

News Release



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CORPORATION

SCHWAB REPORTS MONTHLY ACTIVITY HIGHLIGHTS

SAN FRANCISCO, November 13, 2020 – The Charles Schwab Corporation released its Monthly Activity Report today, reflecting for the first time its recent acquisition of TD Ameritrade. Company highlights for the month of October 2020 include:

- Core net new assets brought to the company by new and existing clients totaled \$25.6 billion. Core net new assets excluding mutual fund clearing totaled \$25.7 billion.
- Total client assets were \$5.88 trillion as of month-end October, up 53% from October 2019 and up 34% compared to September 2020.
- Average interest-earning assets on the company's balance sheet were \$442.1 billion in October, up 66% from October 2019 and up 13% compared to September 2020.

Prior to the closing of the acquisition on October 6, 2020, TD Ameritrade recorded the following client operating metrics for the period of October 1 through October 5:

- Daily Average Trades (DATs): 3,932 thousand
- Net New Assets: \$1.0 billion
- New brokerage accounts: 32 thousand

Please note that while these standalone TD Ameritrade metrics are not included within the October Monthly Activity Report table, all metrics have been calculated using Schwab's methodologies.

About Charles Schwab

The Charles Schwab Corporation (NYSE: SCHW) is a leading provider of financial services, with 29.0 million active brokerage accounts, 2.1 million corporate retirement plan participants, 1.5 million banking accounts, and \$5.9 trillion in client assets as of October 31, 2020. Through its operating subsidiaries, the company provides a full range of wealth management, securities brokerage, banking, asset management, custody, and financial advisory services to individual investors and independent investment advisors. Its broker-dealer subsidiaries, Charles Schwab & Co., Inc., TD Ameritrade, Inc., and TD Ameritrade Clearing, Inc., (members SIPC, <https://www.sipc.org>), and their affiliates offer a complete range of investment services and products including an extensive selection of mutual funds; financial planning and investment advice; retirement plan and equity compensation plan services; referrals to independent, fee-based investment advisors; and custodial, operational and trading support for independent, fee-based investment advisors through Schwab Advisor Services. Its primary banking subsidiary, Charles Schwab Bank, SSB (member FDIC and an Equal Housing Lender), provides banking and lending services and products. More information is available at <https://www.aboutschwab.com>.

TD Ameritrade, Inc. and TD Ameritrade Clearing, Inc. are separate but affiliated companies and subsidiaries of TD Ameritrade Holding Corporation. TD Ameritrade Holding Corporation is a wholly owned subsidiary of The Charles Schwab Corporation. TD Ameritrade is a trademark jointly owned by TD Ameritrade IP Company, Inc. and The Toronto-Dominion Bank.

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The Charles Schwab Corporation Monthly Activity Report For October 2020

