

# SCHA

## Schwab U.S. Small-Cap ETF

### Analyst Report

SCHA seeks to replicate a benchmark which offers exposure to small cap firms in the U.S. equity market. The investment thesis behind small caps is that these firms are likely to provide strong growth prospects to a portfolio and should have a much easier time growing than their large cap counterparts. However, these securities are extremely volatile and can experience large losses or gains in a very short period of time. Despite their volatility, these products should probably be in every investors' portfolio as they tend to move somewhat independently of large caps and can be a better 'pure play' on the American economy. This particular ETF, since it focuses on both value and growth securities, could provide more of a diversified play than products that just focus on 'growth' or 'value' securities within this segment. Thanks to this broad focus, SCHA has a large number of securities-- close to 1,750 in total-- and does a phenomenal job of dividing up assets among the components as no one company makes up more than 30 basis points of total assets. Thanks to this high level of diversification and SCHA's ultra low expense ratio, the fund could make for a quality addition to portfolios of investors who are looking for small cap exposure and do not have a preference in terms of value or growth equities.

### ESG Themes and Scores

5.51/10

ESG Rate

28.21%

Global Percentile

18.54%

Peer Percentile

### Performance Data

	SCHA	ETF Database Category Average	Factset Segment Average
1 Month	9.91%	7.49%	7.18%
3 Month	13.59%	9.66%	8.91%
YTD Return	20.09%	16.76%	11.66%
1 Year Return	30.85%	24.21%	16.72%
3 Year Return	5.98%	3.62%	3.54%
5 Year Return	10.57%	6.50%	4.28%

### Top 5 Holdings

Symbol	Holding	% Assets
AFRM	Affirm Holdings, Inc. Class A	0.42%
DUOL	Duolingo, Inc. Class A	0.33%
Other		0.32%
RDDT	Reddit, Inc. Class A	0.30%
BWXT	BWX Technologies, Inc.	0.29%

### Vitals

Issuer	Charles Schwab
Brand	Schwab
Structure	ETF
Expense Ratio	0.04%
Inception	Nov 03, 2009
Index Tracked	Dow Jones U.S. Small-Cap Total Stock Market Total Return Index

### ETF Database Themes

Category	Small Cap Blend Equities
Asset Class	Equity
Asset Class Size	Small-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

### FactSet Classifications

Segment	Equity: U.S. - Small Cap
Category	Size and Style
Focus	Small Cap
Niche	Broad-based
Strategy	Vanilla
Weighting	Market Cap

