</b>	<b>20.49%</b>	<b>-6.68%</b>	<b>5.21%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$15,630	\$12,524	\$11,266	\$7,691	\$6,112
Ratio of Direct Expenses to Average Net Assets—Note B	0.050%	0.050%	0.050%	0.050%	0.050%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	0.96%	1.10%	1.21%	1.10%	0.82%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2055 Trust II (the "Trust") was established by a Declaration of Trust dated July 1, 2010, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2055 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 15% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.050% represents fees paid directly to the Trustee and 0.025% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	41,917	49,166
Redeemed	(36,351)	(43,027)
Net Increase (Decrease) in Units Outstanding	5,566	6,139

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2055 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

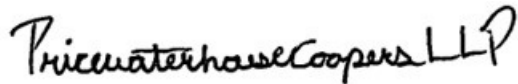
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2060 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2060 Master Trust, at Value* (Cost \$6,564,547)	9,452,253
Receivables for Units Issued	31,921
<b>Total Assets</b>	<b>9,484,174</b>
<b>Liabilities</b>	
Payables for Investment in the Master Trust Purchased	3,950
Payables for Units Redeemed	27,970
Accrued Expenses	402
<b>Total Liabilities</b>	<b>32,322</b>
<b>Net Assets</b>	<b>9,451,852</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>121,168,685</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$78.01</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	88,947
<b>Expenses</b>	
Trustees' Fee — Note B	4,378
<b>Net Investment Income</b>	<b>84,569</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>63,162</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>1,377,628</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>1,525,359</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	84,569	77,337
Realized Net Gain (Loss)	63,162	10,456
Change in Unrealized Appreciation (Depreciation)	1,377,628	359,381
Net Increase (Decrease) in Net Assets Resulting from Operations	1,525,359	447,174
<b>Unit Transactions</b>		
Issued	2,884,257	2,569,221
Redeemed	(2,152,524)	(2,010,459)
Net Increase (Decrease) from Unit Transactions	731,733	558,762
Total Increase (Decrease)	2,257,092	1,005,936
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>7,194,760</b>	<b>6,188,824</b>
<b>End of Period</b>	<b>9,451,852</b>	<b>7,194,760</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$64.79</b>	<b>\$60.71</b>	<b>\$50.40</b>	<b>\$53.99</b>	<b>\$51.31</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.72	.71	.66	.54	.46
Net Realized and Unrealized Gain (Loss) on Investments	12.50	3.37	9.65	(4.13)	2.22
Total from Investment Operations	13.22	4.08	10.31	(3.59)	2.68
<b>Net Asset Value, End of Period</b>	<b>\$78.01</b>	<b>\$64.79</b>	<b>\$60.71</b>	<b>\$50.40</b>	<b>\$53.99</b>
<b>Total Return</b>	<b>20.40%</b>	<b>6.72%</b>	<b>20.46%</b>	<b>-6.65%</b>	<b>5.22%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$9,452	\$7,195	\$6,189	\$3,915	\$2,764
Ratio of Direct Expenses to Average Net Assets—Note B	0.050%	0.050%	0.050%	0.050%	0.050%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	0.97%	1.10%	1.22%	1.11%	0.84%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2060 Trust II (the "Trust") was established by a Declaration of Trust dated October 1, 2011, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2060 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 16% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.050% represents fees paid directly to the Trustee and 0.025% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	38,352	40,200
Redeemed	(28,238)	(31,082)
Net Increase (Decrease) in Units Outstanding	10,114	9,118

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2060 Trust II (the “Trust”), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the “financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust’s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

