

RISK-BASED CAPITAL

RISK-BASED CAPITAL (\$000)	mm/dd/yyyy			mm/dd/yyyy		
TIER 1 CAPITAL:						
Total Equity Capital	2,412,504	2,315,369	2,373,843	2,280,869	1,778,844	
Net Unrealized Gains(Losses) on AFS Secs	34,681	32,780	44,151	31,774	-3,644	
Less: Net Unrealized Loss on AFS Eq Secs	0	0	0	0	2,344	
Accum Net Gains(Losses) on Cash Flow Hedg	27,233	18,920	25,420	28,177	0	
Less: Nonqualifying Perpetual Pref Stock	0	0	0	0	0	
Qualifying Minority Interest	476,848	239,543	482,806	235,168	229,432	
Less: Disallowed Goodwill and Oth Intang	809,639	873,955	812,951	879,911	641,424	
Less: Disallowed Servicing Assts and PCCR	27	45	32	0	111	
Less: Disallowed Deferred Tax Assets	0	0	0	0	0	
Other Additns To (Deduct From) Tier 1 Cap	0	0	0	0	N/A	
Tier 1 Capital	2,017,772	1,629,212	1,974,095	1,576,175	1,368,041	
TIER 2 CAPITAL:						
Qualifying Sub Debt & Redeemable Pref Stk	510,000	510,000	510,000	510,000	173,600	
Cumulative PPS Includible in Tier 2	0	0	0	0	0	
ALLL Includible in Tier 2	271,882	248,480	268,218	240,571	195,535	
Unrlzd Gains on AFS Eq Sec Incl in Tier 2	4,157	9,410	7,130	3,412	0	
Other Tier 2 Capital Components	0	0	0	0	0	
Allowable Tier 2 Capital (Limited to Amount of Tier 1 Capital)	786,039	767,890	785,348	753,983	369,135	
TIER 3 CAPITAL:						
Total RB Capital Before Deductions	2,803,811	2,397,102	2,759,443	2,330,158	1,737,176	
Less: Deductions for RBC	0	0	0	0	0	
TOTAL RISK-BASED CAPITAL	2,803,811	2,397,102	2,759,443	2,330,158	1,737,176	
RISK-WEIGHTED ASSETS (\$000):						
Total On-B/S RWA	19,502,870	17,542,679	19,235,471	17,041,729	14,366,549	
Total Off-B/S Items & Deriv Cr Eq RWA	2,132,421	2,081,473	2,100,117	2,075,199	1,741,895	
Risk-Weighted Assets	21,635,291	19,624,152	21,335,588	19,116,928	16,035,930	
Market Risk Equivalent Assets	0	0	0	0	0	
Risk-Weighted Assets Before Deductions	21,635,291	19,624,152	21,335,588	19,116,928	16,035,930	
Less: Excess Allow for Loan & Lease Loss	8,651	15,627	11,375	19,912	0	
Less: Alloc Transfer Risk Reserve	0	0	0	0	0	
Total Risk-Weighted Assets	21,626,640	19,608,525	21,324,213	19,097,016	16,035,930	
Average Total Assets for Leverage Ratio	26,503,980	24,840,074	26,120,886	24,019,972	21,442,152	
MEMORANDA:						
Mortgage Servicing Assets	273	444	316	488	1,110	
Purchased Credit Card Relationships & NMSA	1,402	1,775	1,551	1,952	0	
All Other Identifiable Intangible Assets	79,570	104,577	83,278	109,148	70,074	
CAPITAL RATIOS						
	BHC PEER 01 PCT		BHC PEER 01 PCT		BHC PEER 01 PCT	
Tier 1 Leverage Ratio	7.61	7.46 55	6.56	7.48 23	7.56	7.44 60
Tier 1 RBC Ratio	9.33	9.77 51	8.31	9.58 32	9.26	9.66 51
Total Risk-Based Capital Ratio	12.96	12.86 60	12.22	12.70 45	12.94	12.71 64
Tangible Tier 1 Leverage Ratio	7.61	7.21 63	6.55	7.16 32	7.55	7.19 63
Tangible Common Eq Cap/Tan Assets	6.07	6.26 42	6.01	6.15 42	6.05	6.35 39
OTHER RATIOS						
Mtg Srvg Assets/Prin Bal 1-4 Fam Others	0.06	0.64 17	0.09	0.86 20	0.07	0.64 18
Est FV of Mtg Srvg Assets/Mtg Serv Asts	100.00	103.95 28	100.00	112.45 12	100.00	104.77 26

Risk-Based Capital

BHCPR page 14 presents the risk-based capital ratios and the components of total risk-based capital and risk-weighted assets for bank holding companies. In addition, this page provides additional information on risk-weighted assets.

