



Charles Schwab Bank® Pledged Asset Line® Promotion Terms and Conditions

This offer is made available at the discretion of Charles Schwab Bank® (Schwab Bank) and is valid from July 1, 2019 to September 30, 2019 (the Promotion Period). If during the Promotion Period you submit an application for a new Schwab Bank Pledged Asset Line® account (PAL Account), you will receive a discount of 0.50% on the interest rate spread (Interest Rate Spread) applicable to your PAL Account based on Schwab Bank's standard rates described below, which are subject to change without prior notice. The initial variable Annual Percentage Rate on the PAL Account is the sum of one-month London Interbank Offered Rate (LIBOR) plus the Interest Rate Spread (based on the loan value of collateral at origination).

Loan value of collateral at origination	Index	Interest rate spread	Interest rate spread with 0.50% discount
\$100,000 to <\$250,000	1-month LIBOR	4.50%	4.00%
\$250,000 to <\$500,000		3.25%	2.75%
\$500,000 to <\$1,000,000		2.75%	2.25%
\$1,000,000 to <\$2,500,000		2.25%	1.75%
\$2,500,000 and above		1.75%	1.25%

The Schwab Bank PAL Account is governed by the terms of the Schwab Bank Pledged Asset Line Agreement. The discount will apply to the PAL Account and is subject to Schwab Bank's right to change the interest rate at any time. The following are not eligible for this offer: any PAL with a stated term, or the amendment or refinancing of any existing PAL.

Notwithstanding this offer, Schwab Bank reserves its right to impose a post-demand spread after making demand on the PAL Account. Nothing herein is or should be interpreted as imposing an obligation to lend. Pledged Asset Lines are subject to credit and collateral approval.

This offer is available to legal U.S. residents only. Schwab Bank may modify or end this offer at any time without notice. This offer cannot be combined with any other offers or rate discounts. Other restrictions may apply.