

SCHWAB CHARLES CORP
 Form 4
 September 22, 2008

FORM 4 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549

OMB APPROVAL
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
 McCool James D

2. Issuer Name and Ticker or Trading Symbol
 SCHWAB CHARLES CORP
 [SCHW]

5. Relationship of Reporting Person(s) to Issuer
 (Check all applicable)
 ___ Director ___ 10% Owner
 Officer (give title below) ___ Other (specify below)
 EVP - Corp & Retirement Svcs.

(Last) (First) (Middle)
 C/O THE CHARLES SCHWAB CORPORATION, 120 KEARNY STREET

3. Date of Earliest Transaction (Month/Day/Year)
 09/19/2008

(Street)
 SAN FRANCISCO, CA 94108

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 ___ Form filed by More than One Reporting Person

(City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | (A) or (D) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|------------|---|--|--|
| Common Stock | 09/19/2008 | | M | 5,244 | A | \$ 19.92 69,759.21 | D | |
| Common Stock | 09/19/2008 | | M | 2,097 | A | \$ 19.71 71,856.21 | D | |
| Common Stock | 09/19/2008 | | M | 11,811 | A | \$ 18.29 83,667.21 | D | |
| Common Stock | 09/19/2008 | | S ⁽¹⁾ | 7,341 | D | \$ 26 76,326.21 | D | |
| | 09/19/2008 | | S ⁽¹⁾ | 11,811 | D | 64,515.21 ⁽²⁾ | D | |

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Common Stock \$ 26.41

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) | 7. Title and Amount of Underlying Security (Instr. 3 and 4) | Amount or Number of Shares |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|----------------------------|
| Incentive Stock option (Right to buy) | \$ 19.92 | 09/19/2008 | | M | 2,622 | 02/28/2002 02/28/2011 | Common Stock | 2,622 |
| Nonqualified Stock option (Right to buy) | \$ 19.92 | 09/19/2008 | | M | 2,622 | 02/28/2002 02/28/2011 | Common Stock | 2,622 |
| Nonqualified Stock option (Right to buy) | \$ 19.71 | 09/19/2008 | | M | 2,097 | 05/04/2001 05/04/2011 | Common Stock | 2,097 |
| Nonqualified Stock option (Right to buy) | \$ 18.29 | 09/19/2008 | | M | 11,811 | 10/30/2006 10/30/2013 | Common Stock | 11,811 |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|---|---------------|-----------|-------------------------------|-------|
| | Director | 10% Owner | Officer | Other |
| McCool James D C/O THE CHARLES SCHWAB CORPORATION 120 KEARNY STREET | | | EVP - Corp & Retirement Svcs. | |

