As filed with the Securities and Exchange Commission on July 15, 2015

# UNITED STATES
# SECURITIES AND EXCHANGE COMMISSION
**WASHINGTON, D.C. 20549**

# FORM 8-K

**CURRENT REPORT**
**PURSUANT TO SECTION 13 OR 15(d) OF THE**
**SECURITIES EXCHANGE ACT OF 1934**

Date of Report (Date of earliest event reported):
July 15, 2015

# BANK OF AMERICA CORPORATION
**(Exact name of registrant as specified in its charter)**

| Delaware | 1-6523 | 56-0906609 |
| --- | --- | --- |
| (State or Other Jurisdiction of Incorporation) | (Commission File Number) | (IRS Employer Identification No.) |

**100 North Tryon Street**
**Charlotte, North Carolina 28255**
**(Address of principal executive offices)**

**(704) 386-5681**
**(Registrant's telephone number, including area code)**

**Not Applicable**
**(Former name or former address, if changed since last report)**

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

**ITEM 2.02. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.**

On July 15, 2015, Bank of America Corporation (the "Corporation") announced financial results for thesecond quarter ended June 30, 2015, reporting second quarter net income of $5.3 billion or $0.45 per diluted share. A copy of the press release announcing the Corporation's results for thesecond quarter ended June 30, 2015 (the "Press Release") is attached hereto as Exhibit 99.1 and is incorporated by reference in this Item 2.02. The Press Release is available on the Corporation's website.

The information provided in Item 2.02 of this report, including Exhibit 99.1, shall be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended.

**ITEM 7.01. REGULATION FD DISCLOSURE.**

On July 15, 2015, the Corporation will hold an investor conference call and webcast to discuss financial results for thesecond quarter ended June 30, 2015, including the Press Release and other matters relating to the Corporation.

The Corporation has also made available on its website presentation materials containing certain historical and forward-looking information relating to the Corporation (the "Presentation Materials") and materials that contain additional information about the Corporation's financial results for the quarter ended June 30, 2015 (the "Supplemental Information"). The Presentation Materials and the Supplemental Information are furnished herewith as Exhibit 99.2 and Exhibit 99.3, respectively, and are incorporated by reference in this Item 7.01. All information in Exhibits 99.2 and 99.3 is presented as of the particular date or dates referenced therein, and the Corporation does not undertake any obligation to, and disclaims any duty to, update any of the information provided.

The information provided in Item 7.01 of this report, including Exhibits 99.2 and 99.3, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, nor shall the information or Exhibits 99.2 or 99.3 be deemed incorporated by reference in any filings under the Securities Act of 1933, as amended.

**ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.**

**(d) Exhibits.**

Exhibit 99.1 is filed herewith. Exhibits 99.2 and 99.3 are furnished herewith.

| EXHIBIT NO. | DESCRIPTION OF EXHIBIT |
|---|---|
| 99.1 | The Press Release |
| 99.2 | The Presentation Materials |
| 99.3 | The Supplemental Information |

## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Corporation has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**BANK OF AMERICA CORPORATION**

| | |
|---|---|
| By: | /s/ Rudolf A. Bless |
| | Rudolf A. Bless |
| | Chief Accounting Officer |

Dated: July 15, 2015

## INDEX TO EXHIBITS

| EXHIBIT NO. | DESCRIPTION OF EXHIBIT |
|---|---|
| 99.1 | The Press Release |
| 99.2 | The Presentation Materials |
| 99.3 | The Supplemental Information |

July 15, 2015

Investors May Contact:
Lee McEntire, Bank of America, 1.980.388.6780
Jonathan Blum, Bank of America (Fixed Income), 1.212.449.3112

Reporters May Contact:
Jerry Dubrowski, Bank of America, 1.980.388.2840
jerome.f.dubrowski@bankofamerica.com

**Bank of America Reports Second-quarter 2015 Net Income of $5.3 Billion, or $0.45 per Diluted Share**

**Results Include $0.7 Billion ($0.04 per Share) in Favorable Market-related Net Interest Income Adjustments**

**Noninterest Expense Declines to $13.8 Billion; Lowest Level Since Q4-08**

***Continued Business Momentum***

- *Consumer Banking Deposits (EOP) up $33 Billion, or 6 Percent, From Q2-14 to $547 Billion*
- *Residential Mortgage and Home Equity Loan Originations up 40 Percent From Q2-14 to $19.2 Billion*
- *1.3 Million New Credit Cards Issued; Highest Level Since Q3-08*
- *Merrill Edge Brokerage Assets up 15 Percent From Q2-14 to $122 Billion*
- *Wealth Management Asset Management Fees up 9 Percent From Q2-14 to $2.1 Billion*
- *Global Banking Loan Balances (EOP) up 7 Percent From Q2-14 to $307 Billion*
- *Generated Firmwide Investment Banking Fees of $1.5 Billion and Sales and Trading Revenues, Excluding Net DVA, of $3.3 Billion*(A)

