

# Quarterly Journal



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Administrator of National Banks

John C. Dugan  
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10/16/2006, Comptroller Speaks to the American Bankers Association about Credit Risk and Loan Loss Reserves, <u>Speech</u> ( <a href="http://www.occ.gov/ftp/release/2006-113a.pdf">www.occ.gov/ftp/release/2006-113a.pdf</a> )	
10/17/2006, Comptroller Dugan Urges Key Principles of Federal Nontraditional Mortgage Guidance Apply to all Mortgage Originators, <u>Speech</u> ( <a href="http://www.occ.gov/ftp/release/2006-115a.pdf">www.occ.gov/ftp/release/2006-115a.pdf</a> )	
11/10/2006, Comptroller Dugan Tells Bankers that Managing Risk in Derivatives Markets Is Essential to Maintain Public Confidence in Nation's Financial Institutions, <u>Speech</u> ( <a href="http://www.occ.gov/ftp/release/2006-121a.pdf">www.occ.gov/ftp/release/2006-121a.pdf</a> )	
11/16/2006, Comptroller of the Currency Visits Pittsburgh Community Reinvestment Projects, <u>Speech</u> ( <a href="http://www.occ.gov/ftp/release/2006-124a.pdf">www.occ.gov/ftp/release/2006-124a.pdf</a> )	
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1069, 8/21/2006, Letter concludes that a national bank and its operating subsidiaries are authorized, pursuant to 12 USC 24(7), 12 USC 371, and 12 CFR 7.4002, to charge expedited service fees for loan payoff information. ( <a href="http://www.occ.gov/interp/oct06/int1069.pdf">www.occ.gov/interp/oct06/int1069.pdf</a> )	

1070, 9/6/2006, Letter concludes that a national bank may acquire and hold two classes of certificates, one rated investment grade and one unrated, issued by a trust under a tender option bond structure as Type III investment securities, provided the bank can demonstrate that the unrated certificate is the credit equivalent of investment grade. The letter also concludes that the bank also may acquire the certificates under the authority in 12 USC 24(Seventh) to discount and negotiate evidences of debt, subject to the limitations of 12 USC 84 and the requirements of Banking Circular 181 (Rev.). ([www.occ.gov/interp/oct06/int1070.pdf](http://www.occ.gov/interp/oct06/int1070.pdf))

1071, 09/6/2006, Letter concludes a national bank may participate as a member in several regional Independent System Operators (ISOs) and Regional Transmission Operators (RTOs) in order to execute electricity derivatives transactions that the OCC previously has found to be permissible for the bank, subject to the limitations set forth in 12 USC 84 and 12 CFR Part 32 and any additional limitations imposed by the bank's examiner-in-charge (EIC). The bank also is required notify its EIC and receive written notification of the EIC's supervisory non-objection before becoming a member of an ISO or RTO. ([www.occ.gov/interp/oct06/int1071.pdf](http://www.occ.gov/interp/oct06/int1071.pdf))

1072, 9/15/2006, Letter concludes that it would be permissible under 12 USC 29 for bank to enter into a long-term ground lease with unrelated third party of property that it has owned and used as bank premises for three decades. ([www.occ.gov/interp/oct06/int1072.pdf](http://www.occ.gov/interp/oct06/int1072.pdf))

*November [[Interpretations and Actions](#)]*

1073, 10/19/2006, Letter concludes that it is permissible for the bank and its London branch to engage in customer-driven, metal derivative transactions that settle in cash or by transitory title transfer and that are hedged on a portfolio basis with derivatives that settle in cash or by transitory title transfer. Before the bank may engage in these transactions, the bank must notify its examiner-in-charge (EIC), in writing, of the proposed activities and must receive written notification of the EIC's supervisory non-objection. ([www.occ.gov/interp/nov06/int1073.pdf](http://www.occ.gov/interp/nov06/int1073.pdf))

1074, 11/21/2006, Letter addresses the applicability of the lending limit combination rules to loans to wind tower companies that sell their output to the same power company. ([www.occ.gov/interp/nov06/int1074.pdf](http://www.occ.gov/interp/nov06/int1074.pdf))

*December [[Interpretations and Actions](#)]*

1075, 11/14/2006, Letter concludes that national banks may retain stock received in IPO of MasterCard, Inc., because it is a byproduct of permissible membership in MasterCard. ([www.occ.gov/interp/dec06/int1075.pdf](http://www.occ.gov/interp/dec06/int1075.pdf))

1076, 11/14/2006, Letter concludes that the lending limits in 12 USC 84 and the public welfare investments limits of 12 USC 24(11) are separate and independent of each other. ([www.occ.gov/interp/dec06/int1076.pdf](http://www.occ.gov/interp/dec06/int1076.pdf))

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# Financial Performance of National Banks

# Financial Performance of National Banks

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## FINANCIAL PERFORMANCE OF NATIONAL BANKS

**Assets, liabilities, and capital accounts of national banks**  
**December 31, 2005 and December 31, 2006**  
 (Dollar figures in millions)

	December 31, 2005	December 31, 2006	Change December 31, 2005- December 31, 2006 fully consolidated	
	Consolidated foreign and domestic	Consolidated foreign and domestic	Amount	Percent
<b>Number of institutions</b>	1,818	1,715	(103)	(5.67)
<b>Total assets</b>	<b>\$6,003,182</b>	<b>\$6,829,269</b>	<b>\$826,087</b>	<b>13.76</b>
<b>Cash and balances due from depositories</b>	<b>262,547</b>	<b>293,352</b>	<b>30,805</b>	<b>11.73</b>
Noninterest-bearing balances, currency and coin	188,348	191,815	3,467	1.84
Interest bearing balances	74,200	101,538	27,338	36.84
<b>Securities</b>	<b>924,206</b>	<b>1,042,568</b>	<b>118,362</b>	<b>12.81</b>
Held-to-maturity securities, amortized cost	38,605	36,678	(1,927)	(4.99)
Available-for-sale securities, fair value	885,601	1,005,890	120,290	13.58
<b>Federal funds sold and securities purchased</b>	<b>371,565</b>	<b>444,049</b>	<b>72,484</b>	<b>19.51</b>
<b>Net loans and leases</b>	<b>3,382,826</b>	<b>3,801,089</b>	<b>418,263</b>	<b>12.36</b>
Total loans and leases	3,427,014	3,844,442	417,427	12.18
Loans and leases, gross	3,428,920	3,845,717	416,797	12.16
Less: Unearned income	1,906	1,276	(630)	(33.08)
Less: Reserve for losses	44,188	43,353	(835)	(1.89)
<b>Assets held in trading account</b>	<b>467,232</b>	<b>568,860</b>	<b>101,628</b>	<b>21.75</b>
<b>Other real estate owned</b>	<b>1,575</b>	<b>2,764</b>	<b>1,189</b>	<b>75.50</b>
<b>Intangible assets</b>	<b>238,705</b>	<b>274,161</b>	<b>35,457</b>	<b>14.85</b>
<b>All other assets</b>	<b>354,526</b>	<b>402,424</b>	<b>47,898</b>	<b>13.51</b>
<b>Total liabilities and equity capital</b>	<b>6,003,182</b>	<b>6,829,269</b>	<b>826,087</b>	<b>13.76</b>
Deposits in domestic offices	3,085,596	3,325,775	240,179	7.78
Deposits in foreign offices	764,461	1,010,761	246,300	32.22
<b>Total deposits</b>	<b>3,850,057</b>	<b>4,336,536</b>	<b>486,479</b>	<b>12.64</b>
Noninterest-bearing deposits	825,757	838,143	12,385	1.50
Interest-bearing deposits	3,024,300	3,498,393	474,094	15.68
<b>Federal funds purchased and securities sold</b>	<b>482,959</b>	<b>538,394</b>	<b>55,435</b>	<b>11.48</b>
<b>Other borrowed money</b>	<b>536,555</b>	<b>649,821</b>	<b>113,266</b>	<b>21.11</b>
<b>Trading liabilities less revaluation losses</b>	<b>116,574</b>	<b>121,799</b>	<b>5,225</b>	<b>4.48</b>
<b>Subordinated notes and debentures</b>	<b>100,822</b>	<b>126,695</b>	<b>25,872</b>	<b>25.66</b>
<b>All other liabilities</b>	<b>323,478</b>	<b>390,417</b>	<b>66,939</b>	<b>20.69</b>
Trading liabilities revaluation losses	127,289	135,553	8,264	6.49
Other	196,190	254,864	58,674	29.91
<b>Total equity capital</b>	<b>592,736</b>	<b>665,607</b>	<b>72,871</b>	<b>12.29</b>
Perpetual preferred stock	1,361	1,359	(2)	(0.16)
Common stock	14,425	14,193	(232)	(1.61)
Surplus	367,733	429,522	61,789	16.80
Retained earnings and other comprehensive income	195,882	206,787	10,905	5.57
Other equity capital components	(137)	(37)	100	NM