For a complete description of the Federal Reserve Board's risk-based capital adequacy guidelines for bank holding companies, please refer to Appendices A and E of Regulation Y, 12 C.F.R. 225. Risk-based capital data provided on this page are derived primarily from Schedule HC-R of the FR Y-9C report form.

Risk-Based Capital (\$000)

Tier 1 Capital

Total Equity Capital

The sum of perpetual preferred stock and related surplus, common stock and related surplus, retained earnings, accumulated other comprehensive income, and other equity capital components.

Net Unrealized Gains (Losses) on AFS Securities

The amount of net unrealized holding gains (losses) on available-for-sale securities included in accumulated other comprehensive income. In computing tier 1 capital, this amount is added back to equity capital if it represents a loss or negative value and deducted from equity capital if it represents a gain or positive value.

Less: Net Unrealized Loss on AFS Eq Secs

The amount of any net unrealized holding loss on available-for-sale equity securities included in accumulated other comprehensive income. This item is displayed as a positive value.

Accumulated Net Gains (Losses) on Cash Flow Hedges

The amount of accumulated net gains (losses) on cash flow hedges included in accumulated other comprehensive income. In computing tier 1 capital, this amount is added back to equity capital if it represents a loss or negative value and deducted from equity capital if it represents a gain or positive value. This item is available only for report dates after December 31, 1998.

Less: Nonqualifying Perpetual Preferred Stock

The amount of perpetual preferred stock that does not qualify for inclusion in Tier 1 capital based on the Federal Reserve's capital guidelines for bank holding companies.

Qualifying Minority Interest

The portion of minority interests in consolidated subsidiaries that is eligible for inclusion in Tier 1 capital.

Less: Disallowed Goodwill and Other Intangibles

The amounts of Goodwill and other intangible assets that do not qualify for inclusion in Tier 1 capital.

Less: Disallowed Servicing Assets and Purchased Credit Card Relationships

The portion of servicing assets and purchased credit card relationships that does not qualify for inclusion in Tier 1 capital.

Less: Disallowed Deferred Tax Assets

The amount of net deferred tax assets that does not qualify for inclusion in Tier 1 capital.

Other Additions to (Deductions from) Tier 1 Capital

The amount of any other additions to, or deductions from, Tier 1 capital.

For purposes of this item, bank holding companies are to report as a deduction from Tier 1 capital 50 percent of the aggregate amount of investments in banking and finance subsidiaries that are not consolidated for accounting or regulatory report purposes.

Tier 1 Capital

The sum of total equity capital, qualifying minority interests in consolidated subsidiaries, and other additions to (deductions from) Tier 1 Capital less net unrealized gains (losses) on available-for-sale securities, net unrealized loss on available-for-sale equity securities, accumulated net gains (losses) on cash flow hedges, nonqualifying perpetual preferred stock, disallowed goodwill and other intangible assets, disallowed servicing assets and purchased credit card relationships, and deferred tax assets.

Tier 2 Capital

Qualifying Subordinated Debt and Redeemable Preferred Stock

The portion of qualifying limited-life capital instruments that is includible in Tier 2 capital.

Cumulative Perpetual Preferred Stock Includible in Tier 2 Capital

The amount of outstanding cumulative perpetual preferred stock, including any amounts received in excess of par or stated value, includible in Tier 2 Capital.

Allowance for Loan and Lease Losses Includible in Tier 2 Capital

The portion of the bank holding company's allowance for loan and lease losses that is includible in Tier 2 capital. The amount cannot exceed 1.25 percent of the company's gross risk-weighted assets.

Unrealized Gains on Available-For-Sale Equity Securities Includible in Tier 2 Capital

The pretax net unrealized holding gain, if any, on available-for-sale equity securities that is includible in Tier 2 capital. The amount cannot exceed 45 percent of the bank holding company's pretax net unrealized holding gain on available-for-sale equity securities with readily determinable fair values.

Other Tier 2 Capital Components

The amount of any other items that qualify for inclusion in Tier 2 capital.

