

Product Alert

November 9, 2018

Wells Fargo Funds 2018 capital gains estimates

On December 11 and December 13, 2018, Wells Fargo Funds will pay year-end capital gains distributions for 2018. Included in the tables on the following pages are the estimated distribution ranges for all Wells Fargo Funds that currently are expected to pay capital gains.

Wells Fargo Funds recognizes the potential impact of capital gains distributions on shareholders' taxes, and our fund accountants and portfolio management teams work closely together to seek to minimize this potential impact while focusing on before-tax returns. Our portfolio management teams continue to follow consistent investment processes with a focus on long-term performance and risk management.

Please refer to the subsequent Q&A for additional information about capital gains.

Please note:

- The projections below were computed based on September 30, 2018, data and therefore should be considered estimates only. As estimates, these numbers are subject to change prior to the actual distribution dates. The ex-dividend date for capital gains distributions for all Wells Fargo Funds will be December 10 or December 12, 2018, depending on the fund (see the tables on the following pages).
- Portfolio trading through Wednesday, October 31, 2018, and shareholder redemptions and purchases up until the record date of the distributions may affect actual distribution amounts on a per-share basis.
- Estimates apply to all share classes of the funds listed.
- Funds that are not listed are not expected to pay year-end capital gains distributions for 2018 based on September 30, 2018, data.
- Form 1099-DIV, which is expected to be mailed to shareholders in late January through early February 2019 (if applicable), will provide actual capital gains information for 2018 tax-reporting purposes.
- Shareholders should consult their tax advisors about the impact of capital gains distributions on their particular financial situations.
- Final capital gains distribution numbers will be posted on wellsfargofunds.com by December 11 and December 13, 2018, depending on the fund (see the tables on the following pages).

Record date: December 11, 2018
Ex-dividend date/reinvestment date: December 12, 2018
Payable date: December 13, 2018

