

# Target 2035 Fund

**Asset class: Asset Allocation**

**OVERALL MORNINGSTAR RATING™,†**



The Overall Morningstar Rating, a weighted average of the three-, five-, and ten-year (if applicable) ratings, is out of 105 funds in the Target Date 2031-2035 category, based on risk-adjusted return as of 12-31-11.

Class	CUSIP	Ticker
Administrator	94984B702	WFQWX
Institutional	94984B801	WFQRX

**THE FUND**

The Wells Fargo Advantage Dow Jones Target 2035 Fund<sup>SM</sup> invests in a portfolio of equity, fixed income, and short term securities, and is reallocated over time to become more conservative as the fund approaches its target year.

**FUND STRATEGY**

- Seeks to approximate, before fees and expenses, the total return of the Dow Jones Target 2035 Index.
- Seeks to gradually reduce market risk from inception to 10 years beyond the target date by trimming equity exposure and increasing fixed-income exposure.
- Implements its asset allocation strategy by investing in three major asset class portfolios (equity, fixed-income, and short-term investment); updates its risk target and asset allocations monthly.

**TOP HOLDINGS (%)**

Apple Incorporated	0.97
Exxon Mobil Corporation	0.62
IBM Corporation	0.56
Procter & Gamble Company	0.48
Google Incorporated-CI A	0.43
Chevron Corporation	0.33
Microsoft Corporation	0.30
General Electric Company	0.29
AT&T Incorporated	0.28
Johnson & Johnson	0.28

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.

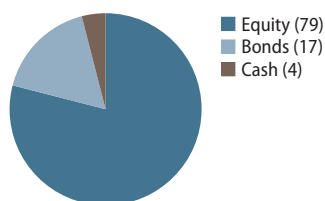
**FUND MANAGERS**

Name	Years of investment experience
Rodney H. Alldredge	22
James P. Lauder	9
Paul T. Torregrosa, Ph.D.	16

**Competitive advantages**

- Equal weighting:** The fund is designed to provide broad diversification by investing in a passively managed global portfolio. The team believes that equally weighting the fixed-income and equity subasset classes (such as U.S. corporate bonds or small-cap value stocks) allows investors to participate in a variety of markets.
- Risk management:** The fund adjusts its exposure to stocks, bonds, and cash to target specific levels of risk. The objective is to provide what the team believes is an appropriate level of risk at each stage of an investor's life.

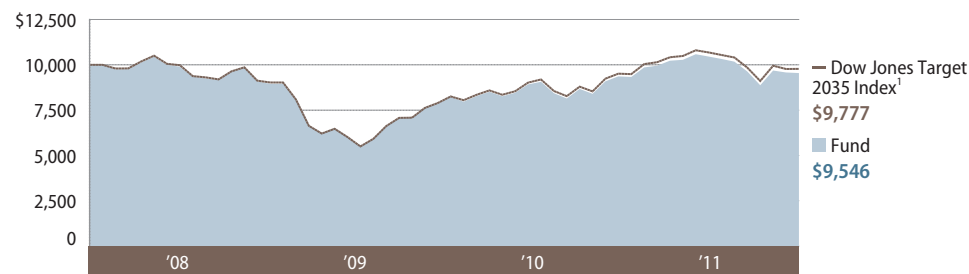
**Target allocation (%)**



Portfolio Allocation is subject to change and may have changed since the date specified.

**Growth of \$10,000 and annual returns (Administrator shares 6-29-07 through 12-31-11)**

Assumes reinvestment of dividends and capital gains.



Fund (%)	-34.10	30.49	15.79	-3.14
Index (%)	-35.15	32.71	16.89	-2.62

Total returns (%)	3 month	Year to date	ANNUALIZED			Incep. 6-29-07	Net expense ratio	Gross expense ratio	Contractual Cap
			1 year	3 year					
Administrator Shares	7.59	-3.14	-3.14	13.53	-1.03	0.87	0.95	0.87	
Institutional Shares	7.59	-2.76	-2.76	14.08	-0.69	0.52	0.68	0.52	
Lipper Mixed-Asset Target 2035 Funds Average <sup>2</sup>	8.03	-3.48	-3.48	12.80	-	-	-	-	
Dow Jones Target 2035 Index <sup>1</sup>	7.35	-2.62	-2.62	14.74	-	-	-	-	

Figures quoted represent past performance, which is no guarantee of future results. 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' web site, wells Fargo.com/advantagefunds. Administrator and Institutional Class shares are sold without a front-end sales charge or contingent deferred sales charge.

