

# Schwab U.S. Dividend Equity ETF

## Investment objective

The Fund's goal is to track as closely as possible, before fees and expenses, the total return of the Dow Jones U.S. Dividend 100™ Index.

## Fund highlights

- A straightforward, low-cost fund offering potential tax-efficiency
- The Fund can serve as part of the core or complement in a diversified portfolio
- Tracks an index focused on the quality and sustainability of dividends
- Invests in stocks selected for fundamental strength relative to their peers, based on financial ratios

## Fund details

Total net assets	\$69,058,924,462
Inception date	10/20/11
Expense ratio <sup>1</sup>	0.06%
Ticker symbol	SCHD
Number of securities	101
Distribution frequency	Quarterly
CUSIP	808524797
Index Bloomberg ticker	DJUSDIVT
Index name	Dow Jones U.S. Dividend 100™ Index
Portfolio turnover rate (1-year trailing)	31.01%
Exchange	NYSE Arca

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

### Fund Category:

Large Value

### Rating

Overall ★★

Three-Year ★

Five-Year ★★

Ten-Year ★★★★★



Source: Morningstar, Inc. As of 06/30/25, the Morningstar Rating for the total number of Large Value funds for the three-, five- and ten-year periods were 1046/1088, 734/1023, and 59/821 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>

### Fund

Top 25%

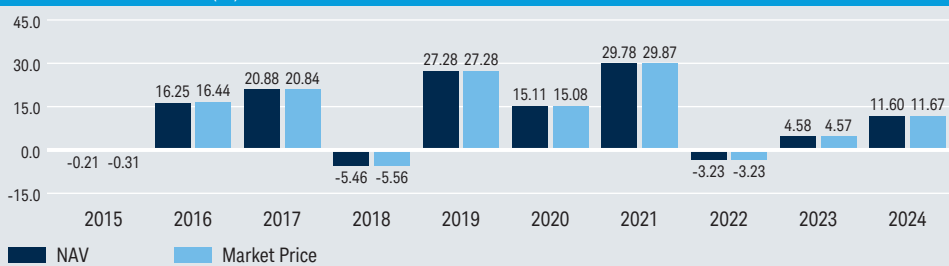
Bottom 25%

1 Year 3 Years 5 Years 10 Years

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 06/30/25, the quartile ranking of Large Value funds for the one-, three-, five- and ten-year periods were 1079/1140, 1046/1088, 734/1023, and 59/821, respectively.

Performance (%) as of 6/30/25	Cumulative		Annualized				
	3 Months	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
Fund (NAV Returns)	-4.21	-1.13	6.09	7.43	12.87	11.18	12.33
Fund (Market Price Returns)	-4.28	-1.16	6.10	7.43	12.88	11.18	12.33
Dow Jones U.S. Dividend 100™ Index <sup>3</sup>	-4.22	-1.08	6.16	7.49	12.95	11.28	12.44
Category Average <sup>3</sup>	4.05	5.53	12.27	12.73	14.03	9.37	—

## 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. Shares of ETFs are not individually redeemable directly with the ETF. Shares of ETFs are bought and sold at market price, which may be higher or lower than the net asset value (NAV). Brokerage commissions will reduce returns. 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).

**Market Price** is the price at which investors buy and sell ETF shares in the stock market. ETF Market Price determines investor returns. An ETF's Market Price may be higher or lower than the NAV at any given point in time. Market returns are based upon the Official Closing Price of the primary listing exchange (generally, 4:00 p.m. Eastern time) and may not represent the returns you would receive if shares were traded at other times.

**NAV (Net Asset Value)** is a per share valuation of the securities in an ETF officially calculated once per day. NAV price performance is primarily used to evaluate the fund and its managers and may not reflect the actual return for the investor.

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.

## Statistical information (3 Yr.) as of 6/30/25

Sharpe ratio	0.18
Standard deviation	15.24%

Data provided by Morningstar, Inc. as of 06/30/25.

## Yields as of 6/30/25

30-day SEC yield	3.90%
Distribution yield	3.87%

**30-day SEC yield** was created by the SEC to help investors more easily evaluate the yields of comparable funds. It approximates the current income generated by the securities in a fund's portfolio over a 30-day period after the deduction of expenses, and is shown as an annualized percentage of the fund's offering price. It is calculated by dividing the net investment income per share earned by the fund over the most recent 30 day period by the maximum offering price per share on the last date of the period.

**Distribution Yield** sums the trailing 12-month's income distributions from a fund and divides by the last month's ending Net Asset Value (NAV), excluding any capital gains distributed.

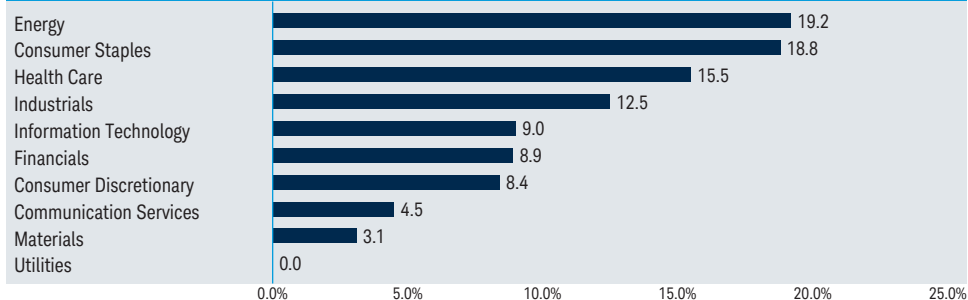
Investors should consider carefully information contained in the prospectus or, if available, the summary prospectus, including investment objectives, risks, charges, and expenses. You can view and download a prospectus by visiting [www.schwabassetmanagement.com/prospectus](http://www.schwabassetmanagement.com/prospectus). Please read it carefully before investing.

**Portfolio characteristics<sup>4</sup> as of 6/30/25**

<b>Wtd. avg. market capitalization (in millions)</b>	\$128,334
<b>Price-to-earnings ratio</b>	16.31
<b>Price-to-book ratio</b>	3.17
<b>Price-to-cash-flow ratio</b>	9.02
<b>Return on equity</b>	28.22%
<b>5-year earnings growth</b>	9.28%

**Top 10 holdings<sup>4, 5</sup> (% of portfolio) as of 6/30/25**

Texas Instruments Incorporated	4.29
Cisco Systems, Inc.	4.25
ConocoPhillips	4.12
Chevron Corporation	4.11
Merck & Co., Inc.	3.99
PepsiCo, Inc.	3.95
Verizon Communications Inc.	3.94
Coca-Cola Company	3.91
AbbVie, Inc.	3.91
Altria Group, Inc.	3.90
<b>TOTAL</b>	<b>40.37</b>

**Sector weightings<sup>4</sup> (% of portfolio) as of 6/30/25**

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).

The Fund may underperform funds that do not limit their investment to dividend paying stocks. Stocks held by the Fund may reduce or stop paying dividends, affecting the Fund's ability to generate income. Diversification strategies do not ensure a profit and do not protect against losses in declining markets.

<sup>1</sup> As stated in the prospectus. This figure may differ from that presented in the 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 06/30/25.

<sup>4</sup> Data provided by FactSet as of 06/30/25.

<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.

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

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