More than 35 years ago, Wasmer Schroeder was founded on the principles of an unwavering commitment to service and a dedication to managing fixed income. From the beginning, management of the Wasmer Schroeder Strategies has held steadfast to the spirit of collaboration.

Originally founded by Martin Wasmer and Michael Schroeder and currently managed by Schwab Asset Management™, the Strategies have grown significantly. We remain dedicated to uncovering opportunities and delivering results for our clients—working together every step of the way. The Strategies leverage an experienced and well-resourced team of portfolio managers and credit analysts who are supported by industry-leading technology. As an active fixed income manager of tax-exempt and taxable strategies, we are dependable, collaborative, and insightful in our approach.
The philosophy that powers the strategies.

Inefficiencies in certain segments of the fixed income universe can create opportunity. That’s why Wasmer Schroeder™ Strategies incorporate in-depth research, thoughtful analysis, and active management to seek potential solutions that work to achieve an optimal balance of risk and return.

The tenets behind the approach:

- Deep credit research with a team of experienced professionals and innovative, analytical technology to identify and verify high-quality issuers.

- Trade execution that seeks to manage transaction costs for clients.

- Ongoing efforts to uncover and take advantage of market inefficiencies.

- Collaborative investment team comprised of portfolio management and credit research capabilities.
Key advantages to having your fixed income managed*:

- Leaves most of the complexities of fixed income investing for experienced professionals to handle.
- Is designed to provide a steady income source while adding portfolio diversification.
- Strives to create opportunities that optimize risk and reward.

*There are risks associated with any investment approach, and the Wasmer Schroeder Strategies have their own set of risks. Because the Wasmer Schroeder Strategies invest primarily in fixed income instruments, the strategies are subject to various risks, including, but not limited to, interest rate, reinvestment, credit, default, and event risks.
We’re really into research.

Wasmer Schroeder™ Strategies are backed by a dedicated credit research team who scores, ranks, and prioritizes credit across a number of selected sector-based metrics. This helps to identify both well-performing and under-performing bonds.

Wasmer Schroeder Strategies credit research at a glance:

- The dedicated credit research team is independent of the portfolio management function.
- Credit assessments are made independently of return considerations, for a more objective process.
- Innovative technology provides access to issuers’ financial statements and other material to better measure issuer credit quality.
Wasmer Schroeder™ Strategies offer a variety of fixed income separately managed accounts across the duration, credit, and tax-efficiency spectrum. The choices include actively managed and bond ladder portfolio strategies with both taxable and tax-exempt debt securities. Investment minimums start at $250,000.

More strategies for more goals.

Wasmer Schroeder tax-exempt actively managed strategies:
These are generally for investors who fall into a higher tax bracket and are looking to generate steady income.

<table>
<thead>
<tr>
<th>Strategy</th>
<th>Account Minimum</th>
<th>Fixed Income Style</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wasmer Schroeder Short Tax Exempt</td>
<td>$250,000</td>
<td>Short-Term Municipals</td>
</tr>
<tr>
<td>Wasmer Schroeder Intermediate Tax Exempt</td>
<td>$250,000</td>
<td>Intermediate-Term Municipals</td>
</tr>
<tr>
<td>Wasmer Schroeder Positive Impact Tax Exempt</td>
<td>$250,000</td>
<td>Intermediate-Term Municipals</td>
</tr>
<tr>
<td>Wasmer Schroeder Intermediate Strategic Tax-Exempt</td>
<td>$250,000</td>
<td>Intermediate-Term Municipals</td>
</tr>
<tr>
<td>Wasmer Schroeder Strategic Tax Exempt</td>
<td>$250,000</td>
<td>Long-Term Municipals</td>
</tr>
</tbody>
</table>

Wasmer Schroeder taxable actively managed strategies:
These are generally for investors in a lower tax bracket or have a tax-deferred account such as an IRA who are seeking higher yields.

<table>
<thead>
<tr>
<th>Strategy</th>
<th>Account Minimum</th>
<th>Fixed Income Style</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wasmer Schroeder Short Duration Bond</td>
<td>$250,000</td>
<td>Short-Term Bond</td>
</tr>
<tr>
<td>Wasmer Schroeder Intermediate Bond</td>
<td>$250,000</td>
<td>Intermediate Bond</td>
</tr>
<tr>
<td>Wasmer Schroeder Positive Impact Bond</td>
<td>$250,000</td>
<td>Intermediate Bond</td>
</tr>
<tr>
<td>Wasmer Schroeder Intermediate IG Credit</td>
<td>$250,000</td>
<td>Intermediate Bond</td>
</tr>
<tr>
<td>Wasmer Schroeder Core Investment Grade Credit</td>
<td>$250,000</td>
<td>Core Bond</td>
</tr>
<tr>
<td>Wasmer Schroeder Multi-Sector Income</td>
<td>$250,000</td>
<td>Corporate Bond</td>
</tr>
</tbody>
</table>

Wasmer Schroeder Strategies are available for a competitive fee.
Wasmer Schroeder tax-exempt bond ladder strategies:
These are generally for investors who fall into a higher tax bracket and are looking to generate steady income.

