

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*
- A high-conviction, fundamentally-driven approach within the domestic large cap equity universe

Fund details

Total net assets	\$1,768,866,105
Number of fund holdings	74
Distribution frequency	Annual
Inception date	07/01/96
Loads/12b-1 fees	None
Total annual fund operating expenses ¹	0.73%
Minimum initial investment	None
Minimum balance	None

Portfolio managers

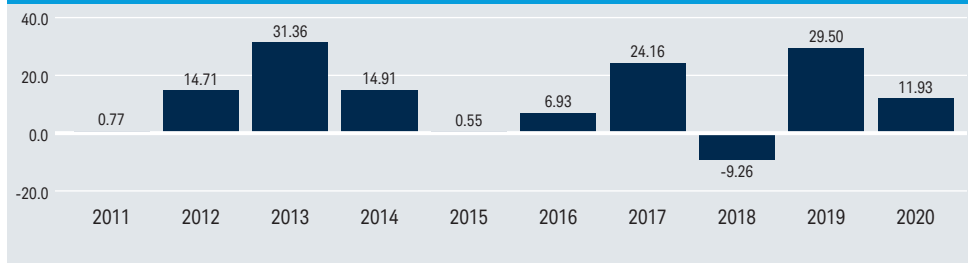
Bill McMahon, CFA, Managing Director
Chief Investment Officer, Active Equity Strategies

Iain Clayton, CFA, Senior Portfolio Manager

Brian Hillburn, CFA, Senior Portfolio Manager

Performance (%) as of 9/30/21	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
Fund ²	-0.83	13.87	25.24	11.92	13.97	14.57	9.16
S&P 500® Index ³	0.58	15.92	30.00	15.99	16.90	16.63	9.68
Category Average ³	-0.18	15.00	29.94	14.34	15.28	15.12	-

Annual total returns² (%) 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.

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^{4, 5} (% of portfolio) as of 9/30/21

Apple Inc.	6.96
Microsoft Corporation	6.94
Alphabet Inc. Class A	4.93
Amazon.com, Inc.	4.48
Adobe Inc.	2.32
Goldman Sachs Group, Inc.	2.10
Facebook, Inc. Class A	2.09
Accenture Plc Class A	2.08
Lockheed Martin Corporation	1.99
Amgen Inc.	1.80
TOTAL	35.69

*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

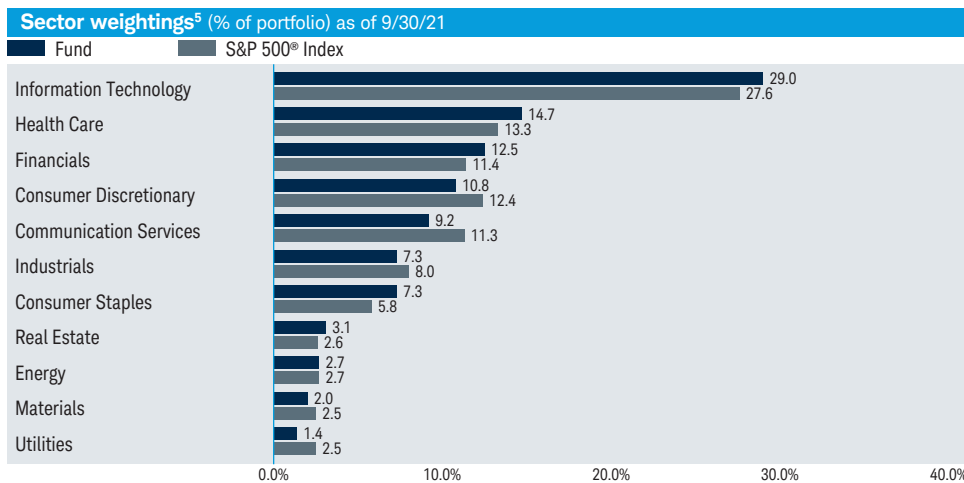
Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

Characteristics as of 9/30/21		
	Fund	S&P 500® Index
Number of securities	74	505
Wtd. avg. market capitalization (in millions)	\$608,926	\$563,590
Price-to-earnings ratio	20.81	24.34
Portfolio turnover rate (1-year trailing) ⁶	91.65%	—
Price-to-book ratio	4.25	4.30
Price-to-cash-flow ratio	16.52	18.32
Return on equity	29.68%	23.33%
5-year earnings growth	19.76%	18.67%

Data provided by FactSet as of 09/30/21, unless otherwise noted.

Statistical information (3 Yr.) as of 9/30/21		
	Fund	S&P 500® Index
Sharpe ratio	0.55	0.79
Information ratio	-2.25	0.00
Standard deviation	19.49%	18.81%
R-squared	99.23%	100.00%
Beta vs. Benchmark	1.03	1.00

Data provided by Zephyr StyleADVISOR as of 09/30/21.



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.
 For additional information about the indices and terms shown, please visit 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. Please read the prospectus carefully before investing.

¹ As stated in the prospectus. This figure may differ from that presented in the Fund's shareholder report.

² 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.

³ Source: Morningstar, Inc. as of 09/30/21.

⁴ 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.

⁵ Data provided by FactSet as of 09/30/21.

⁶ Data provided by State Street Corporation as of 09/30/21.

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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