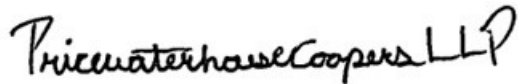
### ***Auditors’ Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2065 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2065 Master Trust, at Value* (Cost \$2,699,728)	3,558,859
Receivables for Investment in the Master Trust Sold	902
Receivables for Units Issued	9,347
<b>Total Assets</b>	<b>3,569,108</b>
<b>Liabilities</b>	
Payables for Units Redeemed	10,249
Accrued Expenses	151
<b>Total Liabilities</b>	<b>10,400</b>
<b>Net Assets</b>	<b>3,558,708</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>74,103,600</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$48.02</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	31,991
<b>Expenses</b>	
Trustees' Fee — Note B	1,562
<b>Net Investment Income</b>	<b>30,429</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>20,944</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>474,315</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>525,688</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	30,429	24,486
Realized Net Gain (Loss)	20,944	2,864
Change in Unrealized Appreciation (Depreciation)	474,315	106,800
Net Increase (Decrease) in Net Assets Resulting from Operations	525,688	134,150
<b>Unit Transactions</b>		
Issued	1,452,418	1,192,703
Redeemed	(820,376)	(739,737)
Net Increase (Decrease) from Unit Transactions	632,042	452,966
Total Increase (Decrease)	1,157,730	587,116
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>2,400,978</b>	<b>1,813,862</b>
<b>End of Period</b>	<b>3,558,708</b>	<b>2,400,978</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,				
	2026	2025	2024	2023	2022
<b>Net Asset Value, Beginning of Period</b>	<b>\$39.89</b>	<b>\$37.39</b>	<b>\$31.04</b>	<b>\$33.24</b>	<b>\$31.61</b>
<b>Investment Operations</b>					
Net Investment Income <sup>1</sup>	.45	.44	.41	.34	.29
Net Realized and Unrealized Gain (Loss) on Investments	7.68	2.06	5.94	(2.54)	1.34
Total from Investment Operations	8.13	2.50	6.35	(2.20)	1.63
<b>Net Asset Value, End of Period</b>	<b>\$48.02</b>	<b>\$39.89</b>	<b>\$37.39</b>	<b>\$31.04</b>	<b>\$33.24</b>
<b>Total Return</b>	<b>20.38%</b>	<b>6.69%</b>	<b>20.46%</b>	<b>-6.62%</b>	<b>5.16%</b>
<b>Ratios/Supplemental Data</b>					
Net Assets, End of Period (Millions)	\$3,559	\$2,401	\$1,814	\$952	\$539
Ratio of Direct Expenses to Average Net Assets—Note B	0.050%	0.050%	0.050%	0.050%	0.050%
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075%	0.075%
Ratio of Net Investment Income to Average Net Assets	0.98%	1.11%	1.24%	1.14%	0.85%

<sup>1</sup> Calculated based on average units outstanding.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2065 Trust II (the "Trust") was established by a Declaration of Trust dated July 1, 2017, and most recently amended effective January 1, 2019, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2065 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 15% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.050% represents fees paid directly to the Trustee and 0.025% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026 Units (000)	2025 Units (000)
Issued	31,432	30,258
Redeemed	(17,516)	(18,580)
Net Increase (Decrease) in Units Outstanding	13,916	11,678

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2065 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the five years in the period ended March 31, 2026 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the five years in the period ended March 31, 2026 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

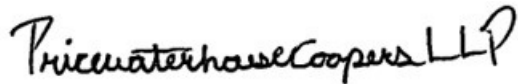
### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026

**Vanguard® Fiduciary Trust Company**  
**Target Retirement 2070 Trust II**  
**Financial Statements**  
**March 31, 2026**

## Statement of Assets and Liabilities

As of March 31, 2026

(\$000s, except units and per-unit amounts)	Amount
<b>Assets</b>	
Investment in Target Retirement 2070 Master Trust, at Value* (Cost \$545,285)	636,834
Receivables for Units Issued	1,516
<b>Total Assets</b>	<b>638,350</b>
<b>Liabilities</b>	
Payables for Investment in the Master Trust Purchased	187
Payables for Units Redeemed	1,329
Accrued Expenses	27
<b>Total Liabilities</b>	<b>1,543</b>
<b>Net Assets</b>	<b>636,807</b>
<hr/>	
<b>Units of Beneficial Ownership Outstanding</b>	<b>21,744,718</b>
<hr/>	
<b>Net Asset Value Per Unit (Net Assets Divided by Units Outstanding)</b>	<b>\$29.29</b>

\* See Note A in Notes to Financial Statements.