Wells Fargo Funds	Forecasted range per share	Forecasted range as a percentage of NAV*	Forecasted short-term distribution range**	Forecasted long-term distribution range
C&B Large Cap Value Fund	\$0.70 - \$0.90	5.2%	\$0.16 - \$0.26	\$0.54 - \$0.64
Diversified Equity Fund	\$4.19 - \$4.49	15.2%	\$0.57 - \$0.67	\$3.62 - \$3.82
Dynamic Target 2015 Fund	\$1.22 - \$1.47	11.1%	\$0.05 - \$0.10	\$1.17 - \$1.37
Dynamic Target 2020 Fund	\$1.41 - \$1.66	12.7%	\$0.06 - \$0.11	\$1.35 - \$1.55
Dynamic Target 2025 Fund	\$1.45 - \$1.70	12.7%	\$0.06 - \$0.11	\$1.39 - \$1.59
Dynamic Target 2030 Fund	\$1.78 - \$2.08	15.3%	\$0.08 - \$0.18	\$1.70 - \$1.90
Dynamic Target 2035 Fund	\$2.02 - \$2.32	17.1%	\$0.10 - \$0.20	\$1.92 - \$2.12
Dynamic Target 2040 Fund	\$2.16 - \$2.46	18.0%	\$0.11 - \$0.21	\$2.05 - \$2.25
Dynamic Target 2045 Fund	\$2.20 - \$2.50	18.3%	\$0.11 - \$0.21	\$2.09 - \$2.29
Dynamic Target 2050 Fund	\$2.22 - \$2.52	18.5%	\$0.11 - \$0.21	\$2.11 - \$2.31
Dynamic Target 2055 Fund	\$2.22 - \$2.52	18.4%	\$0.11 - \$0.21	\$2.11 - \$2.31
Dynamic Target 2060 Fund	\$2.21 - \$2.51	18.3%	\$0.11 - \$0.21	\$2.10 - \$2.30
Dynamic Target Today Fund	\$0.86 - \$1.01	8.3%	\$0.03 - \$0.08	\$0.83 - \$0.93
Emerging Growth Fund	\$3.09 - \$3.39	15.8%	\$0.34 - \$0.44	\$2.75 - \$2.95
Growth Balanced Fund	\$0.32 - \$0.52	0.9%	\$0.09 - \$0.19	\$0.23 - \$0.33
Index Fund	\$13.53 - \$13.83	19.8%	\$0.07 - \$0.17	\$13.46 - \$13.66
Moderate Balanced Fund	\$1.94 - \$2.24	8.6%	\$0.16 - \$0.26	\$1.78 - \$1.98
Real Return Fund	\$0.01 - \$0.06	0.4%	\$0.00 - \$0.00	\$0.01 - \$0.06
Small Company Growth Fund	\$3.76 - \$4.16	6.0%	\$1.28 - \$1.48	\$2.48 - \$2.68
Target 2010 Fund	\$0.41 - \$0.56	4.4%	\$0.03 - \$0.08	\$0.38 - \$0.48
Target 2015 Fund	\$0.73 - \$0.93	9.9%	\$0.09 - \$0.19	\$0.64 - \$0.74
Target 2020 Fund	\$0.71 - \$0.91	5.9%	\$0.11 - \$0.21	\$0.60 - \$0.70
Target 2025 Fund	\$0.70 - \$0.90	11.5%	\$0.08 - \$0.18	\$0.62 - \$0.72
Target 2030 Fund	\$1.25 - \$1.55	9.2%	\$0.25 - \$0.35	\$1.00 - \$1.20
Target 2035 Fund	\$0.83 - \$1.03	10.3%	\$0.16 - \$0.26	\$0.67 - \$0.77
Target 2040 Fund	\$1.61 - \$1.91	9.8%	\$0.37 - \$0.47	\$1.24 - \$1.44
Target 2045 Fund	\$0.87 - \$1.07	9.7%	\$0.19 - \$0.29	\$0.68 - \$0.78
Target 2050 Fund	\$1.18 - \$1.38	13.8%	\$0.24 - \$0.34	\$0.94 - \$1.04
Target 2055 Fund	\$0.90 - \$1.05	7.2%	\$0.06 - \$0.11	\$0.84 - \$0.94
Target 2060 Fund	\$0.37 - \$0.52	3.4%	\$0.01 - \$0.06	\$0.36 - \$0.46
Target Today Fund	\$0.28 - \$0.42	3.6%	\$0.00 - \$0.04	\$0.28 - \$0.38
WealthBuilder Conservative Allocation Fund	\$0.41 - \$0.51	4.4%		\$0.41 - \$0.51
WealthBuilder Growth Allocation Fund	\$1.85 - \$2.15	13.2%	\$0.18 - \$0.28	\$1.67 - \$1.87
WealthBuilder Growth Balanced Fund	\$1.38 - \$1.68	10.5%	\$0.11 - \$0.21	\$1.27 - \$1.47
WealthBuilder Moderate Balanced Fund	\$0.63 - \$0.78	6.1%	\$0.04 - \$0.09	\$0.59 - \$0.69
WealthBuilder Equity Fund	\$3.19 - \$3.49	15.4%	\$0.32 - \$0.42	\$2.87 - \$3.07

*Net asset value (NAV) calculated using total net assets as of September 30, 2018.

**Estimates less than a penny per share are shown as \$0.00 - \$0.00.

Record date: December 7, 2018
Ex-dividend date/reinvestment date: December 10, 2018
Payable date: December 11 2018