Allowable Tier 2 Capital

The amount of allowable Tier 2 capital. The maximum amount of Tier 2 capital that is allowable in a bank holding company's qualifying total capital is 100 percent of Tier 1 capital.

Tier 3 Capital

The amount of the bank holding company's Tier 3 capital allocated for market risk. This item is only applicable to bank holding company's that are subject to the market risk capital requirement and may not be used to support credit risk. The sum of Tier 3 capital and allowable Tier 2 capital may not exceed Tier 1 capital.

Total Risk-Based Capital Before Deductions

The sum of Tier 1 capital and allowable Tier 2 capital plus Tier 3 Capital, where applicable.

Less: Deductions for Risk-Based Capital

The amount of any intentional reciprocal cross-holdings of banking organizations' capital instruments, and any other deductions for total risk-based capital as determined by the Federal Reserve or the capital guidelines.

Total Risk-Based Capital

The sum of Tier 1, Tier 2, and Tier 3

capital, where applicable, less deductions for total risk-based capital.

Risk-Weighted Assets

Total On-Balance-Sheet Risk-Weighted Assets

The sum of gross on-balance-sheet assets that are risk-weighted at 20 percent, 50 percent, or 100 percent.

Total Off-Balance-Sheet Items and Derivatives Credit Equivalent Risk-Weighted Assets

Credit equivalent amounts of off-balance sheet and derivative items that are risk-weighted at 20 percent, 50 percent, or 100 percent.

Risk-Weighted Assets

The sum of on-balance-sheet risk-weighted assets and off-balance-sheet items and derivatives credit equivalent risk-weighted assets.

Market Risk Equivalent Assets

The amount of the bank holding company's measure for market risk (as computed using its internal model) multiplied by 12.5. See the Federal Reserve's capital guidelines for specific instructions on the calculation of the market risk measure.

Risk-Weighted Assets Before Deductions

The sum of risk-weighted assets and market risk equivalent assets.

Less: Excess Allowance for Loan and Lease Losses

The excess amount of the allowance for loan and lease losses over 1.25 percent of gross risk-weighted assets.

Less: Allocated Transfer Risk Reserve

The amount of any allocated transfer risk reserve the bank holding company is required to establish and maintain as specified in Section 905(a) of the International Lending Supervision Act of 1983, in the Federal Reserve's regulation implementing

the Act (Subpart D of Federal Reserve Regulation K), and in any guidelines, letters, or instructions issued by the Federal Reserve.

Total Risk-Weighted Assets

Risk-weighted assets before deductions less the excess allowance for loan and lease losses and any allocated transfer risk reserve.

Average Total Assets for Leverage Capital Purposes

Average total assets less disallowed goodwill and other disallowed intangible assets, disallowed servicing assets and purchased credit card relationships, disallowed deferred tax assets, and other deductions from assets for leverage capital purposes.

Memoranda

Mortgage Servicing Assets

The unamortized cost of acquiring contracts to service loans secured by real estate.

Purchased Credit Card Relationships and Nonmortgage Servicing Assets

The sum of unamortized amount of purchased credit card relationships arising from the purchase of credit card receivables along with the right to provide credit card services to those customers and nonmortgage servicing assets arising from servicing contracts on financial assets other than loans secured by real estate.

All Other Identifiable Intangible Assets

The unamortized amount of other specifically identifiable intangible assets, including core deposit intangibles, favorable leasehold rights, and organization costs.

Capital Ratios

Tier 1 Leverage Ratio

Tier 1 capital divided by average total assets for leverage capital purposes.

Tier 1 Risk-Based Capital Ratio

Tier 1 capital divided by total risk-weighted assets.

Total Risk-Based Capital Ratio

Total risk-based capital divided by total risk-weighted assets.

Tangible Tier 1 Leverage Ratio

Tier 1 capital, net of intangible assets, divided by average assets for the latest quarter, net of intangible assets.

*Tangible Common Equity Capital/
Tangible Assets*

Equity capital minus the sum of perpetual preferred stock (net of related treasury stock) and intangible assets, divided by total assets, net of intangible assets.

Other Ratios

Mortgage Servicing Assets/Principal Balance

Mortgage servicing assets divided by

the outstanding principal balances of 1–4 family residential mortgages serviced for others with recourse and without recourse or other servicer-provided credit enhancements.

Estimated Fair Value of Mortgage Servicing Assets/Mortgage

Estimated fair value of mortgage servicing assets divided by mortgage servicing assets.