

# Schwab Small-Cap Index Fund<sup>®</sup>

## Investment objective

The Fund's goal is to track the performance of a benchmark index that measures the total return of small capitalization U.S. stocks.

## Fund highlights

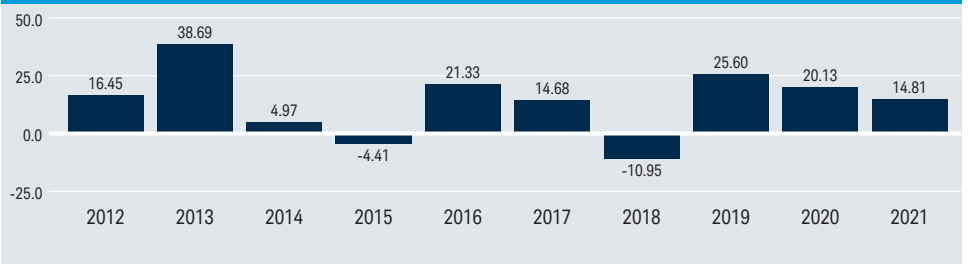
- A straightforward, low-cost fund with no investment minimum
- The Fund can serve as part of the core of a diversified portfolio
- Simple access to the performance of U.S. small-cap equities
- Invests in approximately 2,000 small-cap U.S. stocks

## Fund details

Total net assets	\$6,145,054,220
Inception date	05/19/97
Expense ratio <sup>1</sup>	0.04%
Ticker symbol	SWSSX
Number of securities	2,027
Distribution frequency	Annual
CUSIP	808509848
Index name	Russell 2000 <sup>®</sup> Index
Portfolio turnover rate (1-year trailing)	18.69%
Minimum initial investment	None
Minimum balance	None
Loads/12b-1 fees	None

Performance (%) as of 3/31/22	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Fund</b>	-7.52	-7.52	-5.78	11.82	9.81	11.09	9.05
Russell 2000 <sup>®</sup> Index <sup>2</sup>	-7.53	-7.53	-5.79	11.74	9.74	11.04	8.63
Small Cap Spliced Index <sup>3</sup>	-7.53	-7.53	-5.79	11.74	9.74	11.04	9.25
Category Average <sup>3</sup>	-6.27	-6.27	1.13	12.35	9.45	10.70	-

## Annual total returns (%) 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.

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 3/31/22

Sharpe ratio	0.47
Standard deviation	23.67%

Data provided by Zephyr StyleADVISOR as of 03/31/22.

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

### Fund Category:

Small Blend

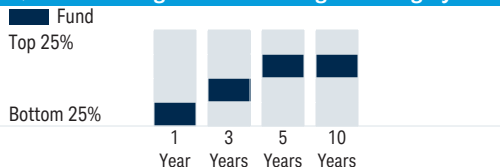
### Rating

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



Source: Morningstar, Inc. As of 03/31/22, the Morningstar Rating for the total number of Small Blend funds for the three-, five- and ten-year periods were 344/600, 233/541, and 145/358 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.

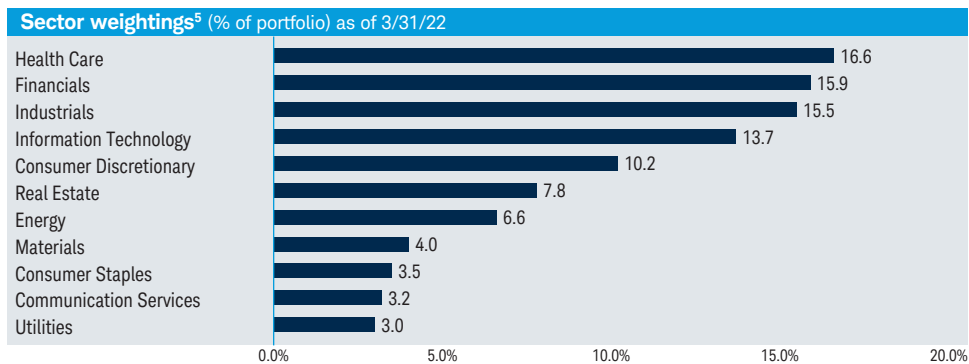
## Quartile rankings within Morningstar category<sup>3</sup>



Rank within category is independently calculated and compares this Fund's total annual return to that of other funds in the same category and its figures are not adjusted for any fees and expenses, loads, sales charges, or taxes. As of 03/31/22, the quartile ranking of Small Blend funds for the One-, three-, five- and ten-year periods were 572/632, 344/600, 233/541, and 145/358, respectively.

