

# Schwab Large-Cap Growth Fund

## Investment objective

The Fund seeks long-term capital growth.

## Fund highlights

- An actively managed fund that invests in companies the investment adviser believes to have above-average growth potential
- A convenient way to gain broad exposure to large-cap growth stocks
- Seeks to deliver consistent, risk-adjusted excess return through a disciplined investment process that uses Schwab Equity Ratings® as one of several inputs\*
- An experienced portfolio management team evaluates securities based on three components: fundamentals, valuation, and sentiment

## Fund details

Total net assets	\$238,452,236
Number of fund holdings	118
Distribution frequency	Annual
Inception date	10/03/05
Loads/12b-1 fees	None
Gross expense ratio <sup>1</sup>	1.02%
Net expense ratio <sup>1</sup>	0.99%
Minimum initial investment	None
Minimum balance	None

## Portfolio managers

**Jonas Svallin, CFA**, Vice President  
Head of Active Equity Strategies

**Wei Li, Ph.D., CFA**, Managing Director  
Senior Portfolio Manager

**Holly Emerson, CFA**, Portfolio Manager

## Morningstar Rating™ and Style Box<sup>2</sup>

Fund Category:

Large Growth

Rating

Overall ★★  
Three-Year ★★  
Five-Year ★★  
Ten-Year ★★



Source: Morningstar, Inc. As of 03/31/21 the total number of Large Growth funds for the Overall, three-, five- and ten-year periods were 1186, 1186, 1065, and 788, respectively. The ratings reflect historical risk-adjusted performance and the Overall Rating is derived from a weighted average of the Fund's three-, five- and ten-year Morningstar Rating metrics.

## Quartile rankings within Morningstar category<sup>3</sup>

■ Fund

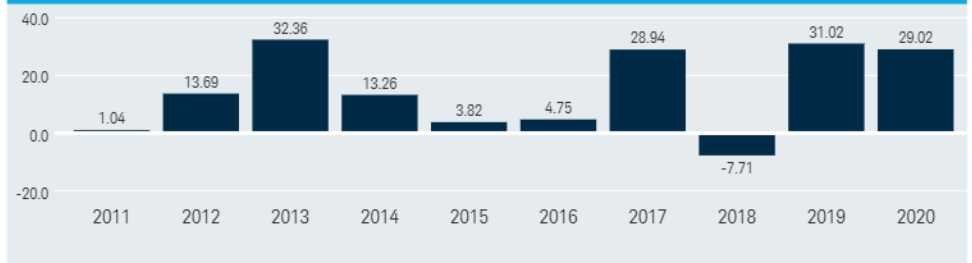
Top 25%



Bottom 25%

Performance (%) as of 3/31/21	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Fund<sup>4</sup></b>	<b>2.01</b>	<b>2.01</b>	<b>56.32</b>	<b>16.71</b>	<b>16.78</b>	<b>13.67</b>	<b>9.99</b>
Russell 1000® Growth Index <sup>3</sup>	0.94	0.94	62.74	22.80	21.05	16.63	12.40
Category Average <sup>3</sup>	2.23	2.23	63.57	20.44	19.42	14.73	-

## Annual total returns<sup>4</sup> (%) as of 12/31



Performance data quoted represents past performance and is no guarantee of future results. Returns are based on total return, which assumes reinvestment of dividends and distributions. Investment returns and principal value will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than performance data quoted. To obtain performance information current to the most recent month end, please visit [www.schwabfunds.com](http://www.schwabfunds.com).

Index performance returns do not reflect any management fees, transaction costs or expenses, which would lower performance. They assume dividends and distributions were reinvested. Indices are unmanaged and cannot be invested in directly.

## Top holdings<sup>5, 6</sup> (% of portfolio) as of 3/31/21

Apple Inc.	11.20
Microsoft Corporation	9.86
Amazon.com, Inc.	7.80
Alphabet Inc. Class A	5.22
Facebook, Inc. Class A	4.07
Tesla Inc	2.24
Adobe Inc.	2.08
Mastercard Incorporated Class A	1.99
Accenture Plc Class A	1.64
Visa Inc. Class A	1.54
<b>TOTAL</b>	<b>47.64</b>

\*To aid its stock selection, the fund uses Schwab Equity Ratings®, proprietary stock research produced by the Schwab Center for Financial Research (SCFR). SCFR is a division of Charles Schwab & Co., Inc. (Schwab).