	2019			2020									Change		
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Mo.	Yr.
Market Indices (at month end)															
Dow Jones Industrial Average	27,046	28,051	28,538	28,256	25,409	21,917	24,346	25,383	25,813	26,428	28,430	27,782	26,502	(5%)	(2%)
Nasdaq Composite	8,292	8,665	8,973	9,151	8,567	7,700	8,890	9,490	10,059	10,745	11,775	11,168	10,912	(2%)	32%
Standard & Poor's 500	3,038	3,141	3,231	3,226	2,954	2,585	2,912	3,044	3,100	3,271	3,500	3,363	3,270	(3%)	8%
Client Assets (in billions of dollars)															
Beginning Client Assets	3,768.4	3,854.6	3,942.2	4,038.8	4,051.6	3,862.8	3,496.9	3,778.3	4,009.0	4,110.1	4,278.0	4,489.7	4,395.3		
Net New Assets ⁽¹⁾	35.2	12.0	30.1	20.9	24.4	27.9	15.3	97.5	24.6	11.2	20.0	20.0	1,596.9	N/M	N/M
Net Market Gains (Losses)	51.0	75.6	66.5	(8.1)	(213.2)	(393.8)	266.1	133.2	76.5	156.7	191.7	(114.4)	(113.7)		
Total Client Assets (at month end)	3,854.6	3,942.2	4,038.8	4,051.6	3,862.8	3,496.9	3,778.3	4,009.0	4,110.1	4,278.0	4,489.7	4,395.3	5,878.5	34%	53%
<i>Core Net New Assets</i> ⁽²⁾	24.1	12.0	30.1	20.9	24.4	27.9	15.3	17.6	13.7	2.7	20.0	20.0	25.6	28%	6%
Receiving Ongoing Advisory Services (at month end)															
Investor Services	324.6	330.8	337.1	336.8	323.2	291.5	309.9	339.8	345.2	355.6	366.8	361.2	378.8	5%	17%
Advisor Services ⁽³⁾	1,691.6	1,728.2	1,769.7	1,773.2	1,694.0	1,531.3	1,647.9	1,711.7	1,747.5	1,818.5	1,900.5	1,870.1	2,552.0	36%	51%
Client Accounts (at month end, in thousands)															
Active Brokerage Accounts	12,189	12,247	12,333	12,431	12,521	12,736	12,866	14,007	14,107	14,220	14,311	14,393	29,013	102%	138%
Banking Accounts	1,374	1,384	1,390	1,403	1,411	1,426	1,439	1,448	1,463	1,480	1,493	1,486	1,496	1%	9%
Corporate Retirement Plan Participants	1,735	1,743	1,748	1,732	1,726	1,721	1,696	1,714	1,716	1,712	1,715	1,722	2,072	20%	19%
Client Activity															
New Brokerage Accounts (in thousands) ⁽⁴⁾	142	127	164	167	159	283	201	1,250	201	206	202	184	14,718	N/M	N/M
Client Cash as a Percentage of Client Assets ⁽⁵⁾	11.3%	11.3%	11.3%	11.3%	12.0%	15.1%	14.3%	14.0%	13.6%	13.0%	12.5%	12.8%	13.4%	60 bp	210 bp
Derivative Trades as a Percentage of Total Trades	12.0%	11.7%	10.7%	12.0%	11.5%	7.0%	10.2%	12.2%	10.6%	13.1%	13.8%	14.5%	20.5%	600 bp	850 bp
Mutual Fund and Exchange-Traded Fund															
Net Buys (Sells) ^(6,7) (in millions of dollars)															
Large Capitalization Stock	900	1,406	991	845	(178)	984	(693)	(768)	(1,254)	(2,536)	(1,422)	(1,360)	(935)		
Small / Mid Capitalization Stock	(458)	73	201	(314)	(531)	(954)	151	(401)	(1,063)	(1,476)	(441)	(497)	(753)		
International	340	735	993	1,360	132	(2,116)	(2,207)	(1,953)	(1,580)	(773)	230	370	168		
Specialized	618	484	455	762	397	333	2,059	1,512	1,020	1,505	906	115	215		
Hybrid	(202)	(290)	(96)	615	(257)	(4,790)	(860)	(518)	(97)	(769)	(124)	(12)	(553)		
Taxable Bond	2,813	2,274	4,710	5,714	3,830	(23,142)	1,642	5,469	9,215	7,314	7,680	5,734	5,904		
Tax-Free Bond	809	860	1,255	1,481	1,066	(5,229)	(242)	805	1,710	1,297	1,648	1,123	861		
Net Buy (Sell) Activity (in millions of dollars)															
Mutual Funds ⁽⁶⁾	(473)	(761)	1,097	2,684	(565)	(34,382)	(3,863)	(564)	1,768	(147)	2,568	757	(2,260)		
Exchange-Traded Funds ⁽⁷⁾	5,293	6,303	7,412	7,779	5,024	(532)	3,713	4,710	6,183	4,709	5,909	4,716	7,167		
Money Market Funds	7,059	4,768	1,515	1,911	1,312	(1,233)	8,465	4,833	(5,673)	(9,039)	(5,614)	(6,627)	(4,021)		
Selected Average Assets (in millions of dollars)															
Average Interest-Earning Assets ^(8,9)	266,089	268,254	274,911	279,437	278,966	317,850	353,018	361,814	373,986	379,521	384,690	392,784	442,119	13%	66%
Average Bank Deposit Account Assets ^(9,10)	-	-	-	-	-	-	-	-	-	-	-	-	132,030	N/M	N/M

⁽¹⁾ October 2020 includes an inflow of \$1.6 trillion related to the acquisition of TD Ameritrade. July 2020 includes an inflow of \$8.5 billion related to the acquisition of Wasmer, Schroeder & Company, LLC. June 2020 includes an inflow of \$10.9 billion from a mutual fund clearing services client. May 2020 includes an inflow of \$79.9 billion related to the acquisition of the assets of USAA's Investment Management Company. October 2019 includes an inflow of \$11.1 billion from a mutual fund clearing services client.

⁽²⁾ Net new assets before significant one-time inflows or outflows, such as acquisitions/divestitures or extraordinary flows (generally greater than \$10 billion) relating to a specific client. These flows may span multiple reporting periods.

⁽³⁾ Excludes Retirement Business Services.

⁽⁴⁾ October 2020 includes 14.5 million new brokerage accounts related to the acquisition of TD Ameritrade. May 2020 includes 1.1 million new brokerage accounts related to the acquisition of the assets of USAA's Investment Management Company.

⁽⁵⁾ Schwab One[®], certain cash equivalents, bank deposits, third-party bank deposit accounts, and money market fund balances as a percentage of total client assets.

⁽⁶⁾ Represents the principal value of client mutual fund transactions handled by Schwab, including transactions in proprietary funds. Includes institutional funds available only to Investment Managers. Excludes money market fund transactions.

⁽⁷⁾ Represents the principal value of client ETF transactions handled by Schwab, including transactions in proprietary ETFs.

⁽⁸⁾ Represents average total interest-earning assets on the company's balance sheet.

⁽⁹⁾ October 2020 averages reflect a full month of Schwab balances and 26 days of TD Ameritrade balances following the acquisition closing on October 6, 2020. Calculating the consolidated daily average from the closing date onwards would result in Average Interest Earning Assets and Average Bank Deposit Account Assets of \$450,004 million and \$157,414 million, respectively.

⁽¹⁰⁾ Represents average TD Ameritrade clients' uninvested cash sweep account balances held in deposit accounts at third-party financial institutions.

N/M - Not meaningful