NM indicates calculated percent change is not meaningful.

FINANCIAL PERFORMANCE OF NATIONAL BANKS

Quarterly income and expenses of national banks  
Fourth quarter 2005 and fourth quarter 2006

(Dollar figures in millions)

	Fourth quarter 2005	Fourth quarter 2006	Change Fourth quarter 2005– fourth quarter 2006 fully consolidated	
	Consolidated foreign and domestic	Consolidated foreign and domestic	Amount	Percent
<b>Number of institutions</b>	<b>1,818</b>	<b>1,715</b>	<b>(103)</b>	<b>(5.67)</b>
<b>Net income</b>	<b>\$17,697</b>	<b>\$20,566</b>	<b>\$2,869</b>	<b>16.21</b>
<b>Net interest income</b>	<b>43,380</b>	<b>45,296</b>	<b>1,916</b>	<b>4.42</b>
Total interest income	76,984	96,247	19,262	25.02
On loans	56,861	69,857	12,996	22.86
From lease financing receivables	1,251	1,350	99	7.89
On balances due from depositories	1,075	1,473	398	37.06
On securities	10,904	12,959	2,055	18.85
From assets held in trading account	3,172	4,224	1,052	33.15
On federal funds sold and securities repurchased	3,284	5,911	2,627	79.99
Less: Interest expense	33,605	50,951	17,346	51.62
On deposits	20,573	31,500	10,927	53.12
Of federal funds purchased and securities sold	4,800	7,544	2,744	57.17
On demand notes and other borrowed money*	6,610	9,961	3,351	50.70
On subordinated notes and debentures	1,623	1,947	324	19.97
<b>Less: Provision for losses</b>	<b>5,439</b>	<b>5,719</b>	<b>281</b>	<b>5.16</b>
<b>Noninterest income</b>	<b>35,263</b>	<b>33,933</b>	<b>(1,330)</b>	<b>(3.77)</b>
From fiduciary activities	3,182	3,318	135	4.25
Service charges on deposits	6,048	6,660	612	10.11
Trading revenue	2,862	3,611	749	26.16
From interest rate exposures	910	1,280	371	40.75
From foreign exchange exposures	1,427	1,344	(83)	(5.82)
From equity security and index exposures	779	940	161	20.68
From commodity and other exposures	(258)	(126)	132	NM
Investment banking brokerage fees	2,018	2,525	507	25.13
Venture capital revenue	202	79	(123)	(60.79)
Net servicing fees	3,215	1,368	(1,847)	(57.46)
Net securitization income	3,734	261	(3,473)	(93.01)
Insurance commissions and fees	710	591	(119)	(16.74)
Insurance and reinsurance underwriting income	85	42	(43)	(50.62)
Income from other insurance activities	625	549	(76)	(12.15)
Net gains on asset sales	1,858	3,416	1,558	83.85
Sales of loans and leases	1,310	2,324	1,014	77.44
Sales of other real estate owned	18	8	(11)	(59.00)
Sales of other assets(excluding securities)	530	1,085	555	104.63
Other noninterest income	11,428	12,514	1,086	9.50
<b>Gains/losses on securities</b>	<b>(890)</b>	<b>585</b>	<b>1,475</b>	<b>NM</b>
<b>Less: Noninterest expense</b>	<b>46,929</b>	<b>45,435</b>	<b>(1,494)</b>	<b>(3.18)</b>
Salaries and employee benefits	20,483	21,326	843	4.12
Of premises and fixed assets	6,065	6,444	379	6.25
Goodwill impairment losses	1	0	(1)	NM
Amortization expense and impairment losses	1,499	1,059	(440)	(29.37)
Other noninterest expense	18,881	16,622	(2,259)	(11.96)
<b>Less: Taxes on income before extraordinary items</b>	<b>8,009</b>	<b>8,752</b>	<b>743</b>	<b>9.28</b>
<b>Income/loss from extraordinary items, net of income taxes</b>	<b>321</b>	<b>659</b>	<b>338</b>	<b>NM</b>
<b>Memoranda:</b>				
Net operating income	17,949	19,501	1,552	8.64
Income before taxes and extraordinary items	25,385	28,659	3,274	12.90
Income net of taxes before extraordinary items	17,376	19,907	2,531	14.56
Cash dividends declared	8,814	22,156	13,342	151.38
Net charge-offs to loan and lease reserve	6,655	4,943	(1,713)	(25.73)
Charge-offs to loan and lease reserve	8,550	6,189	(2,361)	(27.62)
Less: Recoveries credited to loan and lease reserve	1,895	1,246	(649)	(34.23)

\* Includes mortgage indebtedness

NM indicates calculated percent change is not meaningful.



FINANCIAL PERFORMANCE OF NATIONAL BANKS

Year-to-date income and expenses of national banks  
Through December 31, 2005 and through December 31, 2006  
(Dollar figures in millions)