## Important investment concerns

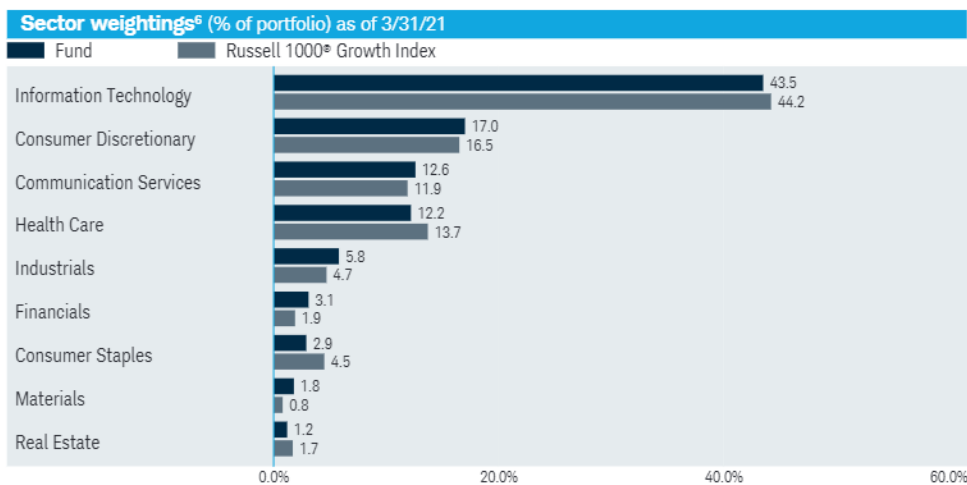
Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

Characteristics as of 3/31/21		
	Fund	Russell 1000® Growth Index
Number of securities	118	464
Wtd. avg. market capitalization (in millions)	\$719,496	\$696,472
Portfolio turnover rate (1-year trailing) <sup>7</sup>	53.73%	—
Price-to-earnings ratio	32.75	38.22
Price-to-book ratio	8.77	11.48
Price-to-cash-flow ratio	22.02	26.25
Return on equity	34.89%	31.45%
5-year earnings growth	29.94%	28.36%

Data provided by FactSet as of 03/31/21, unless otherwise noted.

Statistical information (3 Yr.) as of 3/31/21		
	Fund	Russell 1000® Growth Index
Sharpe ratio	0.78	1.10
Information ratio	-3.22	0.00
Standard deviation	19.62%	19.41%
R-squared	99.08%	100.00%
Beta vs. Benchmark	1.01	1.00

Data provided by Zephyr StyleADVISOR as of 03/31/21.



Sector and/or industry weightings for the portfolio are determined using the Global Industry Classification Standard (GICS). GICS was developed by and is the exclusive property of MSCI and Standard & Poor's (S&P). GICS is a service mark of MSCI and S&P and has been licensed for use by Charles Schwab & Co., Inc.

## Find out more today

For more information, please visit [www.schwabfunds.com](http://www.schwabfunds.com).

For additional information about the indices and terms shown, please visit [www.schwabfunds.com/glossary](http://www.schwabfunds.com/glossary).

Investors should consider carefully information contained in the Fund's prospectus, or if available, the summary prospectus, including investment objectives, risks, charges and expenses. You can view and download a prospectus by visiting [www.schwabfunds.com/schwabfunds\\_prospectus](http://www.schwabfunds.com/schwabfunds_prospectus). Please read the prospectus carefully before investing.

<sup>1</sup> As stated in the prospectus for each fund. These figures may differ from those presented in a fund's shareholder report. **Gross Expense:** Does not reflect the effect of contractual fee waivers. **Net Expense:** The investment adviser and its affiliates have agreed to limit the total annual fund operating expenses (excluding interest, taxes and certain non-routine expenses) of the Fund to 0.99% for so long as the investment adviser serves as the adviser to the Fund. This agreement may only be amended or terminated with the approval of the Fund's Board of Trustees.

<sup>2</sup> Morningstar proprietary ratings reflect historical risk-adjusted performance. For each fund with at least a 3-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar risk-adjusted return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. (Each share class is counted as a fraction of 1 fund within this scale and rated separately, which may cause slight variations in the distribution percentages). The top 10% of the funds in an investment category receive 5 stars, 22.5% receive 4 stars, 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star.

<sup>3</sup> Source: Morningstar, Inc. as of 03/31/21.

<sup>4</sup> Fund expenses may have been partially absorbed by Charles Schwab Investment Management, Inc. (CSIM). Without these reductions, the Fund's returns would have been lower. Fund performance does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

<sup>5</sup> Portfolio holdings are as of the date shown and may not represent current or future holdings and are not a recommendation of individual securities by the investment adviser.

<sup>6</sup> Data provided by FactSet as of 03/31/21.

<sup>7</sup> Data provided by State Street Corporation as of 03/31/21.

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