

**Stipulated Award
NASD Dispute Resolution**

In the Matter of the Arbitration Between:

Bill L. Sanders vs. Charles Schwab & Co., Inc. and Brady McArdle

Case Number: 03-02692

Hearing Site: Indianapolis, Indiana

NATURE OF DISPUTE

Customer vs. Member Firm and Associated Person

REPRESENTATION OF PARTIES

Claimant: Bill L. Sanders ("Sanders"), hereinafter referred to as "Claimant," represented by Martin Fletcher, Sr., Esq., Fletcher & Niemann, Fort Wayne, Indianapolis.

Respondents: Charles Schwab & Co., Inc. ("Schwab") and Brady McArdle ("McArdle"), hereinafter collectively referred to as "Respondents," represented by Gregory M. Scanlon, Esq., Charles Schwab & Co., Inc., San Francisco, California.

CASE INFORMATION

Statement of Claim filed on or about: April 10, 2003

Claimant Sanders signed the Uniform Submission Agreement: April 8, 2003

Joint Statement of Answer filed by Respondents Schwab and McArdle: July 2, 2003

Respondent McArdle signed the Uniform Submission Agreement: June 5, 2003

Respondent Schwab signed the Uniform Submission Agreement: May 19, 2003

CASE SUMMARY

Claimant asserted the following causes of action: negligence and violation of I.C. §23-2-1-19.

Unless specifically admitted in their Answer, Respondents Schwab and McArdle denied the allegations made in the Statement of Claim.

RELIEF REQUESTED

Claimant requested: \$133,452.00 and interest at 8% per annum.

Respondents Schwab and McArdle requested dismissal of all claims.

OTHER ISSUES CONSIDERED AND DECIDED

The parties have agreed that the Award in this matter may be executed in counterpart copies or that a handwritten, signed Award may be entered.

AWARD

After considering the parties' submissions and representations, but without making any findings of fact or conclusions of law, the undersigned arbitrators order as follows:

- 1.) The parties have reached a confidential settlement. Mr. McArdle is not contributing to this settlement.
- 2.) The panel recommends the expungement of all reference to the above captioned arbitration from Respondent McArdle's registration records maintained by the NASD Central Registration Depository ("CRD"), with the understanding that pursuant to NASD Notice to Members 99-09, Respondent McArdle must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee	= \$ 300.00
--------------------------	-------------

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm that employed the associated person at the time of the events giving rise to the dispute. In this matter, Charles Schwab & Co., Inc. is a member firm and is a party.

Member surcharge	= \$1,700.00
Pre-hearing process fee	= \$ 750.00
Hearing process fee	= \$2,750.00

Forum Fees and Assessments

The Panel assesses forum fees for each hearing session conducted. A hearing session is any meeting between the parties and the arbitrators, including a pre-hearing conference with the arbitrators, that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing session with Panel x \$1,125.00 = \$1,125.00

Pre-hearing conference: November 20, 2003 1 session

Total Forum Fees = \$1,125.00

The parties have agreed to pay forum fees as follows:

1. Claimant, Bill L. Sanders, shall pay 50% of the total forum fees in the amount of \$562.50.
2. Respondents, Charles Schwab & Co., Inc. and Brady McArdle, shall jointly and severally pay 50% of the total forum fees in the amount of \$562.50.

FEE SUMMARY

1. Claimant, Bill L. Sanders, is solely liable for:

Initial Filing Fee = \$ 300.00

Forum Fees = \$ 562.50

Total Fees = \$ 862.50

Less payments = \$1,425.00

Refund Due from NASD Dispute Resolution, Inc. = \$ 562.50

2. Respondent, Charles Schwab & Co., Inc. is hereby is solely liable for:

Member Fees = \$5,200.00

Less payments = \$5,200.00

Balance Due NASD Dispute Resolution = \$ 0.00

3. Respondents, Charles Schwab & Co., Inc. and Brady McArdle, are hereby jointly and severally liable for:

Forum Fees = \$ 562.50

Less payments = \$ 0.00

Balance Due NASD Dispute Resolution = \$ 562.50

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Richard H. Potter	-	Public Arbitrator, Presiding Chairperson
Richard A. Van Kalker, Esq.	-	Public Arbitrator
G. Donald Steel	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

Richard H. Potter
Public Arbitrator, Presiding Chair

7/29/04
Signature Date

Richard A. Van Kalker, Esq.
Public Arbitrator

7/28/04
Signature Date

G. Donald Steel
Industry Arbitrator

7/29/04
Signature Date

7/30/04
Date of Service (For NASD office use only)

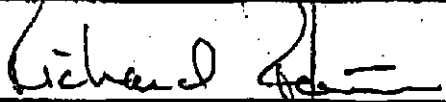
NASD Dispute Resolution, Inc.
Arbitration 03-02692
Award Page 4 of 4

ARBITRATION PANEL

Richard H. Potter
Richard A. Van Kalker, Esq.
G. Donald Steel

- Public Arbitrator, Presiding Chairperson
- Public Arbitrator
- Non-Public Arbitrator

Concurring Arbitrators' Signatures



Richard H. Potter
Public Arbitrator, Presiding Chair

7-29-04
Signature Date

Richard A. Van Kalker, Esq.
Public Arbitrator

Signature Date

G. Donald Steel
Industry Arbitrator

Signature Date

Date of Service (For NASD office use only)

NASD Dispute Resolution, Inc.
Arbitration 03-02692
Award Page 4 of 4

ARBITRATION PANEL

Richard H. Potter
Richard A. Van Kalker, Esq.
G. Donald Steel

- Public Arbitrator, Presiding Chairperson
- Public Arbitrator
- Non-Public Arbitrator

Concurring Arbitrators' Signatures

Richard H. Potter
Public Arbitrator, Presiding Chair

Signature Date

Richard A. Van Kalker

Richard A. Van Kalker, Esq.
Public Arbitrator

7/28/07

Signature Date

G. Donald Steel
Industry Arbitrator

Signature Date

Date of Service (For NASD office use only)

NASD Dispute Resolution, Inc.
 Arbitration 03-02692
 Award Page 4 of 4

ARBITRATION PANEL

Richard H. Potter	-	Public Arbitrator, Presiding Chairperson
Richard A. Van Kalker, Esq.	.	Public Arbitrator
G. Donald Steel	.	Non-Public Arbitrator

Concurring Arbitrators' Signatures

Richard H. Potter
 Public Arbitrator, Presiding Chair

Signature Date

Richard A. Van Kalker, Esq.
 Public Arbitrator

Signature Date


 G. Donald Steel
 Industry Arbitrator

07/29/2004
 Signature Date

Date of Service (For NASD office use only)