



July 2010

Amendments to the Following Account Agreements

- Schwab One[®] Account
- Schwab Account

Dear Investor,

This document highlights certain changes to the January 2010 version of the following two Account Agreements: Schwab One[®] Account ("Schwab One[®]") and Schwab Account ("Schwab Account").

These amendments, which include both changes to and clarifications of existing language, apply to commercial accounts, unless otherwise noted.

Effective immediately, these amendments and clarifications replace and supersede all previously published portions of the Account Agreements to which they apply. In the event of any inconsistency or conflict between the terms of these amendments and clarifications and the terms of your existing Account Agreement(s), the terms set forth in this document will govern.

Please review this document carefully.

If you have questions about the information contained in this document or about any of our products and services, call your Schwab representative at 1-800-435-4000. If your account(s) is managed by an Investment Advisor and enrolled in Schwab

Institutional® please call 1-800-515-2157. For international clients, call +1-415-667-8400.

For a current copy of your Account Agreement, please visit www.schwab.com. If your account is managed by an Investment Advisor and enrolled in Schwab Institutional®, visit www.schwaballiance.com. For international clients, please visit www.schwab-global.com.

I. Schwab One® and Schwab Account

A. Use of Account

Create a new section, using the next consecutive section number, titled “Use of Account.” Insert this new paragraph in the new section:

“You may not use your account or any account-related service to process gambling transactions, or to conduct any other activity, that would violate applicable law. If we are uncertain regarding the legality of any transaction, we may refuse the transaction or freeze the amount in question while we investigate the matter.”

[Schwab One® (Brokerage Services, Section 5, new); Schwab Account (Cash Account, Section 5, new)]