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.

Portfolio characteristics as of 3/31/22		
	Fund	Russell 2000® Index
Wtd. avg. market capitalization (in millions)	\$3,355	\$3,355
Price-to-earnings ratio	14.32	14.32
Price-to-book ratio	2.15	2.15
Price-to-cash-flow ratio	9.59	9.59
Return on equity	6.65%	6.65%
5-year earnings growth	15.52%	15.53%



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.

Data provided by FactSet as of 03/31/22, unless otherwise noted.

Top 10 holdings <sup>4, 5</sup> (% of portfolio) as of 3/31/22	
Ovintiv Inc	0.52
AMC Entertainment Holdings, Inc. Class A	0.46
Avis Budget Group, Inc.	0.40
BJ's Wholesale Club Holdings, Inc.	0.34
Chesapeake Energy Corporation	0.33
Tenet Healthcare Corporation	0.33
Tetra Tech, Inc.	0.33
Antero Resources Corporation	0.32
Lattice Semiconductor Corporation	0.30
EastGroup Properties, Inc.	0.30
<b>TOTAL</b>	<b>3.63</b>

## 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).

Securities issued by small-cap companies may be riskier than those issued by larger companies, and their prices may move sharply, especially during market upturns and downturns. Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

<sup>1</sup> As stated in the prospectus. These figures may differ from those presented in a 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 03/31/22.

<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 03/31/22.

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

**Small Cap Spliced Index** An internally calculated index comprised of the Schwab Small-Cap Index from inception of the Schwab Small-Cap Index Fund until the close of business on December 14, 2011, and the Russell 2000® Index from December 15, 2011 forward.

© 2022 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

"Russell 2000®" is a registered mark of the Frank Russell Company ("Russell") and has been licensed for use by the Schwab Small-Cap Index Fund®. The Schwab Small-Cap Index Fund® is not sponsored, endorsed, sold or promoted by Russell and Russell makes no representation regarding the advisability of investing in the fund.

Russell reserves the right, at any time and without notice, to alter, amend, terminate or in any way change the Russell indexes. Russell has no obligation to take the needs of any particular fund or its participants or any other product or person into consideration in determining, composing or calculating any of the Russell indexes.

Russell's publication of the Russell indexes in no way suggests or implies an opinion by Russell as to the attractiveness or appropriateness of investment in any or all securities upon which the Russell indexes are based. Russell makes no representation, warranty, or guarantee as to the accuracy, completeness, reliability, or otherwise of the Russell indexes or any data included in the Russell indexes. Russell makes no representation, warranty or guarantee regarding the use, or the results of use, of the Russell indexes or any data included therein, or any security (or combination thereof) comprising the Russell indexes. Russell makes no other express or implied warranty, and expressly disclaims any warranty, of any kind, including without limitation, any warranty of merchantability or fitness for a particular purpose with respect to the Russell index(es) or any data or any security (or combination thereof) included therein.

Schwab Asset Management™ is the dba name for Charles Schwab Investment Management, Inc., the investment adviser for Schwab Funds. Schwab Funds are distributed by Charles Schwab & Co., Inc. (Schwab), Member SIPC. Schwab Asset Management and Schwab are separate but affiliated companies and subsidiaries of The Charles Schwab Corporation.

**Not FDIC Insured - No Bank Guarantee - May Lose Value**

©2022 Charles Schwab Investment Management, Inc. All rights reserved. SLS88535-26 (0422-2JA3) (04/22)