## Statement of Operations

	Year Ended March 31, 2026
	(\$000)
<b>Investment Income</b>	
Net Investment Income allocated from the Master Trust	4,999
<b>Expenses</b>	
Trustees' Fee — Note B	239
<b>Net Investment Income</b>	<b>4,760</b>
<b>Realized Net Gain (Loss) allocated from the Master Trust</b>	<b>1,773</b>
<b>Change in Unrealized Appreciation (Depreciation) allocated from the Master Trust</b>	<b>64,941</b>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>71,474</b>

## Statement of Changes in Net Assets

	Year Ended March 31,	
	2026 (\$000)	2025 (\$000)
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net Investment Income	4,760	2,651
Realized Net Gain (Loss)	1,773	671
Change in Unrealized Appreciation (Depreciation)	64,941	8,631
Net Increase (Decrease) in Net Assets Resulting from Operations	71,474	11,953
<b>Unit Transactions</b>		
Issued	434,233	253,658
Redeemed	(172,947)	(114,509)
Net Increase (Decrease) from Unit Transactions	261,286	139,149
Total Increase (Decrease)	332,760	151,102
<b>Net Assets</b>		
<b>Beginning of Period</b>	<b>304,047</b>	<b>152,945</b>
<b>End of Period</b>	<b>636,807</b>	<b>304,047</b>

See accompanying Notes, which are an integral part of the Financial Statements.

## Financial Highlights

For a Unit Outstanding Throughout Each Period	Year Ended March 31,			April 7, 2022 <sup>1</sup> to
	2026	2025	2024	March 31, 2023
<b>Net Asset Value, Beginning of Period</b>	<b>\$24.34</b>	<b>\$22.81</b>	<b>\$18.92</b>	<b>\$20.00</b>
<b>Investment Operations</b>				
Net Investment Income <sup>2</sup>	.28	.28	.27	.25
Net Realized and Unrealized Gain (Loss) on Investments	4.67	1.25	3.62	(1.33)
Total from Investment Operations	4.95	1.53	3.89	(1.08)
<b>Net Asset Value, End of Period</b>	<b>\$29.29</b>	<b>\$24.34</b>	<b>\$22.81</b>	<b>\$18.92</b>
<b>Total Return</b>	<b>20.34%</b>	<b>6.71%</b>	<b>20.56%</b>	<b>-5.40%</b>
<b>Ratios/Supplemental Data</b>				
Net Assets, End of Period (Millions)	\$637	\$304	\$153	\$31
Ratio of Direct Expenses to Average Net Assets—Note B	0.050%	0.050%	0.050%	0.050% <sup>3</sup>
Ratio of Total Expenses Including Acquired Trust Expenses to Average Net Assets—Note B	0.075%	0.075%	0.075%	0.075% <sup>3</sup>
Ratio of Net Investment Income to Average Net Assets	1.00%	1.14%	1.31%	1.38% <sup>3</sup>

1 Inception.

2 Calculated based on average units outstanding.

3 Annualized.

## Notes to Financial Statements

Vanguard Fiduciary Trust Company Target Retirement 2070 Trust II (the "Trust") was established by a Declaration of Trust dated January 1, 2022, to provide a collective investment trust for employee benefit plans and eligible entities (see "Federal Income Taxes" below).

The Trust invests substantially all of its assets in Target Retirement 2070 Master Trust (the "Master Trust"), which has the same investment objectives as the Trust. The accompanying financial statements of the Master Trust, including the Schedule of Investments, should be read in conjunction with the financial statements of the Trust. The Master Trust allocates daily its net investment income, realized and unrealized gains and losses among its investor trusts based on their proportionate ownership. At March 31, 2026, the Trust owned 15% of the Master Trust.

**A.** The following significant accounting policies are consistently followed by the Trust in the preparation of its financial statements. Such policies are in accordance with the Declaration of Trust and in conformity with generally accepted accounting principles for U.S. investment companies.