	December 31, 2005	December 31, 2006	Change December 31, 2005– December 31, 2006 fully consolidated	
	Consolidated foreign and domestic	Consolidated foreign and domestic	Amount	Percent
<b>Number of institutions</b>	<b>1,818</b>	<b>1,715</b>	<b>(103)</b>	<b>(5.67)</b>
<b>Net income</b>	<b>\$73,822</b>	<b>\$85,904</b>	<b>\$12,082</b>	<b>16.37</b>
<b>Net interest income</b>	<b>169,618</b>	<b>182,371</b>	<b>12,753</b>	<b>7.52</b>
Total interest income	280,723	364,198	83,475	29.74
On loans	207,689	267,367	59,678	28.73
From lease financing receivables	5,295	5,358	63	1.20
On balances due from depositories	3,361	5,420	2,059	61.27
On securities	41,380	50,895	9,515	22.99
From assets held in trading account	12,335	15,609	3,274	26.55
On federal funds sold and securities repurchased	8,974	17,702	8,728	97.26
Less: Interest expense	111,106	181,827	70,721	63.65
On deposits	67,441	111,261	43,820	64.97
Of federal funds purchased and securities sold	14,398	26,329	11,931	82.86
On demand notes and other borrowed money*	23,611	36,890	13,279	56.24
On subordinated notes and debentures	5,656	7,348	1,692	29.92
<b>Less: Provision for losses</b>	<b>19,755</b>	<b>18,429</b>	<b>(1,327)</b>	<b>(6.72)</b>
<b>Noninterest income</b>	<b>145,194</b>	<b>157,724</b>	<b>12,530</b>	<b>8.63</b>
From fiduciary activities	12,710	13,256	547	4.30
Service charges on deposits	23,614	25,644	2,030	8.60
Trading revenue	13,274	17,941	4,666	35.15
From interest rate exposures	4,967	4,588	(378)	(7.62)
From foreign exchange exposures	5,148	6,619	1,471	28.58
From equity security and index exposures	2,518	5,144	2,625	NM
From commodity and other exposures	628	1,254	627	99.83
Investment banking brokerage fees	8,071	10,013	1,942	24.07
Venture capital revenue	732	246	(485)	(66.33)
Net servicing fees	12,287	10,608	(1,679)	(13.67)
Net securitization income	17,392	16,048	(1,344)	(7.73)
Insurance commissions and fees	2,590	2,481	(110)	(4.24)
Insurance and reinsurance underwriting income	473	268	(205)	(43.39)
Income from other insurance activities	2,117	2,213	96	4.51
Net gains on asset sales	5,386	8,802	3,416	63.42
Sales of loans and leases	3,936	6,412	2,476	62.89
Sales of other real estate owned	84	80	(4)	(4.20)
Sales of other assets(excluding securities)	1,366	2,309	943	69.08
Other noninterest income	49,138	52,686	3,548	7.22
<b>Gains/losses on securities</b>	<b>(197)</b>	<b>(489)</b>	<b>(292)</b>	<b>NM</b>
<b>Less: Noninterest expense</b>	<b>185,908</b>	<b>195,585</b>	<b>9,677</b>	<b>5.21</b>
Salaries and employee benefits	81,044	89,111	8,067	9.95
Of premises and fixed assets	23,816	24,593	778	3.27
Goodwill impairment losses	4	2	(3)	(64.97)
Amortization expense and impairment losses	6,090	5,891	(198)	(3.26)
Other noninterest expense	74,954	75,987	1,033	1.38
<b>Less: Taxes on income before extraordinary items</b>	<b>35,433</b>	<b>40,735</b>	<b>5,302</b>	<b>14.96</b>
<b>Income/loss from extraordinary items, net of income taxes</b>	<b>303</b>	<b>1,046</b>	<b>743</b>	<b>NM</b>
<b>Memoranda:</b>				
Net operating income	73,613	85,150	11,537	15.67
Income before taxes and extraordinary items	108,952	125,593	16,641	15.27
Income net of taxes before extraordinary items	73,519	84,858	11,339	15.42
Cash dividends declared	41,663	54,466	12,802	30.73
Net charge-offs to loan and lease reserve	22,137	17,786	(4,351)	(19.66)
Charge-offs to loan and lease reserve	29,429	23,975	(5,454)	(18.53)
Less: Recoveries credited to loan and lease reserve	7,291	6,189	(1,102)	(15.12)

\* Includes mortgage indebtedness

NM indicates calculated percent change is not meaningful.

## FINANCIAL PERFORMANCE OF NATIONAL BANKS

**Assets of national banks by asset size**  
**December 31, 2006**  
 (Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Total assets</b>	<b>\$6,829,269</b>	<b>\$35,139</b>	<b>\$265,391</b>	<b>\$362,436</b>	<b>\$6,166,303</b>	<b>\$10,090,626</b>
<b>Cash and balances due from</b>	<b>293,352</b>	<b>1,984</b>	<b>10,293</b>	<b>14,779</b>	<b>266,296</b>	<b>431,987</b>
<b>Securities</b>	<b>1,042,568</b>	<b>9,082</b>	<b>57,399</b>	<b>65,722</b>	<b>910,365</b>	<b>1,665,743</b>
<b>Federal funds sold and securities purchased</b>	<b>444,049</b>	<b>2,151</b>	<b>10,522</b>	<b>23,885</b>	<b>407,491</b>	<b>529,599</b>
<b>Net loans and leases</b>	<b>3,801,089</b>	<b>20,166</b>	<b>171,603</b>	<b>229,452</b>	<b>3,379,868</b>	<b>5,911,844</b>
Total loans and leases	3,844,442	20,449	173,743	232,195	3,418,054	5,980,915
Loans and leases, gross	3,845,717	20,464	173,889	232,351	3,419,013	5,983,210
Less: Unearned income	1,276	15	146	156	959	2,295
Less: Reserve for losses	43,353	283	2,140	2,743	38,186	69,071
<b>Assets held in trading account</b>	<b>568,860</b>	<b>1</b>	<b>175</b>	<b>690</b>	<b>567,995</b>	<b>620,054</b>
<b>Other real estate owned</b>	<b>2,764</b>	<b>41</b>	<b>241</b>	<b>164</b>	<b>2,319</b>	<b>4,721</b>
<b>Intangible assets</b>	<b>274,161</b>	<b>142</b>	<b>2,604</b>	<b>9,029</b>	<b>262,387</b>	<b>358,472</b>
<b>All other assets</b>	<b>402,424</b>	<b>1,572</b>	<b>12,555</b>	<b>18,716</b>	<b>369,581</b>	<b>568,191</b>
<b>Gross loans and leases by type:</b>						
<b>Loans secured by real estate</b>	<b>2,060,099</b>	<b>12,840</b>	<b>125,304</b>	<b>160,494</b>	<b>1,761,462</b>	<b>3,432,190</b>
1- to 4-family residential mortgages	1,015,599	4,895	37,790	46,279	926,634	1,437,153
Home equity loans	364,145	406	6,264	10,236	347,238	469,802
Multifamily residential mortgages	51,870	260	4,084	7,821	39,705	106,382
Commercial RE loans	359,348	4,085	48,125	53,320	253,818	810,757
Construction RE loans	201,612	1,502	22,525	37,615	139,971	498,512
Farmland loans	17,144	1,692	6,512	3,209	5,730	52,348
RE loans from foreign offices	50,382	0	3	2,013	48,365	57,235
<b>Commercial and industrial loans</b>	<b>766,030</b>	<b>3,203</b>	<b>26,264</b>	<b>41,724</b>	<b>694,840</b>	<b>1,139,123</b>
<b>Loans to individuals</b>	<b>621,245</b>	<b>1,969</b>	<b>13,041</b>	<b>19,188</b>	<b>587,046</b>	<b>857,887</b>
Credit cards	259,519	59	1,978	3,576	253,906	341,022
Other revolving credit plans	41,706	31	397	786	40,491	47,706
Installment loans	320,020	1,880	10,666	14,826	292,649	469,159
<b>All other loans and leases</b>	<b>398,343</b>	<b>2,452</b>	<b>9,280</b>	<b>10,945</b>	<b>375,666</b>	<b>554,010</b>
<b>Securities by type:</b>						
<b>U.S. Treasury securities</b>	<b>22,110</b>	<b>313</b>	<b>1,171</b>	<b>1,768</b>	<b>18,858</b>	<b>42,768</b>
<b>Mortgage-backed securities</b>	<b>678,662</b>	<b>1,819</b>	<b>18,979</b>	<b>30,078</b>	<b>627,785</b>	<b>972,257</b>
Pass-through securities	528,382	1,392	13,049	15,390	498,551	663,416
Collateralized mortgage obligations	150,279	427	5,931	14,688	129,234	308,841
<b>Other securities</b>	<b>289,065</b>	<b>6,949</b>	<b>36,937</b>	<b>32,916</b>	<b>212,263</b>	<b>561,935</b>
Other U.S. government securities	81,128	5,278	23,087	20,295	32,468	260,857
State and local government securities	69,654	1,523	11,834	8,437	47,859	135,261
Other debt securities	127,509	87	1,416	3,571	122,435	147,910
Equity securities	10,775	61	599	614	9,500	17,907
<b>Memoranda:</b>						
Agricultural production loans	22,510	2,133	5,799	2,893	11,684	54,114
Pledged securities	532,507	3,921	29,693	36,763	462,130	883,145
Book value of securities	1,051,330	9,141	57,796	66,169	918,225	1,677,990
Available-for-sale securities	1,014,652	7,826	51,983	59,113	895,730	1,563,297
Held-to-maturity securities	36,678	1,314	5,814	7,055	22,495	114,693
Market value of securities	1,042,277	9,072	57,364	65,684	910,156	1,664,712
Available-for-sale securities	1,005,890	7,768	51,585	58,667	887,871	1,551,050
Held-to-maturity securities	36,386	1,304	5,779	7,017	22,286	113,661