***Continued Progress on Expense Management; Credit Quality Remains Strong***

- *Noninterest Expense, Excluding Litigation, Down 6 Percent From Q2-14 to $13.6 Billion*(B)
- *Legacy Assets and Servicing Noninterest Expense, Excluding Litigation, Decreased 37 Percent from Q2-14 to $0.9 Billion*(C)
- *Number of 60+ Days Delinquent First Mortgage Loans Serviced by Legacy Assets and Servicing Declined 50 Percent From Q2-14 to 132,000 Loans*
- *Adjusted Net Charge-offs Down 26 Percent From Q2-14 to $929 Million*(D)

***Record Capital and Liquidity Levels***

- *Common Equity Tier 1 Capital (Fully Phased-in) Increased to Record $148.3 Billion*(E)
- *Record Global Excess Liquidity Sources of $484 Billion, up $53 Billion From Q2-14; Time-to-required Funding at 40 Months*(F)
- *Tangible Book Value per Share Increased 5 Percent From Q2-14 to $15.02 per Share*(G)
- *Book Value per Share Increased 4 Percent From Q2-14 to $21.91 per Share*
- *Return on Average Assets 0.99 Percent; Return on Average Tangible Common Equity 12.8 Percent; $1.3 Billion Returned to Shareholders in Q2-15 Through Repurchases and Dividends*(H)

CHARLOTTE — Bank of America Corporation today reported net income of $5.3 billion, or $0.45 per diluted share, for the second quarter of 2015, compared to $2.3 billion, or $0.19 per share, in the year-ago period. Revenue, net of interest expense, on an FTE basis, rose $385 million, or 2 percent, from the second quarter of 2014 to $22.3 billion(I).

Net interest income for the most recent quarter included $669 million ($0.04 per share) in positive market-related adjustments, primarily from the company's debt securities portfolio, due to the impact of higher long-term interest rates. This compares with $175 million in negative market-related adjustments in the year-ago quarter.

“Solid core loan growth, higher mortgage originations and the lowest expenses since 2008 contributed to our strongest earnings in several years, as we continued to build broader and deeper relationships with our customers and clients,” said Chief Executive Officer Brian Moynihan. “We also benefited from the improvement in the U.S. economy, where we are particularly well positioned.

"Also, we continued to deliver value for our shareholders by increasing tangible book value and returning $1.3 billion in capital through common stock repurchases and dividends."

"We strengthened an already strong and highly liquid balance sheet this quarter," said Chief Financial Officer Bruce Thompson. "We improved capital and liquidity to record levels. Equally important, we put our balance sheet to work this quarter, growing core loan balances while maintaining strong risk underwriting."

### Selected Financial Highlights

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions, except per share data)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| Net interest income, FTE basis [1] | **$ 10,716** | $ 9,670 | $ 10,226 |
| Noninterest income | **11,629** | 11,751 | 11,734 |
| **Total revenue, net of interest expense, FTE basis [1]** | **22,345** | 21,421 | 21,960 |
| Provision for credit losses | **780** | 765 | 411 |
| Noninterest expense[2] | **13,818** | 15,695 | 18,541 |
| **Net income** | **$ 5,320** | $ 3,357 | $ 2,291 |
| Diluted earnings per common share | **$ 0.45** | $ 0.27 | $ 0.19 |

[1] Fully taxable-equivalent (FTE) basis is a non-GAAP financial measure. For reconciliations to GAAP financial measures, refer to pages 22-24 of this press release. Net interest income on a GAAP basis was $10.5 billion, $9.5 billion and $10.0 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Total revenue, net of interest expense, on a GAAP basis was $22.1 billion, $21.2 billion and $21.7 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

[2] Noninterest expense includes litigation expense of $175 million, $370 million and $4.0 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

Net interest income, on an FTE basis, was $10.7 billion in the second quarter of 2015, up 5 percent, or $490 million, from the year-ago quarter. The improvement was driven by the market-related adjustments mentioned above, lower long-term debt balances, deposit growth and commercial loan growth. This was partially offset by lower consumer loan balances and lower yields. Excluding the impact of the market-related adjustments, net interest income was $10.0 billion in the second quarter of 2015, compared to $10.2 billion in the prior quarter and $10.4 billion in the year-ago quarter(I).

Noninterest income was down $105 million from the year-ago quarter to $11.6 billion as higher mortgage banking income and higher investment and brokerage services income were more than offset by lower equity investment income, reduced gains on sales of debt securities, and modest declines in sales and trading revenue and investment banking fees. Noninterest income for the second quarter of 2015 also included $346 million in pretax gains on sales of consumer real estate loans, compared to $170 million in pretax gains in the year-ago quarter.

The provision for credit losses increased $369 million from the second quarter of 2014 to $780 million. Adjusted for the impact of the August 2014 U.S. Department of Justice (DoJ) settlement (previously reserved for) and recoveries from nonperforming loan sales, net charge-offs declined $329 million, or 26 percent, from the second quarter of 2014 to $929 million, with the adjusted net charge-off ratio falling to 0.43 percent in the second quarter of 2015 from 0.56 percent in the year-ago quarter[(D)]. The decline in net charge-offs was driven by an improvement in consumer portfolio trends. In the second quarter of 2015, the reserve release was $288 million, including the utilization of previously accrued DoJ reserves, compared to a reserve release of $662 million in the second quarter of 2014.