Wells Fargo Funds	Forecasted range per share	Forecasted range as a percentage of NAV*	Forecasted short-term distribution range**	Forecasted long-term distribution range
Asia Pacific Fund	\$1.35 - \$1.65	9.9%	\$0.30 - \$0.40	\$1.05 - \$1.25
Asset Allocation Fund	\$0.99 - \$1.19	7.1%		\$0.99 - \$1.19
Capital Growth Fund	\$0.27 - \$0.37	1.5%		\$0.27 - \$0.37
Common Stock Fund	\$3.15 - \$3.45	13.1%	\$0.29 - \$0.39	\$2.86 - \$3.06
Disciplined Small Cap Fund	\$11.21 - \$11.51	47.1%	\$0.67 - \$0.77	\$10.54 - \$10.74
Disciplined U.S. Core Fund	\$0.87 - \$1.02	5.0%	\$0.00 - \$0.05	\$0.87 - \$0.97
Discovery Fund	\$4.90 - \$5.20	12.4%	\$0.85 - \$0.95	\$4.05 - \$4.25
Diversified Capital Builder Fund	\$0.44 - \$0.54	4.4%		\$0.44 - \$0.54
Diversified Income Builder Fund	\$0.20 - \$0.35	4.0%	\$0.02 - \$0.07	\$0.18 - \$0.28
Endeavor Select Fund	\$1.88 - \$2.18	18.2%	\$0.25 - \$0.35	\$1.63 - \$1.83
Enterprise Fund	\$5.91 - \$6.31	11.2%	\$1.25 - \$1.45	\$4.66 - \$4.86
Global Small Cap Fund	\$2.84 - \$3.14	6.8%	\$0.51 - \$0.61	\$2.33 - \$2.53
Growth Fund	\$5.81 - \$6.11	13.4%	\$0.20 - \$0.30	\$5.61 - \$5.81
Index Asset Allocation Fund	\$0.86 - \$1.06	2.9%	\$0.08 - \$0.18	\$0.78 - \$0.88
International Equity Fund	\$0.16 - \$0.26	1.5%		\$0.16 - \$0.26
Intrinsic Small Cap Value Fund	\$1.10 - \$1.30	3.5%	\$0.20 - \$0.30	\$0.90 - \$1.00
Intrinsic Value Fund	\$0.74 - \$0.84	5.7%	\$0.00 - \$0.00	\$0.74 - \$0.84
Intrinsic World Equity Fund	\$2.11 - \$2.36	9.3%	\$0.06 - \$0.11	\$2.05 - \$2.25
Large Cap Core Fund	\$2.02 - \$2.22	9.6%		\$2.02 - \$2.22
Large Cap Growth Fund	\$9.85 - \$10.05	17.8%		\$9.85 - \$10.05
Large Company Value Fund	\$1.32 - \$1.52	9.4%	\$0.95 - \$1.05	\$0.37 - \$0.47
Low Volatility U.S. Equity Fund	\$0.62 - \$0.82	5.8%	\$0.07 - \$0.17	\$0.55 - \$0.65
Omega Growth Fund	\$5.90 - \$6.20	10.7%	\$0.79 - \$0.89	\$5.11 - \$5.31
Opportunity Fund	\$4.51 - \$4.81	9.8%	\$0.44 - \$0.54	\$4.07 - \$4.27
Premier Large Company Growth Fund	\$2.14 - \$2.39	13.7%	\$0.00 - \$0.05	\$2.14 - \$2.34
Small Cap Value Fund	\$3.33 - \$3.63	19.5%	\$0.34 - \$0.44	\$2.99 - \$3.19
Special Mid Cap Value Fund	\$0.53 - \$0.63	1.5%		\$0.53 - \$0.63
Special Small Cap Value Fund	\$2.08 - \$2.38	5.7%	\$0.22 - \$0.32	\$1.86 - \$2.06
Specialized Technology Fund	\$2.53 - \$2.83	15.6%	\$0.91 - \$1.01	\$1.62 - \$1.82
Traditional Small Cap Growth Fund	\$4.42 - \$4.72	24.2%	\$0.91 - \$1.01	\$3.51 - \$3.71
Utility and Telecommunications Fund	\$0.32 - \$0.42	1.6%		\$0.32 - \$0.42

*Net asset value (NAV) calculated using total net assets as of September 30, 2018.

** Estimates less than a penny per share are shown as \$0.00 - \$0.00.

Q: What are capital gains?

A: Under federal law, mutual funds are required to distribute to shareholders net gains that occur when a fund sells a security and receives a profit as a result of that sale. When a capital asset is sold, the difference between the amount the asset is sold for and the base cost for which it was purchased is a capital gain or a capital loss. Capital assets include property held for investment, such as stocks, bonds, or shares of a mutual fund. If a mutual fund has gains that cannot be offset by losses, those gains must be distributed to shareholders in the form of either a short-term or long-term capital gain or a combination of the two.

Mutual funds typically distribute capital gains to shareholders annually, near the end of the calendar year. It is important to note that, in certain situations, capital gains may be distributed to shareholders more than once a year at any time of the year.

Q: How are capital gains distributed to shareholders?

