

Tangible Common Shareholders' Equity and Tangible Book Value per Common Share

(\$ in millions, except per share amounts)

The table below presents information on the firm's common shareholders' equity and book value per common share:

| | As of | | |
|--|--------------|---------------|------------------|
| | June 2016 | March 2016 | December 2015 |
| Common shareholders' equity | \$ 75,311 | \$ 75,634 | \$ 75,528 |
| Tangible common shareholders' equity ⁽¹⁾ | 71,166 | 71,498 | 71,380 |
| Book value per common share ⁽²⁾ | \$ 176.62 | \$ 173.00 | \$ 171.03 |
| Tangible book value per common share ⁽¹⁾⁽²⁾ | 166.90 | 163.54 | 161.64 |

⁽¹⁾ Tangible common shareholders' equity equals total shareholders' equity less preferred stock, goodwill and identifiable intangible assets. Tangible book value per common share is calculated by dividing tangible common shareholders' equity by common shares outstanding, including restricted stock units (RSUs) granted to employees with no future service requirements. Management believes that tangible common shareholders' equity and tangible book value per common share are meaningful because they are measures that the firm and investors use to assess capital adequacy. Tangible common shareholders' equity and tangible book value per common share are non-GAAP measures and may not be comparable to similar non-GAAP measures used by other companies. The table below presents the reconciliation of total shareholders' equity to tangible common shareholders' equity:

| | As of | | |
|---|--------------|---------------|------------------|
| | June 2016 | March 2016 | December 2015 |
| Total shareholders' equity | \$ 86,514 | \$ 86,837 | \$ 86,728 |
| Less: Preferred stock | (11,203) | (11,203) | (11,200) |
| Common shareholders' equity | 75,311 | 75,634 | 75,528 |
| Less: Goodwill and identifiable intangible assets | (4,145) | (4,136) | (4,148) |
| Tangible common shareholders' equity | \$ 71,166 | \$ 71,498 | \$ 71,380 |

⁽²⁾ The table below presents common shares outstanding, including RSUs granted to employees with no future service requirements, which is used to calculate book value per common share and tangible book value per common share:

| | As of | | |
|---|--------------|---------------|------------------|
| | June 2016 | March 2016 | December 2015 |
| | | (in millions) | |
| Common shares outstanding, including RSUs granted to employees with no future service requirements | 426.4 | 437.2 | 441.6 |

For further information, see the firm's Quarterly Report on Form 10-Q for the period ended June 30, 2016



Selected Regulatory Capital Information

(\$ in millions)

The table below presents the reconciliation of common shareholders' equity to Common Equity Tier 1 (CET1), Tier 1 capital and Total capital, and the firm's risk-weighted assets (RWAs) and capital ratios calculated in accordance with the Standardized Capital Rules and the Basel III Advanced Rules on a fully phased-in basis.

| | As of | | |
|---|------------------|------------------|------------------|
| | June 2016 | March 2016 | December 2015 |
| Common shareholders' equity | \$ 75,311 | \$ 75,634 | \$ 75,528 |
| Deductions for goodwill and identifiable intangible assets, net of deferred tax liabilities | (3,055) | (3,035) | (3,044) |
| Deductions for investments in nonconsolidated financial institutions | (1,383) | (1,741) | (2,274) |
| Other adjustments | (1,269) | (1,466) | (1,409) |
| CET1 | \$ 69,604 | \$ 69,392 | \$ 68,801 |
| Preferred stock | 11,203 | 11,203 | 11,200 |
| Deduction for investments in covered funds | (456) | (414) | (413) |
| Other adjustments | (73) | (77) | (128) |
| Tier 1 capital | \$ 80,278 | \$ 80,104 | \$ 79,460 |
| Standardized Tier 2 and Total capital | | | |
| Tier 1 capital | \$ 80,278 | \$ 80,104 | \$ 79,460 |
| Qualifying subordinated debt | 14,707 | 14,939 | 15,132 |
| Allowance for losses on loans and lending commitments | 724 | 703 | 602 |
| Other adjustments | (26) | (17) | (19) |
| Standardized Tier 2 capital | 15,405 | 15,625 | 15,715 |
| Standardized Total capital | \$ 95,683 | \$ 95,729 | \$ 95,175 |
| Basel III Advanced Tier 2 and Total capital | | | |
| Tier 1 capital | \$ 80,278 | \$ 80,104 | \$ 79,460 |
| Standardized Tier 2 capital | 15,405 | 15,625 | 15,715 |
| Allowance for losses on loans and lending commitments | (724) | (703) | (602) |
| Basel III Advanced Tier 2 capital | 14,681 | 14,922 | 15,113 |
| Basel III Advanced Total capital | \$ 94,959 | \$ 95,026 | \$ 94,573 |
| Standardized | | | |
| RWAs | \$ 530,275 | \$ 539,798 | \$ 534,135 |
| CET1 ratio | 13.1 % | 12.9 % | 12.9 % |
| Tier 1 capital ratio | 15.1 % | 14.8 % | 14.9 % |
| Total capital ratio | 18.0 % | 17.7 % | 17.8 % |
| Basel III Advanced | | | |
| RWAs | \$ 590,536 | \$ 593,608 | \$ 587,319 |
| CET1 ratio | 11.8 % | 11.7 % | 11.7 % |
| Tier 1 capital ratio | 13.6 % | 13.5 % | 13.5 % |
| Total capital ratio | 16.1 % | 16.0 % | 16.1 % |

The fully phased-in Standardized and Basel III Advanced capital ratios in the table above are calculated in accordance with the revised risk-based capital and leverage regulations of the Federal Reserve Board, subject to certain transitional provisions (Revised Capital Framework). These ratios are non-GAAP measures and may not be comparable to similar non-GAAP measures used by other companies. Management believes that these ratios are meaningful because they are measures that the firm, its regulators and investors use to assess the firm's ability to meet future regulatory capital requirements. These ratios are based on the firm's current interpretation, expectations and understanding of the Revised Capital Framework and may evolve as the firm discusses its interpretation and application with its regulators. For a further description of the methodology to calculate the firm's regulatory ratios, see Note 20 "Regulation and Capital Adequacy" in Part I, Item 1 "Financial Statements (Unaudited)" and "Equity Capital Management and Regulatory Capital" in Part I, Item 2 "Management's Discussion and Analysis of Financial Condition and Results of Operations" in the firm's Quarterly Report on Form 10-Q for the period ended June 30, 2016.

For further information, see the firm's Quarterly Report on Form 10-Q for the period ended June 30, 2016