Noninterest expense declined $4.7 billion, or 25 percent, from the second quarter of 2014 to $13.8 billion. Excluding litigation expense of $175 million in the second quarter of 2015 and $4.0 billion in the year-ago quarter, noninterest expense decreased 6 percent from the year-ago quarter to $13.6 billion, reflecting continued progress on Legacy Assets and Servicing (LAS) cost initiatives, and good expense control[(B)].

The effective tax rate for the second quarter of 2015 was 29.2 percent.

## Business Segment Results

The company reports results through five business segments: Consumer Banking, Global Wealth and Investment Management (GWIM), Global Banking, Global Markets and Legacy Assets and Servicing (LAS), with the remaining operations recorded in All Other.

## Consumer Banking

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis** | **$ 7,544** | $ 7,450 | $ 7,649 |
| Provision for credit losses | **506** | 716 | 550 |
| Noninterest expense | **4,321** | 4,389 | 4,505 |
| **Net income** | **$ 1,704** | $ 1,475 | $ 1,634 |
| Return on average allocated capital [1] | **24%** | 21% | 22% |
| Average loans | **$ 201,703** | $ 199,581 | $ 195,413 |
| Average deposits | **545,454** | 531,365 | 514,137 |
| **At period-end** | | | |
| Brokerage assets | **$ 121,961** | $ 118,492 | $ 105,926 |

[1] Return on average allocated capital is a non-GAAP financial measure. The company believes the use of this non-GAAP financial measure provides additional clarity in assessing the results of the segments. Other companies may define or calculate this measure differently. For reconciliation to GAAP financial measures, refer to pages 22-24 of this press release.

**Business Highlights**

- Average deposit balances increased $31.3 billion, or 6 percent, from the year-ago quarter to $545.5 billion.
- The company originated $16.0 billion in first-lien residential mortgage loans and $3.2 billion in home equity loans in the second quarter of 2015, compared to $11.1 billion and $2.6 billion, respectively, in the year-ago quarter.
- Client brokerage assets increased $16.0 billion, or 15 percent, from the year-ago quarter to $122.0 billion, driven primarily by strong account flows and improved market valuations.
- The company issued 1.3 million new consumer credit cards in the second quarter of 2015, the highest number since the third quarter of 2008 and up from the 1.1 million cards issued in the year-ago quarter.
- The number of mobile banking customers increased to 17.6 million users, and 13 percent of all deposit transactions by consumers were done through mobile devices, compared to 10 percent in the year-ago quarter.

**Financial Overview**

Consumer Banking reported net income of $1.7 billion, up 4 percent from the year-ago quarter, as the business reduced expenses for the fourth consecutive quarter and asset quality continued to improve. These factors were partially offset by a decline in net interest income.

Revenue was down 1 percent from the second quarter of 2014 to $7.5 billion, as the allocation of asset liability management (ALM) activities and lower card yields and card loan balances were partially offset by higher noninterest income. Noninterest income of $2.6 billion was up 2 percent, driven by higher card income and higher mortgage banking income.

The provision for credit losses decreased $44 million from the year-ago quarter to $506 million, driven by continued improvement in credit quality within the credit card and consumer vehicle lending portfolios.

Noninterest expense decreased 4 percent from the second quarter of 2014 to $4.3 billion, as the company continued to optimize its delivery network. Driven by the continued growth in mobile banking and other self-service customer touchpoints, the company continued to refine its retail footprint, closing or divesting 267 locations and adding 33 locations since the second quarter of 2014, resulting in a total of 4,789 financial centers at the end of the second quarter of 2015.

Return on average allocated capital was 24 percent in the second quarter of 2015, compared to 22 percent in the second quarter of 2014.

## Global Wealth and Investment Management (GWIM)

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis** | **$ 4,573** | $ 4,517 | $ 4,589 |
| Provision for credit losses | **15** | 23 | (8 ) |
| Noninterest expense | **3,457** | 3,459 | 3,445 |
| **Net income** | **$ 690** | $ 651 | $ 726 |
| Return on average allocated capital [1] | **23 %** | 22 % | 24 % |
| Average loans and leases | **$ 130,270** | $ 126,129 | $ 118,512 |
| Average deposits | **239,974** | 243,561 | 240,042 |
| **At period-end** *(dollars in billions)* | | | |
| Assets under management | **$ 930** | $ 917 | $ 879 |
| Total client balances [2] | **2,522** | 2,510 | 2,468 |

[1] Return on average allocated capital is a non-GAAP financial measure. The company believes the use of this non-GAAP financial measure provides additional clarity in assessing the results of the segments. Other companies may define or calculate this measure differently. For reconciliation to GAAP financial measures, refer to pages 22-24 of this press release.

[2] Total client balances is defined as assets under management, client brokerage assets, assets in custody, client deposits and loans (including margin receivables).

### Business Highlights

- Total client balances increased $53.5 billion from the year-ago quarter to more than $2.5 trillion, driven by net inflows.
- Second-quarter 2015 long-term assets under management (AUM) flows of $8.6 billion were the 24th consecutive quarter of positive flows.
- Asset management fees increased 9 percent from the second quarter of 2014 to $2.1 billion.
- Average loan balances increased 10 percent from the year-ago quarter to $130.3 billion, marking the 21st consecutive quarter of loan balance growth.
- The number of wealth advisors increased by 1,077 advisors from the year-ago quarter to 17,798. This includes an additional 333 advisors in Consumer Banking as the company continues to expand its specialist network to broaden and deepen client relationships.

