

April 23, 2004

Katherine A. England
Assistant Director
Division of Market Regulation
Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D.C. 20549-1001

**Re: File No. SR-NASD-2004-001 – Appendix A: Fee Portion of Arbitrator
Recruitment Brochure**

Dear Ms. England:

Pursuant to conversations with Division of Market Regulation staff, NASD is submitting Appendix A to the above-numbered proposed rule filing that contains the text of the change to the arbitrator recruitment brochure showing changes in the fee for the in-person arbitrator training course. The text is located in a recruitment brochure, entitled “Become An Arbitrator,” and can be accessed through the Internet at http://www.nasdadr.com/arb_brochure.htm.asp.

If you have any questions, I can be reached at (202) 728-8151 or by email at Mignon.McLemore@NASD.com.

Very truly yours,

Mignon McLemore
Counsel
NASD Dispute Resolution, Inc.

Enclosure

Fee Portion of Arbitrator Recruitment Brochure

Below is the text of the proposed changes to the fee as shown in the arbitrator recruitment brochure. Proposed new language is underlined; proposed deletions are bracketed.

Become An Arbitrator

How Can I Become An NASD Arbitrator?

Before you serve as an NASD arbitrator, you will be required to attend a [four] six-hour training course and pass a test and evaluation by the trainer. There is a \$[100] 125 fee covering the cost of the training materials, the onsite instruction, and test administration.

(Remaining text unchanged.)