A: Shareholders may receive capital gains distributions in cash, or they may reinvest the distributions into their accounts as additional shares (or a fraction of a share). Distributions are subject to income tax in the year that they were declared and are reported annually, if applicable, on Form 1099-DIV, whether they are received as cash or reinvested into a shareholder's account.

Q: How can mutual funds pay capital gains distributions when the market is either flat or down?

A: When the value of a fund holding increases, the fund has an unrealized gain until the security is sold. Once this security is sold, however, the fund realizes the gain and must pay a distribution unless the gain is offset by capital losses. Consequently, a fund's capital gains distribution in a particular year is a result of the sale of securities that may have appreciated in value over time, perhaps during prior years when the fund's returns were positive.

Q: What is a shareholder's tax liability on capital gains?

A: Capital gains can be paid out to shareholders or reinvested into a fund in the form of new shares. Either way, shareholders in taxable accounts are subject to taxes on the payout in the year the capital gains are distributed.

The length of time that a fund owned a security determines the rate at which the capital gains will be taxed. For securities held for 12 months or less, capital gains are considered short-term capital gains, while capital gains distributions for those held for more than 12 months are considered long-term capital gains.

The Tax Cuts and Jobs Act of 2017 (P.L. 115-97) modified the individual tax rates and tax brackets for the years 2018 to 2025 in the following ways:

- For individuals the maximum rates, depending on taxable income, are 0%, 15%, and 20%.
- Nonqualified dividends and short-term capital gains are taxed at rates of 10%, 12%, 22%, 24%, 32%, 35%, and 37%, depending on the level of taxable income.
- All dividends and capital gains after January 1, 2013, remain subject to a 3.8% Medicare surtax that would be added onto an individual's regular income tax if modified adjusted gross income exceeds a certain threshold.

Please consult your tax advisor to see how these income tax changes may affect you.

Q: What are some of the factors driving estimated capital gains for the following Wells Fargo Funds that are larger (as a percentage of the fund's NAV) than the distributions for other funds listed in the tables above?

Wells Fargo Funds	Estimated capital gains can be attributed to the following:
Asia Pacific Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • Appreciation in stock prices caused certain holdings to reach what portfolio managers believed was their full valuation, leading the team to sell those particular holdings and look for more attractive opportunities.
C&B Large Cap Value Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • Appreciation in stock prices caused certain holdings to reach their full valuation, leading portfolio managers to sell those particular holdings and look for more attractive opportunities.
Common Stock Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • Market conditions and company-specific catalysts caused certain holdings to reach valuations that approached the team's assessed private-market values. • The team remains disciplined in the sale of holdings that it believes have limited upside potential.
Discovery Fund	<ul style="list-style-type: none"> • Anticipated capital gains are primarily from long-term appreciation. • The Fund has strong relative performance year-to-date, up over 17% as of 9-30-2018. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also reduced or eliminated the fund's exposure to select holdings in the healthcare and industrials sectors in favor of more attractive opportunities in other sectors. These portfolio modifications contributed to higher long-term capital gains.
Disciplined Small Cap Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • On June 27, 2018, the fund experienced a subadvisor and strategy change. Wells Capital Management became subadvisor taking over management from Schroder Investment Management. The Golden Capital Equity team became the fund's portfolio manager. In order to align the portfolio with Golden's strategy, an investment transition occurred and capital gains were realized.
Dynamic Target Date Funds	<ul style="list-style-type: none"> • Anticipated capital gains are the result of changes to the underlying funds in which the Dynamic Target Funds invest.
Diversified Equity Fund	<ul style="list-style-type: none"> • Anticipated capital gains are from long-term appreciation. • Appreciation in stock prices caused certain holdings to reach their full valuation, leading portfolio managers to sell those particular holdings and look for more attractive opportunities.