### Financial Overview

Global Wealth and Investment Management reported net income of $690 million, compared to $726 million in the second quarter of 2014. Revenue was relatively stable at $4.6 billion, as a 9 percent increase in asset management fees and higher net interest income from loan growth were offset by the impact of the company's allocation of ALM activities on net interest income, and lower transactional revenue. The second-quarter 2015 pretax margin was relatively constant at 24 percent.

Noninterest expense of $3.5 billion was relatively unchanged compared to the year-ago quarter due to an increase in personnel costs driven by higher revenue-related incentive compensation and investment in client-facing professionals, offset by lower support costs. The provision for credit losses increased $23 million from the year-ago quarter to $15 million.

Return on average allocated capital was 23 percent in the second quarter of 2015, compared to 24 percent in the year-ago quarter.

### Global Banking

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis** | **$ 4,115** | $ 4,278 | $ 4,438 |
| Provision for credit losses | **177** | 96 | 136 |
| Noninterest expense | **1,941** | 2,010 | 2,007 |
| **Net income** | **$ 1,251** | $ 1,366 | $ 1,445 |
| Return on average allocated capital [1] | **14%** | 16% | 17% |
| Average loans and leases | **$ 300,631** | $ 289,522 | $ 287,795 |
| Average deposits | **288,117** | 286,434 | 284,947 |

1 Return on average allocated capital is a non-GAAP financial measure. The company believes the use of this non-GAAP financial measure provides additional clarity in assessing the results of the segments. Other companies may define or calculate this measure differently. For reconciliation to GAAP financial measures, refer to pages 22-24 of this press release.

### Business Highlights

- Bank of America Merrill Lynch generated firmwide investment banking fees of $1.5 billion, excluding self-led deals, in the second quarter of 2015, maintaining its No. 3 global ranking[J].

- Bank of America Merrill Lynch was ranked among the top three global financial institutions in leveraged loans, asset-backed securities, convertible debt, investment grade corporate debt, syndicated loans, announced mergers and acquisitions and debt capital markets during the second quarter of 2015[J].

- Average loan and lease balances increased $12.8 billion, or 4 percent, from the year-ago quarter, to $300.6 billion, largely due to growth in the commercial and industrial loan portfolio.

- In July, Euromoney magazine announced that Bank of America Merrill Lynch won the highest number of global awards, including being named Best Global Loan House and Best Global Transaction Services House in the Euromoney 2015 Awards for Excellence.

**Financial Overview**

Global Banking reported net income of $1.3 billion in the second quarter of 2015, generating a return on average allocated capital of 14 percent. The quarter included strong loan growth, deposit growth and solid investment banking income, although down from a strong year-ago quarter. This compares with net income of $1.4 billion and a return on average allocated capital of 17 percent in the year-ago quarter.

Within revenue, net interest income was down $229 million, reflecting the impact of the company's allocation of ALM activities and liquidity costs as well as compression in loan spreads. This was offset in part by loan growth. Total corporation investment banking fees, excluding self-led deals, declined to $1.5 billion in the second quarter from a strong year-ago quarter of $1.6 billion, with higher advisory fees more than offset by a decline in equity issuance fees from record levels a year ago.

The provision for credit losses increased $41 million from the year-ago quarter to $177 million in line with higher loan balances as compared to the year-ago quarter. Noninterest expense decreased $66 million, or 3 percent, from the year-ago quarter to $1.9 billion, reflecting lower litigation expense and other technology initiative costs, partly offset by investment in client-facing personnel.

**Global Markets**

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis** | **$ 4,259** | $ 4,614 | $ 4,599 |
| **Total revenue, net of interest expense, FTE basis, excluding net DVA** [1] | **4,157** | 4,595 | 4,530 |
| Provision for credit losses | **6** | 21 | 20 |
| Noninterest expense | **2,723** | 3,131 | 2,875 |
| **Net income** | **$ 993** | $ 945 | $ 1,102 |
| Return on average allocated capital [2] | **11%** | 11% | 13% |
| Total average assets | **$ 602,732** | $ 598,595 | $ 617,156 |

[1] Represents a non-GAAP financial measure. Net DVA gains were $102 million, $19 million and $69 million for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

[2] Return on average allocated capital is a non-GAAP financial measure. The company believes the use of this non-GAAP financial measure provides additional clarity in assessing the results of the segments. Other companies may define or calculate this measure differently. For reconciliation to GAAP financial measures, refer to pages 22-24 of this press release.

**Business Highlights**

- Equities sales and trading revenue, excluding net DVA, increased 13 percent from the year-ago quarter to $1.2 billion, largely driven by increased client activity in the Asia-Pacific region and strong performance in derivatives[(K)].

**Financial Overview**

Global Markets reported net income of $993 million in the second quarter of 2015, compared to $1.1 billion in the year-ago quarter, reflecting lower gains on an equity investment (not included in sales and trading) and, to a lesser degree, lower sales and trading revenue. This was offset in part by reduced noninterest expense.

Revenue decreased $340 million, or 7 percent, from the year-ago quarter to $4.3 billion. Excluding net DVA, revenue decreased $373 million, or 8 percent, to $4.2 billion(L). Net DVA gains were $102 million, compared to $69 million in the year-ago quarter.