1. **Security Valuation:** The Trust's investment in the Master Trust reflects its proportionate interest in the net assets of the Master Trust. This value is determined as of the close of trading on the New York Stock Exchange (generally 4 p.m., Eastern time) on the valuation date.

2. **Investment Income, Realized and Unrealized Gains (Losses):** The Trust receives a daily allocation of its proportionate interest of net investment income, realized gains (losses), and change in unrealized appreciation (depreciation) from the Master Trust. The Trust accrues its own expenses, as described in Note B.

3. **Federal Income Taxes:** The Trust is qualified for the collective investment of funds of tax-exempt pension, stock bonus, and profit-sharing trusts under Section 401(a) of the Internal Revenue Code (the "Code"), governmental plans or units under Section 818(a)(6) of the Code, and church retirement income accounts under Section 403(b)(9) of the Code, and is exempt from federal income taxation under Section 501(a) of the Code. Net investment income and realized net gains are not required to be distributed to unitholders and are instead retained by the Trust. Management has reviewed the tax-exempt status of the Trust and has concluded that no provision for federal income tax is required in the financial statements.

**B.** Vanguard Fiduciary Trust Company is Trustee and administrator for the Trust. The Trustee provides corporate management and administrative services to the Trust in return for a fee calculated at an annual percentage rate of the average net assets of the Trust; the specified fee rate takes into account both expenses paid directly by the Trust and the underlying investments' expenses. For the year ended March 31, 2026, the total expenses of the Trust were 0.075%, of which 0.050% represents fees paid directly to the Trustee and 0.025% represents the Master Trust's share of the expenses of the underlying funds in which it invests.

**C.** Various inputs may be used to determine the value of the Trust's investments. 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 Trust's own assumptions used to determine the fair value of investments).

At March 31, 2026, the Trust's investment in the Master Trust is considered to be valued based on a Level 2 input, as the value of the Master Trust is not quoted in an active market. The Master Trust's investments are valued based on Level 1 inputs.

**D.** Units issued and redeemed were:

	Year Ended March 31,	
	2026	2025
	Units	Units
	(000)	(000)
Issued	15,293	10,506
Redeemed	(6,042)	(4,718)
Net Increase (Decrease) in Units Outstanding	9,251	5,788

**E.** Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, political or regulatory conditions, or other events, can adversely affect local and global markets and normal market operations. Any such disruptions could have an adverse impact on the value of the Trust's investments and Trust performance.

To the extent the Trust's investment portfolio reflects concentration in a particular market, industry, sector, country or asset class, the Trust may be adversely affected by the performance of these concentrations and may be subject to increased price volatility and other risks.

**F.** Management has determined that no events or transactions occurred through May 22, 2026, the date the financial statements were made available to be issued, that would require recognition or disclosure in these financial statements.



## **Report of Independent Auditors**

To the Board of Directors of Vanguard Fiduciary Trust Company

### ***Opinion***

We have audited the accompanying financial statements of Vanguard Fiduciary Trust Company Target Retirement 2070 Trust II (the "Trust"), which comprise the statement of assets and liabilities as of March 31, 2026, the related statement of operations for the year ended March 31, 2026, the statement of changes in net assets for each of the two years in the period ended March 31, 2026, including the related notes, and the financial highlights for each of the three years in the period ended March 31, 2026 and for the period April 7, 2022 (inception) through March 31, 2023 (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as of March 31, 2026, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended March 31, 2026 and the financial highlights for each of the three years in the period ended March 31, 2026 and for the period April 7, 2022 (inception) through March 31, 2023 in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

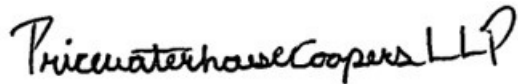
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

PricewaterhouseCoopers LLP, 2001 Market Street, Suite 1800,  
Philadelphia, PA 19103 +1 (267) 330 3000

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP". The signature is written in a cursive, flowing style.

Philadelphia, Pennsylvania  
May 22, 2026