

Utility and Telecommunications Fund

Asset class: Equity

Class	CUSIP	Ticker
Institutional	94985D459	EVUXX
Administrator	94975P686	EVUDX
Class A	94985D483	EVUAX
Class C	94985D467	EVUCX

THE FUND

The Wells Fargo Utility and Telecommunications Fund seeks total return consisting of current income and capital appreciation by investing principally in securities of utility and telecommunication companies across all market capitalizations.

FUND STRATEGY

- Selects stocks based on the evaluation of factors such as dividend payouts and profits, market share, competitive or technological advantages, potential merger activity, and the projected volatility of the company. From a broader macro perspective, the team considers the interest-rate environment, energy prices, and public policy issues. Through the assessment of both macroeconomic and company-specific factors, the fund seeks both yield and total return generation.
- Chooses stocks based on a blended style of equity management. This allows the team to invest in companies that are undervalued, exhibiting either value characteristics—such as low price-to-earnings and low price-to-cash-flow multiples—or growth characteristics, including the potential for accelerated earnings growth.

TOP HOLDINGS (%)

Visa Inc. Class A	9.83
NextEra Energy, Inc.	8.39
CMS Energy Corporation	8.22
Eversource Energy	7.63
Shenandoah Telecommunications Company	7.14
Alliant Energy Corp	6.85
PNM Resources, Inc.	6.80
Sempra Energy	5.97
Dominion Energy Inc	5.30
American Water Works Company, Inc.	5.01

Portfolio holdings are subject to change and may have changed since the date specified. The holdings listed should not be considered recommendations to purchase or sell a particular security.

Competitive advantages

- Focus on utility and telecommunication stocks:** Holdings are typically less correlated to the broader stock market than many other, more diversified equity funds while providing a higher level of income potential. A focus on utility and telecommunication stocks seeks to provide higher and more stable income production and a lower correlation of returns relative to the broader market. This creates the potential to reduce volatility within the context of an investor's diversified investment portfolio.
- Flexible investment approach:** The team can opportunistically allocate across the utilities or telecommunication services sectors, while seeking complementary allocations to other sectors. The team looks to recognize catalysts able to unlock value and maximize upside potential while seeking to manage downside risk. This flexible approach allows for greater return potential without losing sight of volatility risk.

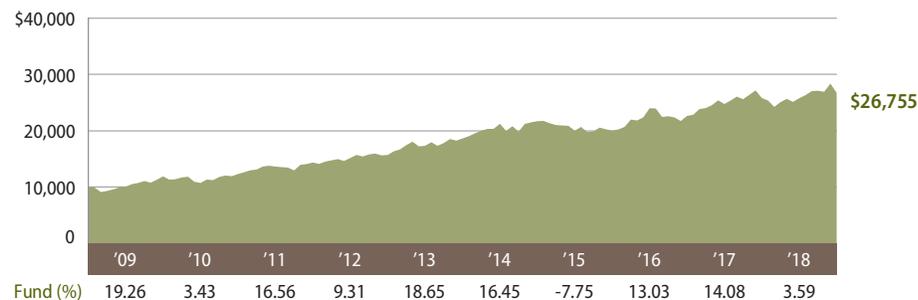
Sector allocation (%)¹

	Fund	S&P 500 Utilities Index ²
Utilities	64	100
Communication Services	17	0
Information technology	15	0
Cash & equivalents	3	0
Industrials	1	0
Other	1	0

Portfolio characteristics, sector weights, allocations and ratings are subject to change and may have changed since the date specified. Percent total may not add to 100% due to rounding.

Growth of \$10,000 and annual returns (Institutional shares 12-31-08 through 12-31-18)

Assumes reinvestment of dividends and capital gains.



Total returns (%)	ANNUALIZED						Gross expense ratio	Net expense ratio
	3 Month	Year to date	1 year	3 year	5 year	10 year		
Administrator Shares ³	-1.33	3.46	3.46	9.96	7.35	10.18	1.09	0.95
Institutional Shares ³	-1.33	3.59	3.59	10.13	7.49	10.34	0.84	0.78
S&P 500 Utilities Index ²	1.36	4.11	4.11	10.72	10.74	10.46	-	-
Lipper Utility Funds ⁴	-1.58	2.19	2.19	9.58	7.16	9.45	-	-

Figures quoted represent past performance, which is no guarantee of future results, and do not reflect taxes that a shareholder may pay on a fund. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted and assumes the reinvestment of dividends and capital gains. Current month-end performance is available at the funds' website, wellsfargofunds.com. Administrator and Institutional Class shares are sold without a front-end sales charge or contingent deferred sales charge.

The manager has contractually committed, through 7-31-19, to waive fees and/or reimburse expenses to the extent necessary to cap the fund's total annual fund operating expenses after fee waiver at 0.95% for the Administrator Class and 0.78% for the Institutional Class. Brokerage commissions, stamp duty fees, interest, taxes, acquired fund fees and expenses (if any), and extraordinary expenses are excluded from the cap. After this time, the cap may be increased or the commitment to maintain the cap may be terminated only with the approval of the Board of Trustees. Without this cap, the fund's returns would have been lower. The expense ratio paid by an investor is the net expense ratio (the total annual fund operating expenses after fee waivers) as stated in the prospectus.

