

Product Alert

October 20, 2021

Wells Fargo Funds 2021 capital gains estimates

On December 10 and December 15, 2021, Wells Fargo Funds will pay year-end capital gains distributions for 2021. 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.

As a reminder, Wells Fargo Asset Management will be changing its company name to Allspring Global Investments upon the closing of the previously announced sale. The new corporate name is expected to go into effect on or about the closing date of the transaction, which is anticipated to occur in the second half of 2021. As part of this transition, all mutual funds within the Wells Fargo Funds family will be rebranded as Allspring Funds. Each individual fund will have "Wells Fargo" removed from its fund name and will be replaced with "Allspring." The fund name changes are expected to be on December 6, 2021, and are subject to the closing of the transaction.

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

Please note:

- The projections below were computed based on September 30, 2021, 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 9 or December 14, 2021, depending on the fund (see the tables on the following pages).
- Portfolio trading through Friday, October 30, 2021, 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 2021 based on September 30, 2021, data.
- Form 1099-DIV, which is expected to be mailed to shareholders in late January through early February 2022 (if applicable), will provide actual capital gains information for 2021 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 our website by December 10 and December 15, 2021, depending on the fund (see the tables on the following pages).

Record date: December 8, 2021
 Ex-dividend date/reinvestment date: December 9, 2021
 Payable date: December 10, 2021

Wells Fargo Fund	Forecasted range per share	Forecast as a percentage of NAV*	Forecasted short-term distributions range**	Forecasted long-term distributions range
Adjustable Rate Government Fund	\$0.02 - \$0.07	0.5%	\$0.00 - \$0.00	\$0.02 - \$0.07
C&B Mid Cap Value Fund	\$3.99 - \$4.29	8.4%	\$0.67 - \$0.77	\$3.32 - \$3.52
Classic Value Fund	\$2.59 - \$2.89	17.4%	\$0.16 - \$0.26	\$2.43 - \$2.63
Common Stock Fund	\$4.03 - \$4.33	16.6%	\$0.59 - \$0.69	\$3.44 - \$3.64
Core Plus Bond Fund	\$0.06 - \$0.16	0.8%	\$0.05 - \$0.10	\$0.01 - \$0.06
Disciplined U.S. Core Fund	\$2.28 - \$2.58	10.4%	\$0.20 - \$0.30	\$2.08 - \$2.28
Discovery Fund	\$12.07 - \$12.47	23.7%	\$0.98 - \$1.18	\$11.09 - \$11.29
Diversified Capital Builder Fund	\$0.77 - \$0.97	6.7%	\$0.12 - \$0.22	\$0.65 - \$0.75
Endeavor Select Fund	\$1.70 - \$1.95	14.2%	\$0.07 - \$0.12	\$1.63 - \$1.83
Enterprise Fund	\$12.15 - \$12.55	15.8%	\$1.34 - \$1.54	\$10.81 - \$11.01
Fundamental Small Cap Growth Fund	\$3.28 - \$3.58	14.2%	\$0.35 - \$0.45	\$2.93 - \$3.13
Global Investment Grade Credit Fund	\$0.34 - \$0.49	3.6%	\$0.02 - \$0.07	\$0.32 - \$0.42
Global Small Cap Fund	\$7.30 - \$7.70	13.8%	\$4.88 - \$5.08	\$2.42 - \$2.62
Growth Fund	\$7.97 - \$8.27	15.3%	\$0.58 - \$0.68	\$7.39 - \$7.59
High Yield Municipal Bond Fund	\$0.02 - \$0.11	0.5%	\$0.02 - \$0.07	\$0.00 - \$0.04
Income Plus Fund	\$0.13 - \$0.28	1.8%	\$0.08 - \$0.18	\$0.05 - \$0.10
Index Asset Allocation Fund	\$2.34 - \$2.64	5.9%	\$0.31 - \$0.41	\$2.03 - \$2.23
Large Cap Core Fund	\$2.07 - \$2.32	11.6%	\$0.05 - \$0.10	\$2.02 - \$2.22
Large Cap Growth Fund	\$6.19 - \$6.49	11.5%	\$0.09 - \$0.19	\$6.10 - \$6.30
Large Company Value Fund	\$4.84 - \$5.14	29.0%	\$4.10 - \$4.30	\$0.74 - \$0.84
Low Volatility U.S. Equity Fund	\$5.40 - \$5.80	40.6%	\$2.90 - \$3.10	\$2.50 - \$2.70
Minnesota Tax-Free Fund	\$0.00 - \$0.08	0.2%	\$0.00 - \$0.04	\$0.00 - \$0.04
Omega Growth Fund	\$9.49 - \$9.69	11.6%	--	\$9.49 - \$9.69
Opportunity Fund	\$6.33 - \$6.73	11.0%	\$1.79 - \$1.99	\$4.54 - \$4.74
Premier Large Company Growth Fund	\$3.42 - \$3.72	17.8%	\$0.11 - \$0.21	\$3.31 - \$3.51
Short-Term Bond Plus Fund	\$0.04 - \$0.14	0.9%	\$0.04 - \$0.09	\$0.00 - \$0.05
Small Cap Fund	\$9.17 - \$9.57	23.3%	\$1.35 - \$1.55	\$7.82 - \$8.02
Special International Small Cap Fund	\$0.08 - \$0.18	0.9%	\$0.06 - \$0.11	\$0.02 - \$0.07