FINANCIAL PERFORMANCE OF NATIONAL BANKS

Past-due and nonaccrual loans and leases of national banks by asset size  
December 31, 2006  
(Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Loans and leases past due 30-89 days</b>	<b>\$39,410</b>	<b>\$281</b>	<b>\$1,668</b>	<b>\$1,870</b>	<b>\$35,590</b>	<b>\$58,960</b>
<b>Loans secured by real estate</b>	<b>21,886</b>	<b>165</b>	<b>1,157</b>	<b>1,243</b>	<b>19,323</b>	<b>33,646</b>
1- to 4-family residential mortgages	14,927	88	494	475	13,870	19,835
Home equity loans	2,439	4	44	45	2,346	3,144
Multifamily residential mortgages	278	4	40	50	184	594
Commercial RE loans	1,645	39	311	217	1,078	4,595
Construction RE loans	1,911	16	229	434	1,231	4,425
Farmland loans	101	14	38	21	29	332
RE loans from foreign offices	585	0	0	0	585	720
<b>Commercial and industrial loans</b>	<b>3,837</b>	<b>49</b>	<b>232</b>	<b>339</b>	<b>3,217</b>	<b>6,257</b>
<b>Loans to individuals</b>	<b>11,986</b>	<b>49</b>	<b>225</b>	<b>233</b>	<b>11,479</b>	<b>16,016</b>
Credit cards	5,748	2	49	48	5,649	7,218
Installment loans and other plans	6,238	48	175	185	5,830	8,798
<b>All other loans and leases</b>	<b>1,700</b>	<b>19</b>	<b>55</b>	<b>56</b>	<b>1,571</b>	<b>3,041</b>
<b>Loans and leases past due 90+ days</b>	<b>16,260</b>	<b>46</b>	<b>285</b>	<b>245</b>	<b>15,685</b>	<b>20,311</b>
<b>Loans secured by real estate</b>	<b>7,910</b>	<b>27</b>	<b>185</b>	<b>136</b>	<b>7,562</b>	<b>9,994</b>
1- to 4-family residential mortgages	7,202	16	76	42	7,069	8,267
Home equity loans	279	1	6	10	263	398
Multifamily residential mortgages	62	0	6	38	17	112
Commercial RE loans	201	5	43	16	138	582
Construction RE loans	151	3	47	30	72	542
Farmland loans	14	3	7	1	4	75
RE loans from foreign offices	0	0	0	0	0	18
<b>Commercial and industrial loans</b>	<b>709</b>	<b>6</b>	<b>38</b>	<b>49</b>	<b>616</b>	<b>1,146</b>
<b>Loans to individuals</b>	<b>7,438</b>	<b>8</b>	<b>48</b>	<b>55</b>	<b>7,327</b>	<b>8,859</b>
Credit cards	5,036	0	28	34	4,973	6,128
Installment loans and other plans	2,403	8	20	21	2,354	2,731
<b>All other loans and leases</b>	<b>202</b>	<b>4</b>	<b>14</b>	<b>5</b>	<b>179</b>	<b>312</b>
<b>Nonaccrual loans and leases</b>	<b>15,692</b>	<b>161</b>	<b>956</b>	<b>1,180</b>	<b>13,396</b>	<b>26,613</b>
<b>Loans secured by real estate</b>	<b>10,494</b>	<b>106</b>	<b>697</b>	<b>853</b>	<b>8,838</b>	<b>17,924</b>
1- to 4-family residential mortgages	5,392	32	193	173	4,993	7,871
Home equity loans	1,191	1	19	29	1,142	1,454
Multifamily residential mortgages	279	1	28	94	156	491
Commercial RE loans	1,704	44	292	318	1,050	4,206
Construction RE loans	1,107	15	134	219	740	2,847
Farmland loans	105	12	32	19	41	277
RE loans from foreign offices	717	0	0	0	717	778
<b>Commercial and industrial loans</b>	<b>3,482</b>	<b>36</b>	<b>202</b>	<b>266</b>	<b>2,978</b>	<b>6,091</b>
<b>Loans to individuals</b>	<b>1,162</b>	<b>7</b>	<b>28</b>	<b>33</b>	<b>1,094</b>	<b>1,768</b>
Credit cards	233	0	4	10	219	479
Installment loans and other plans	929	7	24	23	875	1,289
<b>All other loans and leases</b>	<b>595</b>	<b>12</b>	<b>29</b>	<b>28</b>	<b>526</b>	<b>900</b>

## FINANCIAL PERFORMANCE OF NATIONAL BANKS

**Liabilities of national banks by asset size**  
**December 31, 2006**  
 (Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Total liabilities and equity capital</b>	<b>6,829,269</b>	<b>35,139</b>	<b>265,391</b>	<b>362,436</b>	<b>6,166,303</b>	<b>10,090,626</b>
Deposits in domestic offices	3,325,775	29,148	214,657	252,036	2,829,934	5,537,758
Deposits in foreign offices	1,010,761	15	233	1,742	1,008,770	1,193,604
<b>Total deposits</b>	<b>4,336,536</b>	<b>29,163</b>	<b>214,890</b>	<b>253,778</b>	<b>3,838,704</b>	<b>6,731,362</b>
Noninterest bearing	838,143	5,437	36,134	44,866	751,705	1,216,695
Interest bearing	3,498,393	23,726	178,756	208,912	3,086,999	5,514,667
<b>Federal funds purchased and securities sold</b>	<b>538,394</b>	<b>345</b>	<b>7,655</b>	<b>25,912</b>	<b>504,482</b>	<b>719,180</b>
<b>Other borrowed funds</b>	<b>649,821</b>	<b>831</b>	<b>11,928</b>	<b>38,647</b>	<b>598,415</b>	<b>869,984</b>
<b>Trading liabilities less revaluation losses</b>	<b>121,799</b>	<b>0</b>	<b>0</b>	<b>147</b>	<b>121,652</b>	<b>122,247</b>
<b>Subordinated notes and debentures</b>	<b>126,695</b>	<b>0</b>	<b>191</b>	<b>1,045</b>	<b>125,458</b>	<b>149,795</b>
<b>All other liabilities</b>	<b>390,417</b>	<b>312</b>	<b>2,946</b>	<b>5,191</b>	<b>381,969</b>	<b>467,645</b>
<b>Equity capital</b>	<b>665,607</b>	<b>4,487</b>	<b>27,781</b>	<b>37,716</b>	<b>595,624</b>	<b>1,030,413</b>
<b>Total deposits by depositor:</b>						
Individuals and corporations	3,492,938	17,586	155,437	207,025	3,112,889	5,442,805
U.S., state, and local governments	159,119	2,908	16,556	17,682	121,973	293,471
Depositories in the United States	86,438	284	3,237	3,703	79,214	119,344
Foreign banks and governments	247,081	1	272	329	246,479	273,244
<b>Domestic deposits by depositor:</b>						
Individuals and corporations	2,747,160	17,574	155,355	205,371	2,368,861	4,546,962
U.S., state, and local governments	159,119	2,908	16,556	17,682	121,973	293,471
Depositories in the United States	43,788	284	3,237	3,703	36,564	66,886
Foreign banks and governments	25,263	1	122	241	24,899	28,527
<b>Foreign deposits by depositor:</b>						
Individuals and corporations	745,778	12	83	1,655	744,028	895,843
Depositories in the United States	42,650	0	0	0	42,650	52,458
Foreign banks and governments	221,818	0	150	88	221,580	244,716
<b>Deposits in domestic offices by type:</b>						
<b>Transaction deposits</b>	<b>420,573</b>	<b>9,586</b>	<b>45,212</b>	<b>30,079</b>	<b>335,695</b>	<b>716,865</b>
Demand deposits	317,846	5,318	27,426	21,768	263,334	516,356
<b>Savings deposits</b>	<b>1,929,269</b>	<b>6,426</b>	<b>73,512</b>	<b>119,798</b>	<b>1,729,532</b>	<b>2,905,421</b>
Money market deposit accounts	1,480,760	3,513	42,082	83,984	1,351,182	2,211,607
Other savings deposits	448,509	2,913	31,430	35,815	378,351	693,814
<b>Time deposits</b>	<b>975,933</b>	<b>13,136</b>	<b>95,933</b>	<b>102,158</b>	<b>764,707</b>	<b>1,915,412</b>
Small time deposits	435,474	8,098	53,454	50,161	323,761	878,327
Large time deposits	540,460	5,038	42,479	51,997	440,946	1,037,086