Utility and Telecommunications Fund

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MORNINGSTAR OWNERSHIP ZONE⁵

INVESTMENT STYLE			MARKET CAPITALIZATION
Value	Blend	Growth	
○			Large
			Medium
			Small

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. The use of derivatives may reduce returns and/or increase volatility. Funds that concentrate their investments in limited sectors, such as utilities and telecommunication services, are more vulnerable to adverse market, economic, regulatory, political, or other developments affecting those sectors. Certain investment strategies tend to increase the total risk of an investment (relative to the broader market). This fund is exposed to convertible securities risk, foreign investment risk, high-yield securities risk, smaller-company securities risk, non-diversification risk, and subsidiary risk. Consult the fund's prospectus for additional information on these and other risks.

Fund characteristics

	Fund	S&P 500 Utilities Index ²
P/E (trailing 12 month)	16.61x	15.93x
P/B	2.63x	1.88x
Median market cap. (\$B)	17.87	19.20
5 year earnings growth (historic)	9.14%	5.08%
Portfolio turnover	9.86%	–
Number of holdings	25	29

Performance and volatility measures[‡]

	Fund (Inst class shares)
Alpha	0.85
Beta	0.85
Sharpe ratio	0.82
Standard deviation	11.12
R-squared	0.87
Information ratio	-0.13

Fund information

Advisor: Wells Fargo Funds Management, LLC

Sub-Advisor: Crow Point Partners, LLC

Fund managers/years of experience: Timothy P. O'Brien, CFA (35); Andrew Tuttle, CFA (20)

Fund Inception Date: 1-4-94

	Administrator class	Institutional class
CUSIP/Ticker	94975P686/EVUDX	94985D459/EVUYX
Class inception date	7-30-10	2-28-94
Distribution frequency	Quarterly	Quarterly
Fiscal year-end	March 31	March 31
Net expense ratio	0.95%	0.78%
Net asset value	\$21.44	\$21.40
YTD high-low NAV	\$23.10/\$19.22	\$23.07/\$19.19
Class/fund assets (\$M)	\$4.61/\$362.77	\$34.17/\$362.77

Definition of terms: **Alpha** measures the excess return of an investment vehicle, such as a mutual fund, relative to the return of its benchmark, given its level of risk (as measured by beta). **Beta** measures fund volatility relative to general market movements. It is a standardized measure of systematic risk in comparison to a specified index. The benchmark beta is 1.00 by definition. **Sharpe ratio** measures the potential reward offered by a mutual fund relative to its risk level. The ratio uses a fund's standard deviation and its excess return to determine reward per unit of risk. The higher the Sharpe ratio, the better the fund's historical risk-adjusted performance. **Standard deviation** of return measures the average deviations of a return series from its mean and is often used as a measure of risk. **R-squared** is a measurement of how similar a fund's historical performance has been to that of the benchmark. The measure ranges from 0.00, which means that the fund's performance bears no relationship to the performance of the index, to 1.00, which means that the fund's performance was perfectly synchronized with the performance of the benchmark. **Information ratio** measures how much the fund outperformed the benchmark per unit of additional risk taken. This value is determined by taking the annualized excess return over a benchmark and dividing it by the standard deviation of excess return. [‡] Calculated based on a three-year period. Relative measures are compared with the S&P 500 Utilities Sector. **1.** Sector allocation is a breakdown of the Fund's investments based on the S&P Global Industry Classification Standard (GICS), a breakdown of market sectors used by Standard & Poor's. **2.** The S&P 500 Utilities Index is a market-value-weighted index that measures the performance of all stocks within the utilities sector of the S&P 500 Index. **3.** Performance for the fund or the class shown reflects a predecessor fund's or class' performance and may be adjusted to reflect the fund's or class' expenses as applicable. **4.** The Lipper averages are compiled by Lipper, Inc., an independent mutual fund research and rating service. Each Lipper average represents a universe of funds that are similar in investment objective. You cannot invest directly in a Lipper average. **5.** Placement within the Morningstar Equity Style Box is based on two variables: relative median market capitalization and relative price valuations (price/book and price/earnings) of the fund's portfolio holdings. These numbers are drawn from the fund's portfolio holdings figures most recently entered into Morningstar's database and the corresponding market conditions. The Ownership Zone is represented by a shaded area surrounding the centroid. This zone encompasses 75% of a portfolio's holdings on an asset-weighted basis and is designed to be a visual measure of how wide-ranging the portfolio is.

Carefully consider a fund's investment objectives, risks, charges, and expenses before investing. For a current prospectus and, if available, a summary prospectus, containing this and other information, visit wellsfargofunds.com. Read it carefully before investing.

This material is for general informational and educational purposes only and is NOT intended to provide investment advice or a recommendation of any kind—including a recommendation for any specific investment, strategy, or plan.

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INVESTMENT PRODUCTS: NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

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