

# 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	\$1,842,521,606
Number of fund holdings	108
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

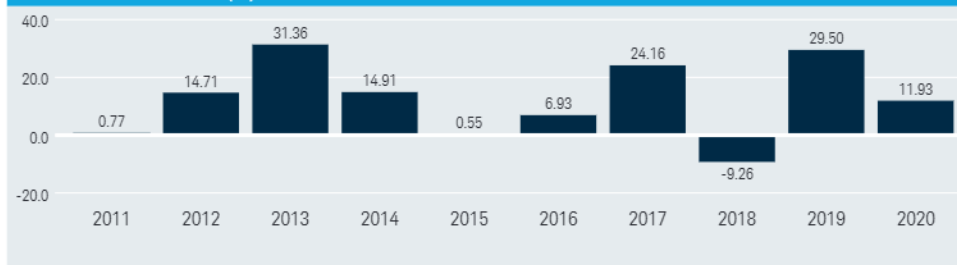
**Jonas Svallin, CFA**, Vice President  
Head of Active Equity Strategies

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

**Iain Clayton, CFA, FRM**, Managing Director  
Senior Portfolio Manager

Performance (%) as of 6/30/21	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Fund<sup>2</sup></b>	<b>8.36</b>	<b>14.82</b>	<b>35.23</b>	<b>14.33</b>	<b>15.18</b>	<b>12.61</b>	<b>9.29</b>
S&P 500® Index <sup>3</sup>	8.55	15.25	40.79	18.67	17.65	14.84	9.76
Category Average <sup>3</sup>	7.55	14.84	40.47	16.77	16.15	13.21	—

## Annual total returns<sup>2</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.schwabassetmanagement.com](http://www.schwabassetmanagement.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>4, 5</sup> (% of portfolio) as of 6/30/21

Apple Inc.	6.70
Microsoft Corporation	6.67
Alphabet Inc. Class A	4.40
Amazon.com, Inc.	4.36
Adobe Inc.	2.21
Facebook, Inc. Class A	2.06
Goldman Sachs Group, Inc.	2.04
Accenture Plc Class A	1.94
Johnson & Johnson	1.70
Parker-Hannifin Corporation	1.69
<b>TOTAL</b>	<b>33.77</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

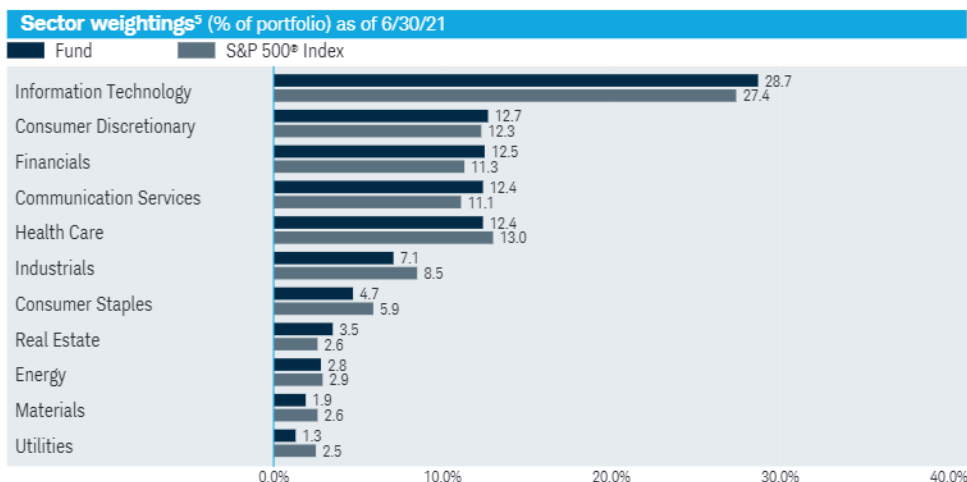
Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

Characteristics as of 6/30/21		
	Fund	S&P 500® Index
Number of securities	108	505
Wtd. avg. market capitalization (in millions)	\$566,046	\$542,792
Price-to-earnings ratio	22.98	26.88
Portfolio turnover rate (1-year trailing) <sup>6</sup>	96.20%	—
Price-to-book ratio	4.50	4.44
Price-to-cash-flow ratio	15.37	18.25
Return on equity	29.26%	23.48%
5-year earnings growth	20.84%	18.51%

Data provided by FactSet as of 06/30/21, unless otherwise noted.

Statistical information (3 Yr.) as of 6/30/21		
	Fund	S&P 500® Index
Sharpe ratio	0.68	0.94
Information ratio	-2.35	0.00
Standard deviation	19.15%	18.52%
R-squared	99.15%	100.00%
Beta vs. Benchmark	1.03	1.00

Data provided by Zephyr StyleADVISOR as of 06/30/21.



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.schwabassetmanagement.com](http://www.schwabassetmanagement.com).

For additional information about the indices and terms shown, please visit [www.schwabassetmanagement.com/resources/glossary](http://www.schwabassetmanagement.com/resources/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.schwabassetmanagement.com/prospectus](http://www.schwabassetmanagement.com/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> 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>3</sup> Source: Morningstar, Inc. as of 06/30/21.

<sup>4</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>5</sup> Data provided by FactSet as of 06/30/21.

<sup>6</sup> Data provided by State Street Corporation as of 06/30/21.

Schwab Asset Management is the dba name for Charles Schwab Investment Management, Inc. (CSIM), the investment advisor for Schwab Funds. Schwab Asset Management is a part of the broader Schwab Asset Management Solutions organization (SAMS), a collection of business units of The Charles Schwab Corporation aligned by a common function—asset management-related services—under common leadership. Schwab Funds are distributed by Charles Schwab & Co., Inc. (Schwab) Member SIPC. CSIM and Schwab are separate but affiliated companies and subsidiaries of The Charles Schwab Corporation.

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