## FINANCIAL PERFORMANCE OF NATIONAL BANKS

 Off-balance-sheet items of national banks by asset size  
 December 31, 2006  
 (Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Unused commitments</b>	<b>\$5,126,193</b>	<b>\$19,271</b>	<b>\$197,973</b>	<b>\$294,014</b>	<b>\$4,614,936</b>	<b>\$6,622,387</b>
Home equity lines	440,849	341	6,048	12,980	421,480	557,149
Credit card lines	2,947,612	16,231	161,725	225,987	2,543,670	3,581,327
Commercial RE, construction and land	188,298	724	11,303	24,862	151,409	354,957
All other unused commitments	1,549,434	1,976	18,896	30,185	1,498,378	2,128,953
<b>Letters of credit:</b>						
<b>Standby letters of credit</b>	<b>321,873</b>	<b>102</b>	<b>1,696</b>	<b>5,011</b>	<b>315,064</b>	<b>416,790</b>
Financial letters of credit	274,477	55	1,051	3,429	269,943	359,840
Performance letters of credit	47,396	48	645	1,582	45,121	56,950
<b>Commercial letters of credit</b>	<b>24,304</b>	<b>20</b>	<b>220</b>	<b>767</b>	<b>23,297</b>	<b>28,405</b>
<b>Securities lent</b>	<b>682,875</b>	<b>11</b>	<b>66</b>	<b>1,338</b>	<b>681,459</b>	<b>1,761,414</b>
<b>Spot foreign exchange contracts</b>	<b>628,931</b>	<b>0</b>	<b>2</b>	<b>155</b>	<b>628,774</b>	<b>663,873</b>
<b>Credit derivatives (notional value)</b>						
Reporting bank is the guarantor	4,495,008	0	0	28	4,494,979	4,495,902
Reporting bank is the beneficiary	4,499,871	0	0	74	4,499,797	4,523,395
<b>Derivative contracts (notional value)</b>	<b>129,392,745</b>	<b>20</b>	<b>3,338</b>	<b>19,752</b>	<b>129,369,634</b>	<b>131,499,074</b>
<b>Futures and forward contracts</b>	<b>14,037,605</b>	<b>9</b>	<b>894</b>	<b>3,212</b>	<b>14,033,490</b>	<b>14,876,869</b>
Interest rate contracts	8,384,333	9	885	2,190	8,381,249	8,534,510
Foreign exchange contracts	5,455,304	0	8	1,021	5,454,275	6,143,185
All other futures and forwards	197,969	0	1	1	197,967	199,174
<b>Option contracts</b>	<b>25,756,084</b>	<b>11</b>	<b>1,058</b>	<b>2,963</b>	<b>25,752,052</b>	<b>26,274,846</b>
Interest rate contracts	20,069,079	9	1,017	2,566	20,065,487	20,514,839
Foreign exchange contracts	3,232,462	0	0	305	3,232,156	3,272,795
All other options	2,454,543	2	41	91	2,454,408	2,487,212
<b>Swaps</b>	<b>80,604,177</b>	<b>0</b>	<b>1,386</b>	<b>13,475</b>	<b>80,589,316</b>	<b>81,328,062</b>
Interest rate contracts	77,658,982	0	1,373	13,344	77,644,266	78,365,939
Foreign exchange contracts	2,476,307	0	0	19	2,476,288	2,484,343
All other swaps	468,888	0	13	112	468,762	477,781
<b>Memoranda: Derivatives by purpose</b>						
Contracts held for trading	117,858,698	2	36	6,353	117,852,308	119,633,427
Contracts not held for trading	2,539,168	18	3,302	13,298	2,522,550	2,846,350
<b>Memoranda: Derivatives by position</b>						
Held for trading—positive fair value	1,106,608	0	1	29	1,106,578	1,120,788
Held for trading—negative fair value	1,092,057	0	0	28	1,092,028	1,107,206
Not for trading—positive fair value	9,485	1	19	53	9,413	11,581
Not for trading—negative fair value	9,733	0	19	123	9,591	11,771