Emerging Growth Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • The fund has strong relative performance year-to-date, up over 30% as of 9-30-2018. • Several holdings in sectors such as IT and healthcare rose sharply in recent years, driven by robust earnings and market share gains. The portfolio managers trimmed the total shares held of select holdings in order to balance reward potential with an appropriate level of risk, which contributed to higher long-term capital gains. • The portfolio managers also trimmed or exited multiple long-term positions within the consumer staples sector in favor of more attractive opportunities in other areas of the market.
Endeavor Select Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • The fund has strong relative performance year-to-date, up over 21% as of 9-30-2018. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also reduced or eliminated the fund's exposure to select holdings in the consumer discretionary, financial services, and healthcare sectors in favor of more attractive opportunities in other sectors, such as industrials. These portfolio modifications contributed to higher long-term capital gains.
Enterprise Fund	<ul style="list-style-type: none"> • Anticipated capital gains are primarily from long-term appreciation. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also reduced or eliminated the fund's exposure to select holdings in the healthcare, financial services, and industrials sectors in favor of more attractive opportunities in other areas of the market. These portfolio modifications contributed to higher long-term capital gains.
Global Small Cap Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • As a result of the team's fundamental analysis, companies that reached or approached valuations at the higher end of the team's estimate of intrinsic value were sold. • A key element of the team's investment process is attempting to manage various risks to the portfolio; holdings that no longer exhibited favorable risk/reward ratios were sold.

Growth Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • The fund has strong relative performance year-to-date, up over 21% as of 9-30-2018. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also trimmed or exited multiple long-term positions within the consumer discretionary, financial services, healthcare, and industrials sectors in favor of more attractive opportunities in other areas of the market.
Index Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • This fund invests in substantially all of the common stocks comprising the S&P 500 Index. As the index rebalanced and fund flows occurred, the team sold securities in the fund to stay aligned with the index.
Intrinsic Value Fund	<ul style="list-style-type: none"> • Anticipated capital gains are from long-term appreciation. • Appreciation in stock prices caused certain holdings to reach their full valuation, leading portfolio managers to sell those particular holdings and look for more attractive opportunities.
Intrinsic World Equity Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • Market conditions and individual company catalysts caused certain holdings to reach what portfolio managers believed was their intrinsic value, leading the team to sell those particular holdings and look for more attractive opportunities. • As holdings approached the team's intrinsic value estimates, portfolio managers trimmed or sold those particular holdings.
Large Cap Core Fund	<ul style="list-style-type: none"> • Anticipated capital gains are driven by long-term appreciation. • The fund's quantitative focus on managing a company's future fundamental outlook and risk relative to the fund's benchmark resulted in securities sales on which capital gains were realized by the fund.
Large Cap Growth Fund	<ul style="list-style-type: none"> • Anticipated capital gains are from long-term appreciation. • The fund has strong relative performance year-to-date, up over 20% as of 9-30-2018. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also trimmed or exited multiple long-term positions within the consumer discretionary, healthcare, and industrials sectors in favor of more attractive opportunities in other areas of the market.
Large Company Value Fund	<ul style="list-style-type: none"> • Anticipated capital gains are primarily from short-term appreciation and secondarily from long-term appreciation. • The portfolio managers trimmed or eliminated select holdings in order to balance the fund's risk/reward potential.
Low Volatility U.S. Equity Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • The team remains disciplined in selling off holdings that it believes display deteriorating risk profiles.
Moderate Balanced Fund	<ul style="list-style-type: none"> • Anticipated capital gains are from long-term appreciation.

Omega Growth Fund	<ul style="list-style-type: none"> • Anticipated capital gains are primarily from long-term appreciation. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers reduced or eliminated the fund's exposure to select holdings in the consumer discretionary and financial services sectors in favor of more attractive opportunities in other areas of the market. These portfolio modifications contributed to higher long-term capital gains.
Opportunity Fund	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation. • Market conditions and company-specific catalysts caused certain holdings to reach valuations that approached the team's assessed private market values. • The team remains disciplined in the sale of holdings that it believes have limited upside potential.
Premier Large Company Growth Fund	<ul style="list-style-type: none"> • Anticipated capital gains are predominantly from long-term appreciation. • The fund has strong relative performance year-to-date, up over 22% as of 9-30-2018. • Strong stock price appreciation caused several holdings in sectors, such as IT, to approach their respective valuation targets, leading portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers also trimmed or exited multiple long-term positions within the consumer discretionary, healthcare, and industrials sectors in favor of more attractive opportunities in other areas of the market.
Small Cap Value Fund	<ul style="list-style-type: none"> • Anticipated capital gains are from long-term appreciation. • Appreciation in stock prices caused certain holdings to reach their full valuation, leading portfolio managers to sell those particular holdings and look for more attractive opportunities.
Specialized Technology Fund	<ul style="list-style-type: none"> • Anticipated capital gains have been partially due to long-term appreciation of certain holdings sold during the year. • Movement in technology stock prices also caused certain holdings to reach their price targets, leading portfolio managers to sell those particular holdings.
Wells Fargo Target Date Funds	<ul style="list-style-type: none"> • Anticipated capital gains are mostly from long-term appreciation.