Fixed Income, Currencies and Commodities sales and trading revenue, excluding net DVA, decreased 9 percent from the year-ago quarter, due to declines in credit-related businesses, offset in part by an improvement in macro products on increased client activity(M). Equities sales and trading revenue, excluding net DVA, increased 13 percent from the year-ago quarter, reflecting increased client activity in the Asia-Pacific region and strong performance in derivatives(K).

Noninterest expense of $2.7 billion decreased $152 million from the year-ago quarter, driven by a reduction in revenue-related incentive compensation and lower support costs.

Return on average allocated capital was 11 percent in the second quarter of 2015, compared to 13 percent in the year-ago quarter.

### Legacy Assets and Servicing (LAS)

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis** | **$ 1,089** | $ 914 | $ 800 |
| Provision for credit losses | **57** | 91 | (39) |
| Noninterest expense[1] | **961** | 1,203 | 5,234 |
| **Net income (loss)** | **$ 45** | $ (239) | $ (2,741) |
| Average loans and leases | **30,897** | 32,411 | 36,705 |
| **At period-end** | | | |
| Loans and leases | **$ 30,024** | $ 31,690 | $ 35,984 |

[1] Noninterest expense includes litigation expense of $59 million, $179 million and $3.8 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014.

### Business Highlights

- The number of 60+ days delinquent first mortgage loans serviced by LAS declined to 132,000 loans at the end of the second quarter of 2015, down 21,000 loans, or 14 percent, from the prior quarter and down 131,000 loans, or 50 percent, from the year-ago quarter.
- Noninterest expense, excluding litigation, was $902 million in the second quarter of 2015, down from $1.0 billion in the first quarter of 2015 and $1.4 billion in the second quarter of 2014(C).

### Financial Overview

Legacy Assets and Servicing reported net income of $45 million in the second quarter of 2015, compared to a loss of $2.7 billion for the same period in 2014, driven by lower expenses, primarily litigation expense, and a benefit in the provision for representations and warranties.

The most recent quarter included a net benefit of $204 million in representations and warranty provision, driven by a recent court ruling involving the New York statute of limitations on filing representations and warranties claims. Excluding representations and warranties provision (benefit) in both periods, revenue was relatively unchanged from the second quarter of 2014 with improved MSR net-of-hedge performance, mostly offset by lower servicing fees due to a smaller servicing portfolio.

The provision for credit losses increased $96 million from the year-ago quarter to $57 million as the company continues to release reserves but at a slower pace than in the year-ago quarter.

Noninterest expense decreased $4.3 billion from the year-ago quarter to $961 million primarily due to a decrease in litigation expense of $3.7 billion and lower default-related staffing and other default-related servicing expenses. Excluding litigation, noninterest expense declined $526 million, or 37 percent, to $902 million in the second quarter of 2015, as the number of 60+ days delinquent first mortgage loans serviced by LAS declined 50 percent to 132,000 loans[(C)].

**All Other[1]**

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Total revenue, net of interest expense, FTE basis [2]** | **$ 765** | $ (352) | $ (115) |
| Provision for credit losses | **19** | (182) | (248) |
| Noninterest expense | **415** | 1,503 | 475 |
| **Net income (loss)** | **$ 637** | $ (841) | $ 125 |
| Total average loans | **156,006** | 167,758 | 210,576 |

1 All Other consists of ALM activities, equity investments, the international consumer card business, liquidating businesses, residual expense allocations and other. ALM activities encompass residential mortgage securities, interest rate and foreign currency risk management activities including the residual net interest income allocation, the impact of certain allocation methodologies and accounting hedge ineffectiveness. Beginning with new originations in 2014, we retain certain residential mortgages in Consumer Banking, consistent with where the overall relationship is managed; previously such mortgages were in All Other. Additionally, certain residential mortgage loans that are managed by Legacy Assets & Servicing are held in All Other. The results of certain ALM activities are allocated to our business segments. Equity investments include our merchant services joint venture as well as Global Principal Investments which is comprised of a portfolio of equity, real estate and other alternative investments.

2 Revenue includes equity investment income of $11 million, $1 million and $95 million for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively, and gains on sales of debt securities of $162 million, $263 million and $382 million for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

All Other reported net income of $637 million in the second quarter of 2015, compared to $125 million for the same period a year ago.

Net interest income increased $875 million from the year-ago quarter, driven by the positive impact of market-related adjustments mentioned above on page 3. Noninterest income rose slightly from the year-ago quarter, reflecting higher gains on the sales of consumer real estate loans, offset by declines in equity investment income and lower gains on sales of debt securities in the second quarter of 2015.

The provision for credit losses increased $267 million from the second quarter of 2014 to $19 million, driven primarily by lower recoveries on nonperforming loan sales.

Noninterest expense declined $60 million primarily as a result of lower personnel costs compared with the year-ago quarter.