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Special Mid Cap Value Fund	\$4.17 - \$4.47	8.4%	\$0.91 - \$1.01	\$3.26 - \$3.46
Special Small Cap Value Fund	\$2.39 - \$2.79	5.7%	\$0.99 - \$1.19	\$1.40 - \$1.60
Specialized Technology Fund	\$4.70 - \$5.10	23.6%	\$1.64 - \$1.84	\$3.06 - \$3.26
Utility and Telecommunications Fund	\$2.34 - \$2.54	11.1%	--	\$2.34 - \$2.54
Wisconsin Tax-Free Fund	\$0.00 - \$0.04	0.2%	\$0.00 - \$0.00	\$0.00 - \$0.04

*Net asset value (NAV) calculated using total net assets as of September 30, 2021.

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

Record date: December 13, 2021 Ex-dividend date/reinvestment date: December 14, 2021 Payable date: December 15, 2021				
Wells Fargo Fund	Forecasted range per share	Forecast as a percentage of NAV*	Forecasted short-term distributions range**	Forecasted long-term distributions range
Asset Allocation Fund	\$1.88 - \$2.18	11.5%	\$1.02 - \$1.22	\$0.86 - \$0.96
C&B Large Cap Value Fund	\$1.62 - \$1.87	10.1%	\$0.08 - \$0.13	\$1.54 - \$1.74
Core Bond Fund	\$0.09 - \$0.19	1.0%	\$0.04 - \$0.09	\$0.05 - \$0.10
Diversified Equity Fund	\$6.48 - \$6.88	24.0%	\$1.43 - \$1.63	\$5.05 - \$5.25
Dynamic Target 2015 Fund	\$0.81 - \$1.01	7.3%	\$0.29 - \$0.39	\$0.52 - \$0.62
Dynamic Target 2020 Fund	\$0.94 - \$1.14	8.1%	\$0.32 - \$0.42	\$0.62 - \$0.72
Dynamic Target 2025 Fund	\$1.05 - \$1.25	8.6%	\$0.35 - \$0.45	\$0.70 - \$0.80
Dynamic Target 2030 Fund	\$1.08 - \$1.28	8.8%	\$0.38 - \$0.48	\$0.70 - \$0.80
Dynamic Target 2035 Fund	\$1.19 - \$1.39	9.6%	\$0.42 - \$0.52	\$0.77 - \$0.87
Dynamic Target 2040 Fund	\$1.17 - \$1.37	9.5%	\$0.41 - \$0.51	\$0.76 - \$0.86
Dynamic Target 2045 Fund	\$1.21 - \$1.41	9.6%	\$0.42 - \$0.52	\$0.79 - \$0.89
Dynamic Target 2050 Fund	\$1.17 - \$1.37	9.3%	\$0.41 - \$0.51	\$0.76 - \$0.86
Dynamic Target 2055 Fund	\$1.21 - \$1.41	9.6%	\$0.42 - \$0.52	\$0.79 - \$0.89
Dynamic Target 2060 Fund	\$1.15 - \$1.35	9.2%	\$0.39 - \$0.49	\$0.76 - \$0.86
Dynamic Target Today Fund	\$0.73 - \$0.93	6.6%	\$0.26 - \$0.36	\$0.47 - \$0.57
Emerging Growth Fund	\$5.44 - \$5.64	26.3%	--	\$5.44 - \$5.64
Growth Balanced Fund	\$5.17 - \$5.57	10.2%	\$2.88 - \$3.08	\$2.29 - \$2.49
Index Fund	\$3.68 - \$3.98	7.3%	\$0.19 - \$0.29	\$3.49 - \$3.69
Moderate Balanced Fund	\$1.80 - \$2.10	7.9%	\$1.08 - \$1.28	\$0.72 - \$0.82
Small Company Growth Fund	\$27.07 - \$27.47	40.5%	\$2.58 - \$2.78	\$24.49 - \$24.69
Small Company Value Fund	\$1.92 - \$2.22	5.5%	\$0.61 - \$0.71	\$1.31 - \$1.51