The advisor has committed, through 6-30-12, to waive fees and/or reimburse expenses to the extent necessary to cap the fund's total operating expenses after fee waiver, excluding certain expenses, at the amount shown above. Without this cap, the fund's returns would have been lower.

# Target 2035 Fund

## Asset class: Asset Allocation

The target date represents the year in which investors may likely begin withdrawing assets. The 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.

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. In general, when interest rates rise, bond values fall and investors may lose principal value. The use of derivatives may reduce returns and/or increase volatility. Certain investment strategies tend to increase the total risk of an investment (relative to the broader market). This fund is exposed to foreign investment risk, mortgage- and asset-backed securities risk, smaller-company investment risk and allocation methodology risk (risk that the allocation methodology of the Dow Jones Target Date Index, whose total returns the fund seeks to approximate, before fees and expenses, will not meet an investor's goals). Consult the fund's prospectus for additional information on these and other risks.

## Fund characteristics

	Fund
P/E (trailing 12 month)	13.68x
P/B	1.67x
Median market cap of stock portfolio (\$B)	1.58
5 year earnings growth (historic)	7.00%
Average duration of bond portfolio	5.70 years
Portfolio turnover	23.63%
Number of holdings	8,861

## Fund information

**Advisor:** Wells Fargo Funds Management, LLC

**Sub-Advisor:** Global Index Advisors, Inc.

**Inception Date:** 6-29-07

	Administrator class	Institutional class
CUSIP/Ticker	94984B702/WFQWX	94984B801/WFQRX
Distribution frequency	Quarterly	Quarterly
Net asset value	\$8.76	\$8.73
YTD high-low NAV	\$9.98/\$8.07	\$9.95/\$8.05
Class/fund assets (\$M)	\$68.04/\$701.26	\$414.80/\$701.26

## Additional resources

- Investment Management series video featuring James P. Lauder at [wellsfargoadvantagefunds.com/fsvideolauder](http://wellsfargoadvantagefunds.com/fsvideolauder)
- Quarterly Report including in-depth commentary and portfolio analysis at [wellsfargoadvantagefunds.com/qr](http://wellsfargoadvantagefunds.com/qr)

† For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads and redemption fees - unless otherwise indicated), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Target 2035 Fund was rated against the following numbers of U.S.-domiciled Target Date 2031-2035 funds over the following time periods: 105 funds in the last three years. With respect to these Target Date 2031-2035 funds, the Target 2035 Fund received a Morningstar Rating of 4 stars for the three-year period. Morningstar Rating is for the Administrator share class only; other classes may have different performance characteristics. Past performance is no guarantee of future results.

"Dow Jones<sup>SM</sup>" and "Dow Jones Target Date Indexes<sup>SM</sup>" are service marks of Dow Jones Trademark Holdings, LLC ("Dow Jones"), have been licensed to CME Group Index Services LLC ("CME Indexes") and have been sublicensed for use for certain purposes by Global Index Advisors, Inc. and Wells Fargo Funds Management, LLC. The Wells Fargo Advantage Dow Jones Target Date Funds<sup>SM</sup> based on the Dow Jones Target Date Indexes<sup>SM</sup>, are not sponsored, endorsed, sold or promoted by Dow Jones, CME Indexes or their respective affiliates and none of them makes any representation regarding the advisability of investing in such product(s).

1. The Dow Jones Target Date Indexes (each an "Index" or collectively the "Indexes") are a series of Indexes designed as benchmarks for multi-asset class portfolios with risk profiles that become more conservative over time. The Index weightings among the major asset classes are adjusted monthly based on a published set of Index rules. The Indexes with longer time horizons have higher allocations to equity securities, while the Indexes with shorter time horizons replace some of their stock allocations with allocations to fixed income securities and money market instruments. The Index returns reflect hypothetical back-tested performance. You cannot invest directly in an index. 2. The Lipper Mixed-Asset Target 2035 Funds Average is an average of funds that seek to maximize assets for retirement or other purposes with an expected time horizon not to exceed the year 2035. The total return of the Lipper Average does not include the effect of sales charges. You cannot invest directly in a Lipper Average.

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 [wellsfargo.com/advantagefunds](http://wellsfargo.com/advantagefunds). Read it carefully before investing.

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