

FUND DESCRIPTION

The Schwab Emerging Markets Equity ETF seeks investment results that track as closely as possible, before fees and expenses, the total return of the FTSE Emerging Index.

INDEX DESCRIPTION

The FTSE Emerging Index is comprised of large or mid-cap companies in emerging market countries, as defined by the index provider. The index defines the large and mid-cap universe as approximately the top 90% of the eligible universe.

FUND DETAILS

Inception Date	01/14/10
Expense Ratio ¹	0.14%
Ticker	SCHE
Intra-Day Indicative Value	SCHE.IV
Index Bloomberg Ticker	TAWALENU
CUSIP	808524706
Exchange	NYSE Arca
Distribution Frequency	Annually
Marginable at Schwab	Yes
Total Net Assets	\$1,499,445,390

KEY FEATURES AND BENEFITS

Low Cost
No Investment Minimum
Low Turnover
Trading Flexibility
Potential Tax Efficiency
Transparency

PORTFOLIO MANAGERS

Agnes Hong, CFA
Vice President, Head of Passive Equity Products

Ferian Juwono, CFA
Managing Director, Senior Portfolio Manager

Chuck Craig, CFA
Managing Director, Senior Portfolio Manager

PERFORMANCE

As of 06/30/15

	Cumulative		Annualized			
	Year to Date	3 Months	1 Year	3 Years	5 Years	Since Inception
Schwab Emerging Markets Equity ETF™ (Market Price Returns)	2.85%	0.90%	-2.86%	4.22%	3.90%	1.73%
Schwab Emerging Markets Equity ETF™ (NAV Returns)	3.23%	1.61%	-2.54%	4.51%	3.77%	1.77%
FTSE Emerging Index	3.79%	1.88%	-2.18%	4.75%	4.00%	2.14%

The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Performance figures assume dividends and distributions were reinvested. Performance data current to the most recent month end may be obtained by visiting CSIMFunds.com.

Since ETFs are baskets of securities that trade on a stock exchange, ETF performance must be shown based on both a Market Price and a Net Asset Value (NAV) basis.

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 price returns are based upon the midpoint of the bid/ask spread at 4:00 PM Eastern time (when NAV is normally determined for most ETFs), and do not represent the returns you would receive if you traded shares at other times. Shares are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Brokerage commissions will reduce returns.

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.

FUND CHARACTERISTICS

Number of Securities ²	706
Wtd. Avg. Market Capitalization (in millions)	49,350
Portfolio Turnover (1 Year Trailing) ²	8.10%
Price-to-Earnings	15.19
Price-to-Book	1.63
Beta vs. S&P 500 ³	1.08

Price-to-Earnings Ratio (P/E) is the price of a stock divided by its historical earnings per share. A portfolio's P/E is the weighted average of the P/E of all stocks in the portfolio.

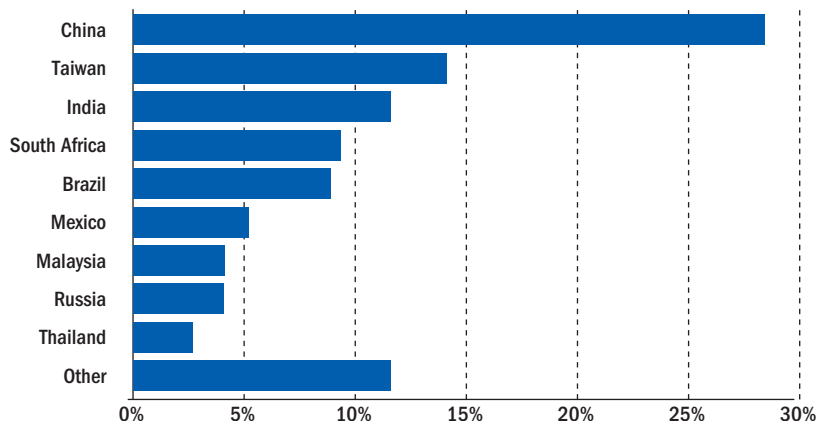
Price-to-Book Ratio (P/B) is the market price of a company's stock compared with its most recently reported "book value". A portfolio's P/B is the weighted average of the P/B of all stocks in the portfolio.