- **Maturity dates:** Options from 1 to 15 years
- **Fixed income style:** Short-, intermediate-, and long-term municipal bonds
- **Account minimum:** $250,000

![State customization options for tax-exempt bond ladder strategies]

- = State Preference (Target = 10%–60%)
- = State Specific (Target = 100%)

Wasmer Schroeder taxable bond ladder strategies:
These are generally for investors in a lower tax bracket or have a tax-deferred account such as an IRA who are seeking higher yields.

- **Maturity dates:** Options from 6 months to 10 years
- **Fixed income style:** Short-term and intermediate-term corporate bonds, and ultra-short-term U.S. Treasury bonds
- **Account minimum:** $250,000

*Subject to change.

Wasmer Schroeder Strategies are available for a competitive fee.
Let’s talk about how Wasmer Schroeder™ Strategies can help you reach your goals.

Contact your Schwab financial professional or speak with a Schwab fixed income specialist.

1-855-966-3713.

Visit schwab.com/consultant to locate a Schwab Financial Consultant near you.

The material provided is for informational purposes only and contains no investment advice or recommendations to buy or sell any specific securities. The statements contained herein are based upon the opinions of Charles Schwab Investment Management, Inc. (“CSIM”), the data available at the time of the presentation which may be subject to change depending on current market conditions. This presentation does not purport to be a complete overview of the topic stated, nor is it intended to be a complete discussion or analysis of the topic or securities discussed. All opinions and views constitute our judgments as of the date of writing and are subject to change at any time without notice. CSIM does not accept any liability for any loss or damage arising out of the use of all or any part of this presentation. This report should not be regarded by recipients as a substitute for the exercise of their own judgment and may contain numerous assumptions. Different assumptions could result in materially different outcomes. Please contact CSIM for more complete information, including the implications and appropriateness of the strategy or securities discussed herein for any particular portfolio or client.

Please refer to the Charles Schwab Investment Management, Inc. Wasmer Schroeder Strategies Disclosure Brochure for additional information.

Portfolio Management for the Wasmer Schroeder Strategies is provided by CSIM, dba Schwab Asset Management™, a registered investment adviser and an affiliate of Charles Schwab & Co., Inc. (“Schwab”). Both Schwab Asset Management and Schwab are separate entities and subsidiaries of The Charles Schwab Corporation. Diversification strategies do not ensure a profit and do not protect against losses in declining markets. Investments in managed accounts should be considered in view of a larger, more diversified investment portfolio. There are risks associated with any investment approach, the Wasmer Schroeder Strategies have their own set of risks. The Wasmer Schroeder Strategies invests primarily in fixed income instruments and as such the strategies are subject to various risks including but not limited to interest rate risk, reinvestment risk, credit risk, default risk and event risk.

Fixed income securities are subject to increased loss of principal during periods of rising interest rates. Fixed income investments are subject to various other risks including changes in credit quality, market valuations, liquidity, prepayments, early redemption, corporate events, tax ramifications and other factors.

Credit Quality Disclosure: For periods prior to 10/1/2011, credit quality for individual issues is based on the highest of the available credit ratings from the three primary rating agencies: Standard & Poor’s, Moody’s, and Fitch. For periods 10/1/2011 and going forward, the rating shown is the middle ranking lowest to highest by the three primary rating agencies, if three ratings are available. If only two ratings are available, CSIM shows the lower of the two ratings. More information about the ratings assigned to the securities in a portfolio by each ratings agency is available upon request. The ratings shown may not reflect the ratings as of the report date; ratings are updated periodically and are subject to change without notice. During periods of market volatility, ratings may change dramatically.

Tax-exempt bonds are not necessarily a suitable investment for all persons. Information related to a security’s tax-exempt status (federal and in-state) is obtained from third parties and CSIM does not guarantee its accuracy. Tax-exempt income may be subject to the Alternative Minimum Tax (“AMT”). Capital appreciation from bond funds and discounted bonds may be subject to state or local taxes. Capital gains are not exempt from federal income tax.

Bond ladder strategies, depending on the types and amount of securities within, may not ensure adequate diversification of your investment portfolio. This potential lack of diversification may result in heightened volatility of the value of your portfolio.

Positive Impact strategies may not take advantage of the same opportunities or market trends as products that do not employ this strategy, because they exclude certain securities. The criteria used may result in investing in securities, industries, or sectors that underperform the market.

©2023 Charles Schwab Investment Management, Inc. All rights reserved.

CC8583946 (0723-3G9J) MKT112997FC-03 (07/23) 00288484