FINANCIAL PERFORMANCE OF NATIONAL BANKS

Quarterly income and expenses of national banks by asset size  
Fourth quarter 2006  
(Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Net income</b>	<b>\$20,566</b>	<b>\$76</b>	<b>\$762</b>	<b>\$1,239</b>	<b>\$18,490</b>	<b>\$31,651</b>
<b>Net interest income</b>	<b>45,296</b>	<b>342</b>	<b>2,464</b>	<b>2,914</b>	<b>39,575</b>	<b>70,398</b>
Total interest income	96,247	551	4,259	5,640	85,797	144,378
On loans	69,857	413	3,418	4,343	61,684	108,689
From lease financing receivables	1,350	1	16	64	1,269	1,901
On balances due from depositories	1,473	7	23	69	1,374	2,094
On securities	12,959	99	640	809	11,411	20,392
From assets held in trading account	4,224	0	3	9	4,212	4,676
On fed. funds sold & securities repurchased	5,911	28	136	298	5,449	6,859
Less: Interest expense	50,951	209	1,795	2,726	46,222	73,980
On deposits	31,500	194	1,555	1,931	27,820	49,421
Of federal funds purchased & securities sold	7,544	4	85	303	7,152	9,584
On demand notes & other borrowed money*	9,961	11	150	472	9,328	12,694
On subordinated notes and debentures	1,947	0	4	20	1,922	2,281
<b>Less: Provision for losses</b>	<b>5,719</b>	<b>17</b>	<b>147</b>	<b>167</b>	<b>5,388</b>	<b>8,011</b>
<b>Noninterest income</b>	<b>33,933</b>	<b>95</b>	<b>1,180</b>	<b>1,861</b>	<b>30,797</b>	<b>50,392</b>
From fiduciary activities	3,318	25	148	264	2,882	6,413
Service charges on deposits	6,660	36	314	318	5,993	9,237
Trading revenue	3,611	0	2	8	3,601	4,083
From interest rate exposures	1,280	0	2	2	1,277	1,152
From foreign exchange exposures	1,344	0	0	1	1,344	1,613
From equity security and index exposures	940	0	0	0	940	1,217
From commodity and other exposures	(126)	0	0	(0)	(126)	(111)
Investment banking brokerage fees	2,525	1	31	35	2,458	2,978
Venture capital revenue	79	(0)	(0)	1	79	78
Net servicing fees	1,368	35	95	28	1,209	1,997
Net securitization income	261	0	132	3	126	2,291
Insurance commissions and fees	591	10	18	35	528	1,064
Insurance and reinsurance underwriting income	42	0	0	1	41	67
Income from other insurance activities	549	10	18	34	488	997
Net gains on asset sales	3,416	5	56	687	2,668	3,562
Sales of loans and leases	2,324	5	52	661	1,606	2,452
Sales of other real estate owned	8	0	(1)	3	5	8
Sales of other assets(excluding securities)	1,085	(0)	5	23	1,057	1,101
Other noninterest income	12,514	(17)	385	483	11,663	19,101
<b>Gains/losses on securities</b>	<b>585</b>	<b>(2)</b>	<b>(3)</b>	<b>(3)</b>	<b>592</b>	<b>(65)</b>
<b>Less: Noninterest expense</b>	<b>45,435</b>	<b>323</b>	<b>2,452</b>	<b>2,769</b>	<b>39,890</b>	<b>70,251</b>
Salaries and employee benefits	21,326	156	1,206	1,242	18,722	32,912
Of premises and fixed assets	6,444	42	299	306	5,797	9,440
Goodwill impairment losses	0	0	0	0	0	12
Amortization expense and impairment losses	1,059	1	24	92	942	1,344
Other noninterest expense	16,622	124	924	1,129	14,446	26,559
<b>Less: Taxes on income before extraord. items</b>	<b>8,752</b>	<b>19</b>	<b>260</b>	<b>585</b>	<b>7,888</b>	<b>12,935</b>
<b>Income/loss from extraord. items, net of taxes</b>	<b>1,046</b>	<b>6</b>	<b>5</b>	<b>(12)</b>	<b>1,048</b>	<b>2,647</b>
<b>Memoranda:</b>						
Net operating income	19,501	77	786	1,255	17,383	29,586
Income before taxes and extraordinary items	28,659	95	1,042	1,836	25,686	42,462
Income net of taxes before extraordinary items	19,907	76	782	1,251	17,798	29,527
Cash dividends declared	22,156	102	540	1,137	20,377	31,220
Net loan and lease losses	4,943	17	138	168	4,620	6,842
Charge-offs to loan and lease reserve	6,189	21	171	234	5,763	8,617
Less: Recoveries credited to loan & lease resv.	1,246	4	33	66	1,144	1,775

\* Includes mortgage indebtedness

FINANCIAL PERFORMANCE OF NATIONAL BANKS

Year-to-date income and expenses of national banks by asset size  
Through December 31, 2006  
(Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Net income</b>	<b>\$85,904</b>	<b>\$363</b>	<b>\$3,236</b>	<b>\$4,992</b>	<b>\$77,312</b>	<b>\$128,640</b>
<b>Net interest income</b>	<b>182,371</b>	<b>1,322</b>	<b>9,625</b>	<b>11,424</b>	<b>159,999</b>	<b>284,888</b>
Total interest income	364,198	2,049	15,990	20,918	325,241	547,912
On loans	267,367	1,544	12,829	16,145	236,850	411,604
From lease financing receivables	5,358	5	60	231	5,062	7,379
On balances due from depositories	5,420	27	85	233	5,075	7,701
On securities	50,895	376	2,447	3,060	45,012	78,978
From assets held in trading account	15,609	0	11	32	15,565	17,954
On fed. funds sold & securities repurchased	17,702	87	471	1,057	16,088	21,040
Less: Interest expense	181,827	727	6,364	9,494	165,242	263,024
On deposits	111,261	668	5,353	6,655	98,584	172,999
Of federal funds purchased & securities sold	26,329	16	337	1,073	24,903	34,487
On demand notes & other borrowed money*	36,890	42	660	1,699	34,488	46,950
On subordinated notes and debentures	7,348	0	15	66	7,267	8,588
<b>Less: Provision for losses</b>	<b>18,429</b>	<b>51</b>	<b>473</b>	<b>513</b>	<b>17,392</b>	<b>25,384</b>
<b>Noninterest income</b>	<b>157,724</b>	<b>542</b>	<b>4,568</b>	<b>6,872</b>	<b>145,743</b>	<b>217,626</b>
From fiduciary activities	13,256	95	546	829	11,786	25,208
Service charges on deposits	25,644	142	1,230	1,216	23,057	35,725
Trading revenue	17,941	0	8	32	17,901	19,182
From interest rate exposures	4,588	0	6	16	4,566	4,614
From foreign exchange exposures	6,619	0	0	4	6,615	7,948
From equity security and index exposures	5,144	0	0	0	5,144	4,952
From commodity and other exposures	1,254	0	0	(0)	1,254	1,264
Investment banking brokerage fees	10,013	3	91	123	9,796	11,888
Venture capital revenue	246	(0)	(1)	2	245	248
Net servicing fees	10,608	119	383	108	9,998	13,504
Net securitization income	16,048	0	569	115	15,363	22,169
Insurance commissions and fees	2,481	39	74	135	2,232	4,304
Insurance and reinsurance underwriting income	268	0	1	3	264	354
Income from other insurance activities	2,213	38	74	132	1,969	3,950
Net gains on asset sales	8,802	17	244	2,290	6,250	10,274
Sales of loans and leases	6,412	17	209	2,223	3,964	7,573
Sales of other real estate owned	80	(0)	10	21	50	127
Sales of other assets(excluding securities)	2,309	1	26	47	2,236	2,575
Other noninterest income	52,686	127	1,422	2,023	49,114	75,124
<b>Gains/losses on securities</b>	<b>(489)</b>	<b>(4)</b>	<b>(17)</b>	<b>(34)</b>	<b>(435)</b>	<b>(1,287)</b>
<b>Less: Noninterest expense</b>	<b>195,585</b>	<b>1,368</b>	<b>9,346</b>	<b>10,400</b>	<b>174,471</b>	<b>290,209</b>
Salaries and employee benefits	89,111	687	4,596	4,752	79,077	133,311
Of premises and fixed assets	24,593	159	1,148	1,179	22,107	35,939
Goodwill impairment losses	2	0	1	0	0	338
Amortization expense and impairment losses	5,891	4	95	338	5,454	6,986
Other noninterest expense	75,987	518	3,506	4,130	67,833	113,636
<b>Less: Taxes on income before extraord. items</b>	<b>40,735</b>	<b>85</b>	<b>1,126</b>	<b>2,344</b>	<b>37,180</b>	<b>59,641</b>
<b>Income/loss from extraord. items, net of taxes</b>	<b>1,046</b>	<b>6</b>	<b>5</b>	<b>(12)</b>	<b>1,048</b>	<b>2,647</b>
<b>Memoranda:</b>						
Net operating income	85,150	360	3,247	5,029	76,514	126,855
Income before taxes and extraordinary items	125,593	441	4,358	7,349	113,445	185,634
Income net of taxes before extraordinary items	84,858	357	3,232	5,005	76,264	125,993
Cash dividends declared	54,466	246	2,387	3,167	48,665	80,558
Net loan and lease losses	17,786	37	335	493	16,921	23,207
Charge-offs to loan and lease reserve	23,975	57	465	732	22,721	31,571
Less: Recoveries credited to loan & lease resv.	6,189	20	130	239	5,800	8,364

