

Schwab Fundamental US Large Company Index Fund

Investment objective

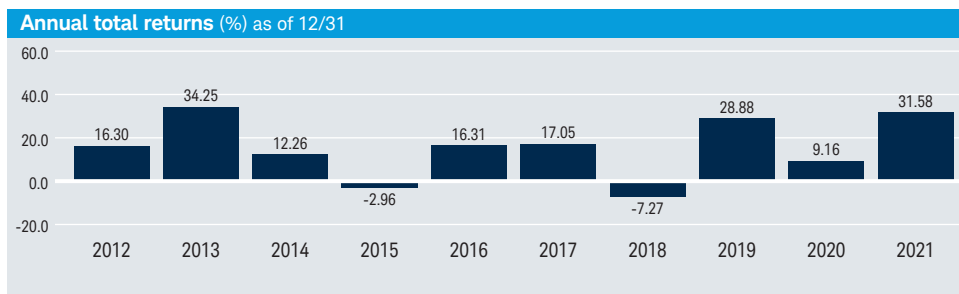
The Fund seeks investment results that correspond generally (before fees and expenses) to the total return of the Russell RAFI™ US Large Company Index.

Fund highlights

- Simple access to the largest U.S. companies based on fundamental measures
- A straightforward, low-cost fund with no investment minimum
- Offers contrarian investing and disciplined rebalancing through a systematic process based on indexes with established track records
- Offers the potential for value and yield factor exposure
- The Fund can serve as part of the core or complement to market-cap indexing and active management in a diversified portfolio

Fund details	
Total net assets	\$7,071,796,485
Inception date	04/02/07
Expense ratio ¹	0.25%
Ticker symbol	SFLNX
Number of securities	721
Distribution frequency	Annual
CUSIP	808509442
Index name	Russell RAFI™ US Large Company Index
Portfolio turnover rate (1-year trailing)	15.09%
Minimum initial investment	None
Minimum balance	None
Loads/12b-1 fees	None

Performance (%) as of 12/31/21	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception ²
Fund	9.19	31.58	31.58	22.79	14.98	14.80	10.04
Russell RAFI™ US Large Company Index ³	9.24	31.89	31.89	23.03	15.22	15.14	–
Fundamental U.S. Large Company Spliced Index ³	9.24	31.89	31.89	23.03	15.22	15.14	10.29
Russell 1000® Index ³	9.78	26.45	26.45	26.21	18.43	16.54	10.84
Category Average ³	8.42	26.22	26.22	17.82	11.68	12.39	–



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.

The first index listed for the fund is the fund's primary benchmark, as shown in the prospectus. Additional indices shown are provided for comparative purposes.

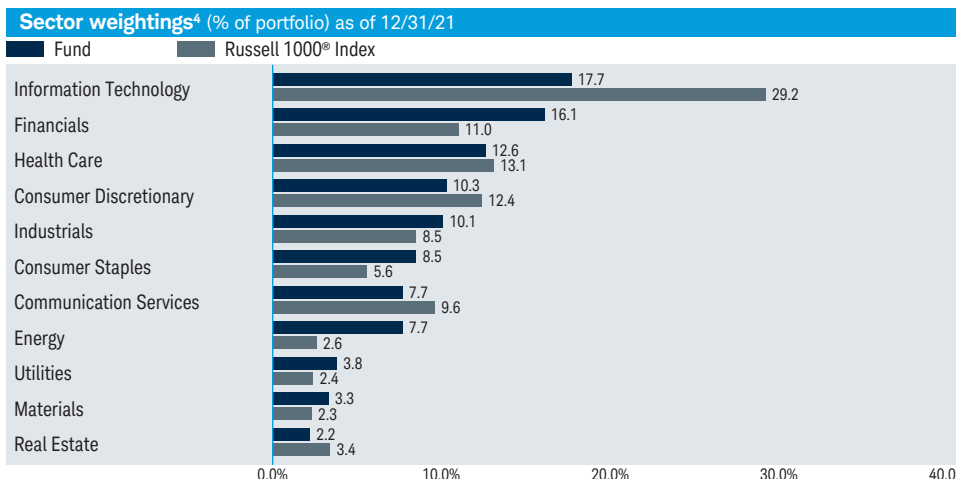
Statistical information (3 Yr.) as of 12/31/21			
	Fund	Russell RAFI™ US Large Company Index	Russell 1000® Index
Sharpe ratio	1.11	1.12	1.41
Standard deviation	19.72%	19.73%	17.96%
Beta v. Benchmark	1.05	1.05	1.00
R-squared	92.26%	92.15%	100.00%

Source: Zephyr StyleADVISOR as of 12/31/21. Fund and Russell RAFI Index calculations use Russell 1000® Index as the comparative index.

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.

Top 10 holdings ^{4, 5} (% of portfolio) as of 12/31/21	
Apple Inc.	4.65
Microsoft Corporation	2.19
Exxon Mobil Corporation	2.09
JPMorgan Chase & Co.	1.64
AT&T Inc.	1.56
Chevron Corporation	1.46
Wells Fargo & Company	1.34
Pfizer Inc.	1.30
Verizon Communications Inc.	1.29
UnitedHealth Group Incorporated	1.23
TOTAL	18.75

Portfolio characteristics ⁴ as of 12/31/21		
	Fund	Russell 1000® Index
Wtd. avg. market capitalization (in millions)	\$368,514	\$606,783
Price-to-earnings ratio	17.19	24.77
Price-to-book ratio	2.62	4.52
Price-to-cash-flow ratio	12.29	19.39
Return on equity	14.09%	18.88%
5-year earnings growth	10.42%	19.57%



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.

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

¹ As stated in the prospectus. These figures may differ from those presented in a fund's shareholder report.

² Since-inception performance of the indexes—with the exception of the Russell RAFI™ US Large Company Index—is based on the inception date of the Fund.

³ Source: Morningstar, Inc. as of 12/31/21.

⁴ Data provided by FactSet as of 12/31/21.

⁵ 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.

Securities information includes trades posted to the Fund as of trade date.

The inception date of the index is 2/24/11. The fund began tracking the index on 10/19/12.

Fundamental U.S. Large Company Spliced Index An internally calculated index comprised of the FTSE RAFI US 1000 Index from inception of the Schwab Fundamental US Large Company Index Fund until the close of business on 10/18/12 and the Russell RAFI™ US Large Company Index from 10/19/12 forward, when the Fund began tracking the index. FTSE RAFI US 1000 Index is designed to track the performance of the largest U.S. equities, selected based on the following four fundamental measures of firm size, book value, income, sales and dividends. The 1,000 equities with the highest fundamental strength are weighted by their fundamental scale. The fundamentally weighted portfolio is rebalanced and reconstituted annually.

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