**Credit Quality**

| | Three Months Ended | | |
|---|---|---|---|
| *(Dollars in millions)* | **June 30 2015** | March 31 2015 | June 30 2014 |
| Provision for credit losses | **$ 780** | $ 765 | $ 411 |
| Net charge-offs[1] | **1,068** | 1,194 | 1,073 |
| Net charge-off ratio[1, 2] | **0.49%** | 0.56% | 0.48% |
| Net charge-off ratio, including PCI write-offs[2] | **0.62** | 0.70 | 0.55 |
| **At period-end** | | | |
| Nonperforming loans, leases and foreclosed properties | **$ 11,565** | $ 12,101 | $ 15,300 |
| Nonperforming loans, leases and foreclosed properties ratio[3] | **1.31%** | 1.39% | 1.70% |
| Allowance for loan and lease losses | **$ 13,068** | $ 13,676 | $ 15,811 |
| Allowance for loan and lease losses ratio[4] | **1.49%** | 1.57% | 1.75% |

1 Excludes write-offs of PCI loans of $290 million, $288 million and $160 million for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

2 Net charge-off ratios are calculated as annualized net charge-offs divided by average outstanding loans and leases during the period.

3 Nonperforming loans, leases and foreclosed properties ratios are calculated as nonperforming loans, leases and foreclosed properties divided by outstanding loans, leases and foreclosed properties at the end of the period.

4 Allowance for loan and lease losses ratio is calculated as allowance for loan and lease losses divided by loans and leases outstanding at the end of the period.

Note: Ratios do not include loans accounted for under the fair value option.

Credit quality continued to improve in thesecond quarter of 2015 with adjusted net charge-offs declining across most major portfolios when compared to the year-ago quarter. The balance of 30+ days performing delinquent loans, excluding fully insured loans, declined across all consumer portfolios from the year-ago quarter, remaining at record low levels in the U.S. credit card portfolio. Additionally, nonperforming loans, leases and foreclosed properties were down 24 percent from the year-ago period.

Net charge-offs were $1.1 billion in the second quarter of 2015, compared to $1.2 billion in the first quarter of 2015 and $1.1 billion in the second quarter of 2014. Adjusted for losses associated with the August 2014 DoJ settlement (previously reserved for) and recoveries from nonperforming loan sales, net charge-offs declined $329 million, or 26 percent, from the second quarter of 2014 to $929 million with the adjusted net charge-off ratio falling to 0.43 percent in the second quarter of 2015 from 0.56 percent in the year-ago quarter[(D)].

The provision for credit losses increased to $780 million in the second quarter of 2015 from $411 million in the second quarter of 2014 as the company continued to release reserves but at a slower pace than in the year-ago quarter and had a lower level of loan sale recoveries. During the second quarter of 2015, the reserve release was$288 million which includes the utilization of previously accrued DoJ reserves, compared to a reserve release of $662 million in the second quarter of 2014.

The allowance for loan and lease losses to annualized net charge-off coverage ratio was 3.05 times in the second quarter of 2015, compared with 3.67 times in the second quarter of 2014. The allowance for loan and lease losses to annualized net charge-off coverage ratio, excluding the impact of DoJ and recoveries on nonperforming loan sales, was 3.51 times in the second quarter of 2015, compared with 3.13 times in the second quarter of 2014[(D)].
Nonperforming loans, leases and foreclosed properties were $11.6 billion at June 30, 2015, a decrease from $12.1 billion at March 31, 2015 and $15.3 billion at June 30, 2014.

Within the commercial loan portfolio, reservable criticized loans increased 7 percent from the year-ago quarter due to certain downgrades in the company's oil and gas portfolio. However, the reservable criticized rate is still below pre-financial crisis levels.

### Capital and Liquidity Management[1,2,3]

| *(Dollars in billions)* | **At June 30 2015** | At March 31 2015 |
|---|---|---|
| **Basel 3 Transition (under Standardized approach)** | | |
| Common equity tier 1 capital - Basel 3 | **$ 158.3** | $ 155.4 |
| Risk-weighted assets | **1,407.5** | 1,405.3 |
| Common equity tier 1 capital ratio - Basel 3 | **11.2%** | 11.1% |
| **Basel 3 Fully Phased-in (under Standardized approach)** [3] | | |
| Common equity tier 1 capital - Basel 3 | **$ 148.3** | $ 147.2 |
| Risk-weighted assets | **1,433.0** | 1,430.7 |
| Common equity tier 1 capital ratio - Basel 3 | **10.3%** | 10.3% |

| *(Dollars in millions, except per share information)* | **At June 30 2015** | At March 31 2015 | At June 30 2014 |
|---|---|---|---|
| Tangible common equity ratio [4] | **7.6%** | 7.5% | 7.1% |
| Total shareholders' equity | **$ 251,659** | $ 250,188 | $ 237,411 |
| Common equity ratio | **10.7%** | 10.6% | 10.3% |
| Tangible book value per share [4] | **$ 15.02** | $ 14.79 | $ 14.24 |
| Book value per share | **21.91** | 21.66 | 21.16 |

1 Regulatory capital ratios are preliminary.
2 On January 1, 2014, the Basel 3 rules became effective, subject to transition provisions primarily related to regulatory deductions and adjustments impacting common equity tier 1 capital and tier 1 capital.
3 Basel 3 common equity tier 1 capital and risk-weighted assets on a fully phased-in basis are non-GAAP financial measures. For reconciliations to GAAP financial measures, refer to page 18 of this press release. The company's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized approach under the Basel 3 rules, assuming all relevant regulatory model approvals, except for the potential reduction to risk-weighted assets resulting from removal of the Comprehensive Risk Measure surcharge. For more information, refer to Endnote (E) on page 13.
4 Tangible common equity ratio and tangible book value per share are non-GAAP financial measures. For reconciliations to GAAP financial measures, refer to pages 22-24 of this press release.