\* Includes mortgage indebtedness

## FINANCIAL PERFORMANCE OF NATIONAL BANKS

 Quarterly net loan and lease losses of national banks by asset size  
 Fourth quarter 2006  
 (Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Net charge-offs to loan and lease reserve</b>	<b>\$4,943</b>	<b>\$17</b>	<b>\$138</b>	<b>\$168</b>	<b>\$4,620</b>	<b>\$6,842</b>
<b>Loans secured by real estate</b>	<b>576</b>	<b>5</b>	<b>37</b>	<b>36</b>	<b>498</b>	<b>944</b>
1- to 4-family residential mortgages	263	2	11	14	235	372
Home equity loans	181	0	3	4	174	248
Multifamily residential mortgages	6	0	0	3	3	12
Commercial RE loans	54	2	14	9	29	148
Construction RE loans	43	0	8	6	29	127
Farmland loans	5	(0)	1	(0)	4	11
RE loans from foreign offices	(0)	0	0	0	(0)	1
<b>Commercial and industrial loans</b>	<b>799</b>	<b>7</b>	<b>43</b>	<b>76</b>	<b>674</b>	<b>1,241</b>
<b>Loans to individuals</b>	<b>3,338</b>	<b>4</b>	<b>51</b>	<b>33</b>	<b>3,250</b>	<b>4,334</b>
Credit cards	1,923	0	33	18	1,872	2,594
Installment loans and other plans	1,415	3	18	15	1,378	1,740
<b>All other loans and leases</b>	<b>230</b>	<b>2</b>	<b>7</b>	<b>23</b>	<b>198</b>	<b>323</b>
<b>Charge-offs to loan and lease reserve</b>	<b>6,189</b>	<b>21</b>	<b>171</b>	<b>234</b>	<b>5,763</b>	<b>8,617</b>
<b>Loans secured by real estate</b>	<b>693</b>	<b>5</b>	<b>42</b>	<b>46</b>	<b>600</b>	<b>1,126</b>
1- to 4-family residential mortgages	311	2	14	17	278	443
Home equity loans	207	0	3	4	200	283
Multifamily residential mortgages	11	0	0	3	7	18
Commercial RE loans	77	2	16	15	44	196
Construction RE loans	50	0	8	7	36	140
Farmland loans	7	0	1	0	5	15
RE loans from foreign offices	30	0	0	0	30	32
<b>Commercial and industrial loans</b>	<b>1,111</b>	<b>8</b>	<b>53</b>	<b>91</b>	<b>959</b>	<b>1,668</b>
<b>Loans to individuals</b>	<b>4,051</b>	<b>5</b>	<b>65</b>	<b>70</b>	<b>3,910</b>	<b>5,349</b>
Credit cards	2,198	0	38	25	2,135	3,037
Installment loans and other plans	1,853	5	27	45	1,775	2,312
<b>All other loans and leases</b>	<b>335</b>	<b>2</b>	<b>11</b>	<b>28</b>	<b>294</b>	<b>474</b>
<b>Recoveries credited to loan and lease reserve</b>	<b>1,246</b>	<b>4</b>	<b>33</b>	<b>66</b>	<b>1,144</b>	<b>1,775</b>
<b>Loans secured by real estate</b>	<b>117</b>	<b>1</b>	<b>5</b>	<b>9</b>	<b>102</b>	<b>182</b>
1- to 4-family residential mortgages	48	0	2	2	43	70
Home equity loans	27	0	0	1	26	35
Multifamily residential mortgages	5	0	0	0	4	7
Commercial RE loans	23	0	2	5	15	47
Construction RE loans	7	0	0	0	6	12
Farmland loans	2	0	0	1	1	3
RE loans from foreign offices	6	0	0	0	6	6
<b>Commercial and industrial loans</b>	<b>312</b>	<b>1</b>	<b>10</b>	<b>15</b>	<b>286</b>	<b>427</b>
<b>Loans to individuals</b>	<b>713</b>	<b>2</b>	<b>14</b>	<b>37</b>	<b>660</b>	<b>1,016</b>
Credit cards	275	0	5	7	263	443
Installment loans and other plans	438	2	9	30	397	572
<b>All other loans and leases</b>	<b>105</b>	<b>1</b>	<b>4</b>	<b>4</b>	<b>96</b>	<b>151</b>



FINANCIAL PERFORMANCE OF NATIONAL BANKS

Year-to-date net loan and lease losses of national banks by asset size  
Through December 31, 2006  
(Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>Number of institutions reporting</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
<b>Net charge-offs to loan and lease reserve</b>	<b>17,786</b>	<b>37</b>	<b>335</b>	<b>493</b>	<b>16,921</b>	<b>23,207</b>
<b>Loans secured by real estate</b>	<b>1,581</b>	<b>8</b>	<b>67</b>	<b>90</b>	<b>1,415</b>	<b>2,493</b>
1- to 4-family residential mortgages	785	4	26	32	722	1,096
Home equity loans	525	1	4	10	510	711
Multifamily residential mortgages	7	0	1	6	0	32
Commercial RE loans	104	3	24	29	48	335
Construction RE loans	83	1	11	12	60	231
Farmland loans	13	(0)	1	1	12	20
RE loans from foreign offices	63	0	0	0	63	68
<b>Commercial and industrial loans</b>	<b>2,022</b>	<b>16</b>	<b>89</b>	<b>165</b>	<b>1,752</b>	<b>3,102</b>
<b>Loans to individuals</b>	<b>13,683</b>	<b>11</b>	<b>162</b>	<b>189</b>	<b>13,321</b>	<b>16,834</b>
Credit cards	9,209	1	108	55	9,045	11,388
Installment loans and other plans	4,474	10	54	134	4,276	5,446
<b>All other loans and leases</b>	<b>500</b>	<b>2</b>	<b>17</b>	<b>49</b>	<b>432</b>	<b>778</b>
<b>Charge-offs to loan and lease reserve</b>	<b>23,975</b>	<b>57</b>	<b>465</b>	<b>732</b>	<b>22,721</b>	<b>31,571</b>
<b>Loans secured by real estate</b>	<b>2,086</b>	<b>12</b>	<b>89</b>	<b>121</b>	<b>1,864</b>	<b>3,243</b>
1- to 4-family residential mortgages	1,015	5	35	42	933	1,409
Home equity loans	628	1	5	13	609	847
Multifamily residential mortgages	23	0	1	7	15	53
Commercial RE loans	201	5	33	43	120	523
Construction RE loans	109	1	12	15	80	279
Farmland loans	18	0	2	2	14	33
RE loans from foreign offices	93	0	0	0	93	101
<b>Commercial and industrial loans</b>	<b>3,398</b>	<b>21</b>	<b>123</b>	<b>219</b>	<b>3,034</b>	<b>4,988</b>
<b>Loans to individuals</b>	<b>17,472</b>	<b>19</b>	<b>220</b>	<b>322</b>	<b>16,912</b>	<b>21,865</b>
Credit cards	11,095	1	128	86	10,880	13,941
Installment loans and other plans	6,377	17	92	236	6,032	7,924
<b>All other loans and leases</b>	<b>1,019</b>	<b>5</b>	<b>33</b>	<b>70</b>	<b>910</b>	<b>1,475</b>
<b>Recoveries credited to loan and lease reserve</b>	<b>6,189</b>	<b>20</b>	<b>130</b>	<b>239</b>	<b>5,800</b>	<b>8,364</b>
<b>Loans secured by real estate</b>	<b>505</b>	<b>4</b>	<b>21</b>	<b>32</b>	<b>449</b>	<b>750</b>
1- to 4-family residential mortgages	230	1	9	9	211	313
Home equity loans	103	0	1	3	99	136
Multifamily residential mortgages	16	0	0	1	14	21
Commercial RE loans	96	2	9	14	72	188
Construction RE loans	25	0	1	3	20	47
Farmland loans	5	0	1	1	2	13
RE loans from foreign offices	30	0	0	0	30	32
<b>Commercial and industrial loans</b>	<b>1,375</b>	<b>5</b>	<b>34</b>	<b>54</b>	<b>1,282</b>	<b>1,886</b>
<b>Loans to individuals</b>	<b>3,790</b>	<b>8</b>	<b>58</b>	<b>133</b>	<b>3,590</b>	<b>5,031</b>
Credit cards	1,886	1	20	31	1,835	2,553
Installment loans and other plans	1,903	7	38	102	1,756	2,478
<b>All other loans and leases</b>	<b>519</b>	<b>3</b>	<b>16</b>	<b>20</b>	<b>479</b>	<b>697</b>