<p>Traditional Small Cap Growth Fund</p>	<ul style="list-style-type: none"> • Anticipated capital gains are primarily from long-term appreciation. • The portfolio was repositioned into the Fundamental Growth Equity Team, and while the team mindfully repositioned the portfolio with respect to potential capital gains, some of the repositioning may be contributing to the anticipated capital gains. • Several holdings across multiple sectors, such as healthcare and IT, have rallied strongly, leading the portfolio managers to trim or eliminate those holdings in order to balance reward potential with an appropriate level of risk. • The portfolio managers reduced or eliminated the fund's exposure to select holdings in the consumer discretionary, financial services, and healthcare sectors in favor of more attractive opportunities in other areas of the market. These portfolio modifications contributed to higher long-term capital gains.
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Q: What actions can shareholders take to mitigate the tax liability on capital gains distributions?

A: Shareholders should consult their tax professionals to determine what course of action is most appropriate for their individual situations.

Q: What steps does Wells Fargo Funds take to manage tax implications of portfolio transactions?

A: In conjunction with managing each fund to its respective investment objective and within its stated investment strategy, portfolio managers receive information relating to the current tax status of their funds' holdings in order to assist them as they consider security transactions.

Q: How will shareholders be notified of the estimated and actual capital gains distributions?

A: Notification of projected distribution ranges was posted on wellsfargofunds.com on November 9, 2018. We will post notification regarding actual capital gains distribution amounts to wellsfargofunds.com on or around the ex-dividend date (December 10 or December 12, 2018, as listed on the tables on previous pages) for each fund.

The target date represents the year in which investors may likely begin withdrawing assets. The Target Date funds gradually seek to reduce market risk as the target date approaches and after it arrives by decreasing equity exposure and increasing fixed-income exposure. The principal value is not guaranteed at any time, including at the target date.

Mutual fund investing involves risks, including the possible loss of principal, and may not be appropriate for all investors. Stock values fluctuate in response to the activities of individual companies and general market and economic conditions. Bond values fluctuate in response to the financial condition of individual issuers, general market and economic conditions, and changes in interest rates. Changes in market conditions and government policies may lead to periods of heightened volatility in the bond market and reduced liquidity for certain bonds held by the fund. In general, when interest rates rise, bond values fall and investors may lose principal value. Interest rate changes and their impact on the fund and its share price can be sudden and unpredictable.

Funds that concentrate their investments in a single industry may face increased risk of price fluctuation over more diversified funds due to adverse developments within that industry. Foreign investments are especially volatile and can rise or fall dramatically due to differences in the political and economic conditions of the host country. These risks are generally intensified in emerging markets. Smaller- and mid-cap stocks tend to be more volatile and less liquid than those of larger companies. High-yield securities have a greater risk of default and tend to be more volatile than higher-rated debt securities. Consult a fund's prospectus for additional information on these and other risks.

Any tax or legal information in this product alert is merely a summary of our understanding and interpretations of some of the current income tax regulations and is not exhaustive. Investors should consult their tax advisor

or legal counsel for advice and information concerning their particular situation. Wells Fargo Funds Management, LLC; Wells Fargo Funds Distributor, LLC; nor any of their representatives may give legal or tax advice.

For municipal income funds: A portion of the fund's income may be subject to federal, state, and/or local income taxes or the alternative minimum tax (AMT). Any capital gains distributions may be taxable.

Wells Fargo Asset Management (WFAM) is the trade name for certain investment advisory/management firms owned by Wells Fargo & Company. These firms include but are not limited to Wells Capital Management Incorporated and Wells Fargo Funds Management, LLC. Certain products managed by WFAM entities are distributed by Wells Fargo Funds Distributor, LLC (a broker/dealer and Member FINRA).

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