The Common equity tier 1 capital ratio under the Basel 3 Standardized Transition approach was 11.2 percent at June 30, 2015 and 11.1 percent at March 31, 2015.

While the Basel 3 fully phased-in Standardized and fully phased-in Advanced approaches do not go into effect until 2018, the company is providing the following estimates for comparative purposes.

- The estimated Common equity tier 1 capital ratio under the Basel 3 Standardized approach on a fully phased-in basis was 10.3 percent at both June 30, 2015 and March 31, 2015[(E)].

- The estimated Common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis was 10.4 percent at June 30, 2015 and 10.1 percent at March 31, 2015[E].

As previously disclosed, U.S. banking regulators have requested modifications to certain wholesale (e.g., commercial) and other credit models to exit parallel run, which is estimated to negatively impact the Common equity tier 1 capital ratio. If the requested modifications to these models were included, the estimated Common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3 percent at June 30, 2015. The company is currently working with the U.S. banking regulators in order to exit parallel run.

At June 30, 2015, the estimated supplementary leverage ratio (SLR)[N] for the Bank Holding Company was approximately 6.3 percent, which exceeds the 5.0 percent minimum for bank holding companies, and the estimated SLR for the company's primary banking entity was approximately 7.0 percent at June 30, 2015, which exceeds the 6.0 percent "well capitalized" level.

At June 30, 2015, Global Excess Liquidity Sources totaled $484 billion, compared to $478 billion at March 31, 2015 and $431 billion at June 30, 2014[F]. Time-to-required funding was 40 months at June 30, 2015, compared to 37 months at March 31, 2015 and 38 months at June 30, 2014[F]. The Consolidated Liquidity Coverage Ratio at June 30, 2015 exceeds the fully phased-in 2017 minimum requirement[O].

Period-end common shares issued and outstanding were 10.47 billion at June 30, 2015 and 10.52 billion at both March 31, 2015 and June 30, 2014. The company repurchased a total of $775 million in common stock during the second quarter of 2015 at an average price of $15.93 per share.

Tangible book value per share[G] was $15.02 at June 30, 2015, compared to $14.79 at March 31, 2015 and $14.24 at June 30, 2014. Book value per share was $21.91 at June 30, 2015, compared to $21.66 at March 31, 2015 and $21.16 at June 30, 2014.

-----------------------------

End Notes

(A) Sales and trading revenue, excluding net DVA, is a non-GAAP financial measure. Net DVA gains were $102 million and $69 million for the three months ended June 30, 2015 and 2014, respectively.

(B) Noninterest expense, excluding litigation expense, is a non-GAAP financial measure. Noninterest expense on a GAAP basis was $13.8 billion, $15.7 billion and $18.5 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Noninterest expense, excluding litigation expense, was $13.6 billion, $15.3 billion and $14.6 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Litigation expense was $0.2 billion, $0.4 billion and $4.0 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. The first quarter of 2015 also included $1.0 billion in annual retirement-eligible incentive costs.

(C) Legacy Assets and Servicing (LAS) noninterest expense, excluding litigation, is a non-GAAP financial measure. LAS noninterest expense was $961 million, $1.2 billion and $5.2 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. LAS litigation expense was $59 million, $179 million and $3.8 billion in the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(D) Net charge-offs adjusted for the impact of the DoJ settlement of ($166) million, ($230) million and $0 previously reserved for and recoveries from nonperforming loan sales of $27 million, $40 million and $185 million for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014 are non-GAAP financial measures. On a GAAP basis, net charge-offs were $1.1 billion and the net charge-off ratio was 0.49 percent for the three months ended June 30, 2015, $1.2 billion and 0.56 percent for the three months ended March 31, 2015 and $1.1 billion and 0.48 percent for the three months ended June 30, 2014.

(E) Basel 3 common equity tier 1 capital and risk-weighted assets on a fully phased-in basis are non-GAAP financial measures. For reconciliation to GAAP financial measures, refer to page 18 of this press release. On January 1, 2014, the Basel 3 rules became effective, subject to transition provisions primarily related to regulatory deductions and adjustments impacting Common Equity Tier 1 (CET1) capital and Tier 1 capital. Basel 3 Advanced approaches estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated Common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3 percent at June 30, 2015. The company is currently working with the U.S. banking regulators in order to exit parallel run.

(F) Global Excess Liquidity Sources include cash and high-quality, liquid, unencumbered securities, limited to U.S. government securities, U.S. agency securities, U.S. agency MBS, and a select group of non-U.S. government and supranational securities, and are readily available to meet funding requirements as they arise. It does not include Federal Reserve Discount Window or Federal Home Loan Bank borrowing capacity. Transfers of liquidity from the bank or other regulated entities are subject to certain regulatory restrictions. Time-to-required funding is a debt coverage measure and is expressed as the number of months unsecured holding company obligations of Bank of America Corporation can be met using only its Global Excess Liquidity Sources without issuing debt or sourcing additional liquidity. We define unsecured contractual obligations for purposes of this metric as maturities of senior or subordinated debt issued or guaranteed by Bank of America Corporation. We have included in the amount of unsecured contractual obligations the $8.6 billion liability, including estimated costs, for settlements, primarily for the previously announced BNY Mellon private-label securitization settlement.