FINANCIAL PERFORMANCE OF NATIONAL BANKS

Number of national banks by state and asset size  
December 31, 2006

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>All institutions</b>	<b>1,715</b>	<b>620</b>	<b>924</b>	<b>126</b>	<b>45</b>	<b>7,402</b>
Alabama	22	10	11	0	1	148
Alaska	2	1	0	1	0	5
Arizona	18	8	7	3	0	52
Arkansas	33	5	25	3	0	149
California	67	14	39	12	2	279
Colorado	39	18	16	5	0	153
Connecticut	9	1	7	0	1	24
Delaware	8	1	3	1	3	26
District of Columbia	3	0	3	0	0	5
Florida	59	8	45	6	0	269
Georgia	44	9	35	0	0	333
Hawaii	1	0	1	0	0	7
Idaho	2	1	1	0	0	16
Illinois	146	54	83	7	2	592
Indiana	25	4	13	8	0	122
Iowa	42	16	25	1	0	383
Kansas	91	54	33	4	0	346
Kentucky	36	12	24	0	0	198
Louisiana	14	2	10	0	2	139
Maine	3	0	0	2	1	15
Maryland	11	1	9	1	0	65
Massachusetts	11	2	8	0	1	38
Michigan	21	8	12	0	1	154
Minnesota	95	50	41	3	1	426
Mississippi	17	3	11	3	0	92
Missouri	42	19	18	4	1	337
Montana	15	10	5	0	0	80
Nebraska	57	32	23	2	0	244
Nevada	8	2	1	3	2	35
New Hampshire	2	1	0	1	0	10
New Jersey	19	1	12	5	1	69
New Mexico	14	2	9	3	0	47
New York	51	10	29	9	3	130
North Carolina	4	0	1	1	2	77
North Dakota	13	6	5	2	0	93
Ohio	75	29	36	3	7	176
Oklahoma	78	34	42	1	1	258
Oregon	2	0	1	0	1	38
Pennsylvania	58	10	38	7	3	159
Rhode Island	3	2	0	1	0	7
South Carolina	21	3	16	2	0	72
South Dakota	17	6	9	0	2	85
Tennessee	24	2	18	3	1	183
Texas	286	137	132	15	2	608
Utah	5	1	2	0	2	63
Vermont	8	1	7	0	0	14
Virginia	25	6	16	2	1	111
Washington	10	5	5	0	0	82
West Virginia	11	6	4	1	0	64
Wisconsin	36	9	25	1	1	265
Wyoming	12	4	8	0	0	42
U.S. territories	0	0	0	0	0	17

FINANCIAL PERFORMANCE OF NATIONAL BANKS

**Total assets of national banks by state and asset size**  
**December 31, 2006**  
(Dollar figures in millions)

	All national banks	National banks				Memoranda: All commercial banks
		Less than \$100 million	\$100 million to \$1 billion	\$1 billion to \$10 billion	Greater than \$10 billion	
<b>All institutions</b>	<b>\$6,829,269</b>	<b>\$35,139</b>	<b>\$265,391</b>	<b>\$362,436</b>	<b>\$6,166,303</b>	<b>\$10,090,626</b>
Alabama	26,226	758	2,737	0	22,731	228,244
Alaska	2,331	57	0	2,273	0	3,836
Arizona	11,781	260	1,961	9,560	0	17,961
Arkansas	11,655	208	6,816	4,630	0	46,379
California	124,085	812	9,197	47,442	66,634	350,444
Colorado	12,909	930	4,395	7,583	0	43,935
Connecticut	20,207	96	3,264	0	16,848	22,035
Delaware	402,100	51	803	3,760	397,486	452,695
District of Columbia	679	0	679	0	0	998
Florida	40,907	531	13,961	26,415	0	113,045
Georgia	9,875	481	9,394	0	0	276,308
Hawaii	478	0	478	0	0	29,366
Idaho	403	45	358	0	0	5,355
Illinois	170,874	2,869	23,050	30,158	114,797	338,860
Indiana	23,994	198	4,285	19,511	0	60,135
Iowa	9,634	929	6,739	1,965	0	50,578
Kansas	20,979	2,909	10,944	7,125	0	47,038
Kentucky	5,982	779	5,203	0	0	42,966
Louisiana	43,945	78	2,894	0	40,973	71,174
Maine	42,410	0	0	2,828	39,582	46,424
Maryland	3,646	90	2,104	1,453	0	44,149
Massachusetts	12,437	110	2,093	0	10,235	172,426
Michigan	53,269	383	3,134	0	49,752	209,939
Minnesota	40,215	2,737	9,662	13,067	14,749	76,050
Mississippi	14,364	211	2,569	11,584	0	49,824
Missouri	34,272	1,195	5,671	13,515	13,891	99,413
Montana	1,791	580	1,211	0	0	16,748
Nebraska	15,934	1,631	5,068	9,235	0	34,985
Nevada	1,036,335	127	146	5,559	1,030,504	1,069,105
New Hampshire	1,630	56	0	1,573	0	3,943
New Jersey	33,496	69	4,014	17,048	12,364	60,113
New Mexico	7,194	61	2,126	5,007	0	14,732
New York	77,426	730	10,243	22,783	43,670	392,675
North Carolina	1,716,953	0	914	1,792	1,714,247	1,905,773
North Dakota	8,014	345	2,009	5,660	0	17,252
Ohio	1,732,012	1,731	12,418	7,095	1,710,769	1,821,270
Oklahoma	29,150	1,989	10,709	2,086	14,366	55,702
Oregon	14,394	0	238	0	14,156	34,844
Pennsylvania	192,666	631	13,150	21,348	157,538	247,375
Rhode Island	9,125	76	0	9,048	0	26,924
South Carolina	11,837	205	5,485	6,147	0	37,382
South Dakota	482,946	241	4,274	0	478,432	497,503
Tennessee	48,640	176	5,780	5,076	37,608	83,472
Texas	97,923	7,816	33,419	33,022	23,666	181,833
Utah	28,488	96	455	0	27,937	220,895
Vermont	1,724	29	1,694	0	0	7,032
Virginia	103,719	394	6,953	3,535	92,837	168,892
Washington	2,065	299	1,766	0	0	44,796
West Virginia	4,077	425	1,149	2,503	0	20,334
Wisconsin	29,996	537	7,879	1,048	20,532	120,761
Wyoming	2,078	177	1,900	0	0	6,614
U.S. territories	0	0	0	0	0	100,091