

# Schwab Large-Cap Growth Fund

## Investment objective

The Fund seeks long-term capital growth.

## Fund highlights

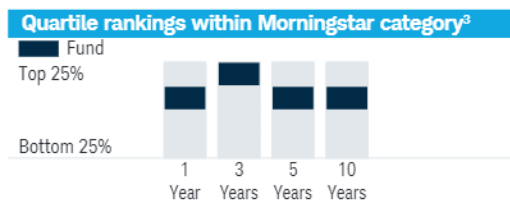
- An actively managed fund that invests in companies the investment adviser believes to have above-average growth potential
- A convenient way to gain broad exposure to large-cap growth stocks
- Seeks to deliver consistent, risk-adjusted excess return through a disciplined investment process that uses 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	\$240,468,099
Number of fund holdings	58
Distribution frequency	Annual
Inception date	10/03/05
Loads/12b-1 fees	None
Gross expense ratio <sup>1</sup>	1.02%
Net expense ratio <sup>1</sup>	0.99%
Minimum initial investment	None
Minimum balance	None

Portfolio managers	
<b>Bill McMahon, CFA</b> , Managing Director Chief Investment Officer, Active Equity Strategies	
<b>Gretchen Novak, CFA</b> , Senior Portfolio Manager	
<b>Holly Emerson, CFA</b> , Senior Portfolio Manager	

Morningstar Rating™ and Style Box <sup>2</sup>	
Fund Category: Large Growth	
Rating	
Overall	★★★★
Three-Year	★★★★★
Five-Year	★★★★
Ten-Year	★★★★
Investment Style	VALUE BLEND GROWTH
	SMALL MID LARGE

Source: Morningstar, Inc. As of 03/31/23, the Morningstar Rating for the total number of Large Growth funds for the three-, five- and ten-year periods were 216/1139, 466/1053, and 380/809 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.



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 03/31/23, the quartile ranking of Large Growth funds for the one-, three-, five- and ten-year periods were 295/1250, 216/1139, 466/1053, and 380/809, respectively.

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

Performance (%) as of 3/31/23	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Fund<sup>4</sup></b>	12.95	12.95	-9.85	17.76	10.68	12.33	9.07
Russell 1000® Growth Index <sup>3</sup>	14.37	14.37	-10.90	18.58	13.66	14.59	11.06
Category Average <sup>3</sup>	11.65	11.65	-12.67	14.80	10.21	12.07	-



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.

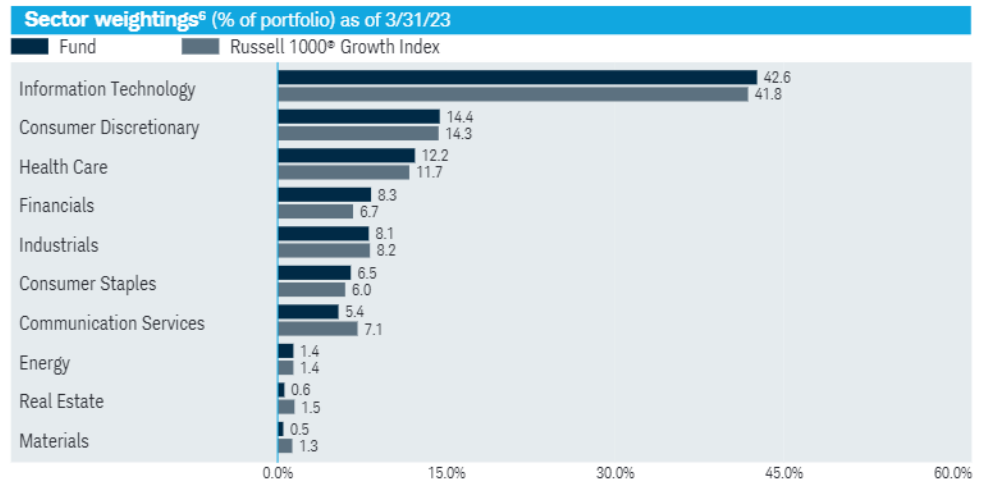
Top holdings <sup>5, 6</sup> (% of portfolio) as of 3/31/23	
Apple Inc.	13.33
Microsoft Corporation	12.43
Alphabet Inc. Class A	5.41
Amazon.com, Inc.	5.13
NVIDIA Corporation	3.30
Visa Inc. Class A	2.65
Broadcom Inc.	2.58
UnitedHealth Group Incorporated	2.39
Starbucks Corporation	1.94
Mastercard Incorporated Class A	1.89
<b>TOTAL</b>	<b>51.05</b>

Characteristics as of 3/31/23		
	Fund	Russell 1000® Growth Index
Number of securities	58	509
Wtd. avg. market capitalization (in millions)	\$868,049	\$817,822
Portfolio turnover rate (1-year trailing) <sup>7</sup>	16.05%	—
Price-to-earnings ratio	29.85	27.73
Price-to-book ratio	9.54	9.33
Price-to-cash-flow ratio	20.56	18.56
Return on equity	31.13%	32.26%
5-year earnings growth	27.44%	25.73%

Data provided by FactSet as of 03/31/23, unless otherwise noted.

Statistical information (3 Yr.) as of 3/31/23		
	Fund	Russell 1000® Growth Index
Sharpe ratio	0.76	0.76
Information ratio	-0.32	0.00
Standard deviation	22.13%	23.06%
R-squared	98.94%	100.00%
Beta vs. Benchmark	0.95	1.00

Data provided by Zephyr StyleADVISOR as of 03/31/23.



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.

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 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 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.

Large-cap companies are generally more mature and the securities issued by these companies may not be able to reach the same levels of growth as the securities issued by small- or mid-cap companies. Growth stocks can be volatile. The prices of growth stocks are based largely on projections of the issuer's future earnings and revenues. If a company's earnings or revenues fall short of expectations, its stock price may fall dramatically.

\*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).

<sup>1</sup> As stated in the prospectus for each fund. These figures may differ from those presented in a fund's shareholder report. **Gross Expense:** Does not reflect the effect of contractual fee waivers. **Net Expense:** The investment adviser and its affiliates have agreed to limit the total annual fund operating expenses (excluding interest, taxes and certain non-routine expenses) of the Fund to 0.99% for so long as the investment adviser serves as the adviser to the Fund. This agreement may only be amended or terminated with the approval of the Fund's Board of Trustees.

<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 03/31/23.

<sup>4</sup> Fund expenses may have been partially absorbed by Schwab Asset Management. Without these reductions, the fund's returns would have been lower.

<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 03/31/23.

<sup>7</sup> Data provided by State Street Corporation as of 03/31/23.

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