Beta is based on the monthly total returns of the Fund and the S&P 500 Index beginning 1/31/10 (first full month following the fund's inception). Beta is a measure of the volatility of a portfolio relative to the S&P 500 Index. A beta of less than one typically indicates lower historical volatility than the index; a beta of more than one typically indicates higher historical volatility than the index.

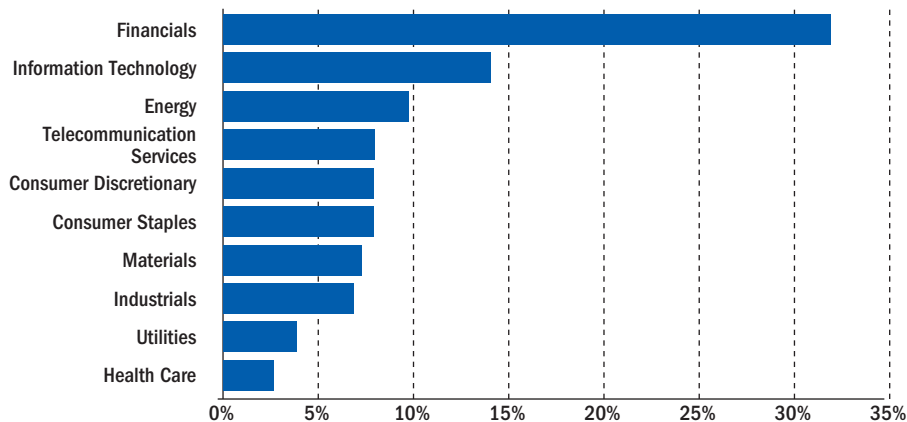
TOP 10 HOLDINGS^{2,4} % of Net Assets

Taiwan Semiconductor Manufacturing Co., Ltd. ADR	3.0%
Tencent Holdings Ltd.	3.0%
China Construction Bank Corp., Class H	2.3%
China Mobile Ltd.	1.9%
Naspers Ltd., N Shares	1.6%
Industrial & Commercial Bank of China Ltd., Class H	1.6%
Bank of China Ltd., Class H	1.4%
Hon Hai Precision Industry Co., Ltd.	1.1%
Ping An Insurance (Group) Co. of China Ltd., Class H	0.9%
China Life Insurance Co. Ltd., Class H	0.9%
TOTAL	17.7%

Holdings by Country²



Sector Weightings⁵



FIND OUT MORE TODAY

For more information, visit CSIMFunds.com

Investors should consider carefully information contained in the prospectus, including investment objectives, risks, charges and expenses. You can obtain a prospectus by visiting CSIMFunds.com/SchwabETFs_Prospectus or calling 1-800-435-4000. Please read the prospectus carefully before investing.

Data provided by FactSet, as of 06/30/15, unless otherwise noted.

¹As stated in the prospectus.

²Data provided by State Street Corporation, as of 06/30/15.

³Data provided by Zephyr, as of 06/30/15.

⁵Industry weightings for the fund's 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.

⁴This is not a recommendation of any security by the investment adviser. Portfolio holdings are subject to change.

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

Index returns are for illustrative purposes only and do not represent actual fund performance. Index returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index.

Unlike mutual funds, shares of ETFs are not individually redeemable directly with the ETF. In addition to the normal risks associated with investing, international investing may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles, or from economic or political instability in other nations. Emerging markets involve heightened risks related to the same factors as well as increased volatility lower trading volume. Diversification does not eliminate the risk of market loss.

The information provided is not intended to be investment or tax advice.

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