

# Schwab Core Equity Fund

## Investment objective

The Fund seeks long-term capital growth.

## Fund highlights

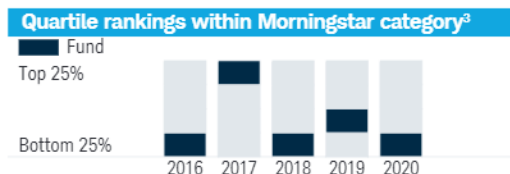
- An actively managed fund that can serve as part of the foundation of an investor's portfolio
- A convenient way to gain exposure to the broad U.S. equities market
- Seeks to deliver consistent, risk-adjusted excess return through a disciplined investment process that uses Schwab Equity Ratings® as one of several inputs\*
- An experienced portfolio management team evaluates securities based on three components: fundamentals, valuation, and sentiment

Fund details	
Total net assets	\$1,739,816,328
Number of fund holdings	115
Distribution frequency	Annual
Inception date	07/01/96
Loads/12b-1 fees	None
Total annual fund operating expenses <sup>1</sup>	0.73%
Minimum initial investment	None
Minimum balance	None

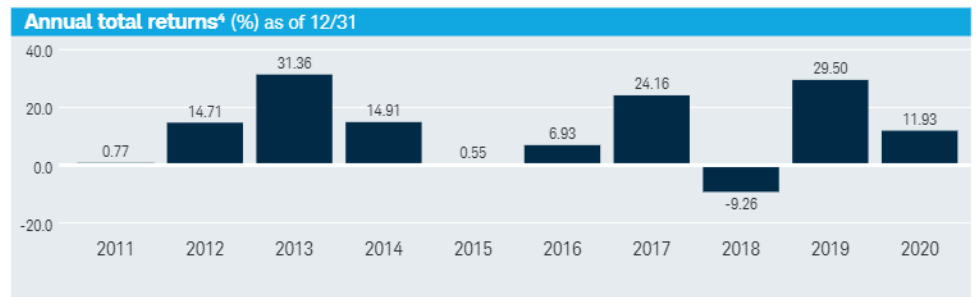
Portfolio managers	
<b>Jonas Svallin, CFA</b> , Vice President Head of Active Equity Strategies	
<b>Wei Li, Ph.D., CFA</b> , Managing Director Senior Portfolio Manager	
<b>Iain Clayton, CFA, FRM</b> , Managing Director Senior Portfolio Manager	

Morningstar Rating™ and Style Box <sup>2</sup>	
<b>Fund Category:</b> Large Blend	
<b>Rating</b>	
Overall	★★
Three-Year	★★
Five-Year	★★
Ten-Year	★★
Investment Style	

Source: Morningstar, Inc. As of 03/31/21 the total number of Large Blend funds for the Overall, three-, five- and ten-year periods were 1225, 1225, 1068, and 809, 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.



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>	5.96	5.96	50.84	12.05	13.69	11.64	9.04
S&P 500® Index <sup>3</sup>	6.17	6.17	56.35	16.78	16.29	13.91	9.50
Category Average <sup>3</sup>	6.74	6.74	56.80	14.87	14.80	12.40	-



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	
Microsoft Corporation	6.57
Apple Inc.	6.44
Amazon.com, Inc.	4.11
Alphabet Inc. Class A	3.94
Bank of America Corp	2.70
Accenture Plc Class A	2.04
Walmart Inc.	1.91
Goldman Sachs Group, Inc.	1.86
Adobe Inc.	1.82
Johnson & Johnson	1.80
<b>TOTAL</b>	<b>33.19</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).

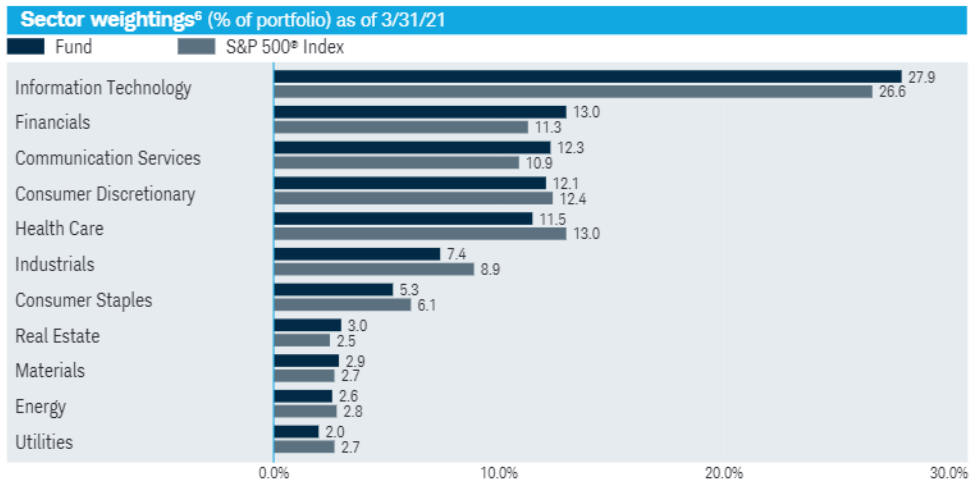
**Important investment concerns**  
Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

Characteristics as of 3/31/21		
	Fund	S&P 500® Index
Number of securities	115	505
Wtd. avg. market capitalization (in millions)	\$482,699	\$465,021
Price-to-earnings ratio	23.50	29.52
Portfolio turnover rate (1-year trailing) <sup>7</sup>	104.41%	—
Price-to-book ratio	4.03	4.16
Price-to-cash-flow ratio	13.84	16.84
Return on equity	28.67%	23.10%
5-year earnings growth	21.18%	17.94%

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

Statistical information (3 Yr.) as of 3/31/21		
	Fund	S&P 500® Index
Sharpe ratio	0.56	0.83
Information ratio	-2.55	0.00
Standard deviation	19.05%	18.40%
R-squared	99.14%	100.00%
Beta vs. Benchmark	1.03	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. This figure may differ from that presented in the Fund's shareholder report.

<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.

Charles Schwab Investment Management, Inc. (CSIM), the investment adviser for Schwab Funds, and Charles Schwab & Co., Inc. (Schwab) Member SIPC, the distributor for Schwab Funds, are separate but affiliated companies and subsidiaries of The Charles Schwab Corporation.

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