Spectrum Aggressive Growth Fund	\$2.67 - \$3.07	12.1%	\$1.13 - \$1.33	\$1.54 - \$1.74
Spectrum Conservative Growth Fund	\$0.75 - \$0.95	6.8%	\$0.40 - \$0.50	\$0.35 - \$0.45
Spectrum Growth Fund	\$1.38 - \$1.58	9.8%	\$0.63 - \$0.73	\$0.75 - \$0.85
Spectrum Income Allocation Fund	\$0.34 - \$0.54	3.9%	\$0.21 - \$0.31	\$0.13 - \$0.23
Spectrum Moderate Growth Fund	\$1.12 - \$1.32	8.3%	\$0.45 - \$0.55	\$0.67 - \$0.77
Target 2010 Fund	\$0.62 - \$0.82	6.2%	\$0.22 - \$0.32	\$0.40 - \$0.50
Target 2015 Fund	\$0.53 - \$0.73	8.1%	\$0.19 - \$0.29	\$0.34 - \$0.44
Target 2020 Fund	\$1.03 - \$1.23	8.3%	\$0.38 - \$0.48	\$0.65 - \$0.75
Target 2025 Fund	\$0.54 - \$0.74	10.0%	\$0.20 - \$0.30	\$0.34 - \$0.44
Target 2030 Fund	\$1.48 - \$1.68	10.9%	\$0.57 - \$0.67	\$0.91 - \$1.01
Target 2035 Fund	\$0.99 - \$1.19	12.2%	\$0.39 - \$0.49	\$0.60 - \$0.70
Target 2040 Fund	\$2.23 - \$2.53	13.0%	\$0.89 - \$0.99	\$1.34 - \$1.54
Target 2045 Fund	\$1.47 - \$1.67	15.6%	\$0.59 - \$0.69	\$0.88 - \$0.98
Target 2050 Fund	\$1.24 - \$1.44	15.1%	\$0.50 - \$0.60	\$0.74 - \$0.84
Target 2055 Fund	\$2.20 - \$2.50	15.0%	\$0.79 - \$0.89	\$1.41 - \$1.61
Target 2060 Fund	\$1.63 - \$1.93	11.1%	\$0.61 - \$0.71	\$1.02 - \$1.22
Target Today Fund	\$0.53 - \$0.73	6.2%	\$0.19 - \$0.29	\$0.34 - \$0.44

*Net asset value (NAV) calculated using total net assets as of September 30, 2021.

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

What are capital gains?

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.

How are capital gains distributed to shareholders?

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.

When are capital gains distributed to shareholders?

The record date is the day on which shareholders of each fund are identified. An investor must be listed on that date to be eligible for a dividend payout.

The ex-dividend date is the trading date on (and after) which the dividend is not owed to a new shareholder.

The payable date is the day dividends are distributed to all shareholders of record.

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

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.

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

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 2019 to 2025 in the following ways:

- For individuals the maximum long-term capital gains tax 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.

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

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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.

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