(G) Tangible book value per share of common stock is a non-GAAP financial measure. Other companies may define or calculate this measure differently. Book value per share was $21.91 at June 30, 2015, compared to $21.66 at March 31, 2015 and $21.16 at June 30, 2014. For more information, refer to pages 22-24 of this press release.

(H) Return on average tangible common equity is a non-GAAP financial measure. We believe the use of this non-GAAP financial measure provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate this measure differently. Return on average common equity was 8.75 percent in the second quarter of 2015.

(I) Fully taxable-equivalent (FTE) basis is a non-GAAP financial measure. For reconciliation to GAAP financial measures, refer to pages 22-24 of this press release. Net interest income on a GAAP basis was $10.5 billion, $9.5 billion and $10.0 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Net interest income on an FTE basis excluding market-related adjustments represents a non-GAAP financial measure. Market-related adjustments of premium amortization expense and hedge ineffectiveness were $0.7 billion, ($0.5) billion, and ($0.2) billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Total revenue, net of interest expense, on a GAAP basis was $22.1 billion, $21.2 billion and $21.7 billion for the three months ended June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(J) Rankings per Dealogic as of July 6, 2015 for the quarter ended June 30, 2015.

(K) Equities sales and trading revenue, excluding net DVA, is a non-GAAP financial measure. Equities net DVA gains were $20 million and $13 million for the three months ended June 30, 2015 and 2014.

(L) Global Markets revenue, excluding net DVA, is a non-GAAP financial measure. Net DVA gains were $102 million and $69 million for the three months ended June 30, 2015 and 2014, respectively.

(M) FICC sales and trading revenue, excluding net DVA, is a non-GAAP financial measure. FICC net DVA gains were $82 million and $56 million for the three months ended June 30, 2015 and June 30, 2014, respectively.

(N) The supplementary leverage ratio is based on estimates from our current understanding of finalized rules issued by banking regulators on September 3, 2014. The estimated ratio is measured using quarter-end Tier 1 capital, as the numerator, calculated under Basel 3 on a fully phased-in basis. The denominator is supplementary leverage exposure based on the daily average of the sum of on-balance sheet exposures less permitted Tier 1 deductions, as well as the simple average of certain off-balance sheet exposures, as of the end of each month in a quarter. Off-balance sheet exposures include lending commitments, letters of credit, OTC derivatives, repo-style transactions and margin loan commitments.

(O) The Liquidity Coverage Ratio (LCR) estimates are based on our current understanding of the final U.S. LCR rules which were issued on September 3, 2014.

*Note: Chief Executive Officer Brian Moynihan and Chief Financial Officer Bruce Thompson will discuss second-quarter 2015 results in a conference call at 8:30 a.m. ET today.*

*The presentation and supporting materials can be accessed on the Bank of America Investor Relations website at http://investor.bankofamerica.com. For a listen-only connection to the conference call, dial 1.877.200.4456 (U.S.) or 1.785.424.1732 (international), and the conference ID is: 79795. Please dial in 10 minutes prior to the start of the call.*

*A replay will be available via webcast through the Bank of America Investor Relations website. A replay will also be available beginning at noon ET on July 15 through 11:59 p.m. ET on July 23 by telephone at 1.800.753.8546 (U.S.) or 1.402.220.0685 (international).*

Bank of America
Bank of America is one of the world's leading financial institutions, serving individual consumers, small and middle-market businesses and large corporations with a full range of banking, investing, asset management and other financial and risk management products and services. The company provides unmatched convenience in the United States, serving approximately 48 million consumer and small business relationships with approximately4,800 retail financial centers, approximately 16,000 ATMs, and award-winning online banking with 31 million active users and approximately 18 million mobile users. Bank of America is among the world's leading wealth management companies and is a global leader in corporate and investment banking and trading across a broad range of asset classes, serving corporations, governments, institutions and individuals around the world. Bank of America offers industry-leading support to approximately 3 million small business owners through a suite of innovative, easy-to-use online products and services. The company serves clients through operations in all 50 states, the District of Columbia, the U.S. Virgin Islands, Puerto Rico and more than 35 countries. Bank of America Corporation stock (NYSE: BAC) is listed on the New York Stock Exchange.

Forward-looking Statements
Bank of America and its management may make certain statements that constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These statements can be identified by the fact that they do not relate strictly to historical or current facts. Forward-looking statements often use words such as “anticipates,” “targets,” “expects,” “hopes,” “estimates,” “intends,” “plans,” “goals,” “believes,” “continue” and other similar expressions or future or conditional verbs such as “will,” “may,” “might,” “should,” “would” and “could.” Forward-looking statements represent Bank of America's current expectations, plans or forecasts of its future results and revenues, and future business and economic conditions more generally, and other future matters. These statements are not guarantees of future results or performance and involve certain known and unknown risks, uncertainties and assumptions that are difficult to predict and are often beyond Bank of America's control. Actual outcomes and results may differ materially from those expressed in, or implied by, any of these forward-looking statements.

You should not place undue reliance on any forward-looking statement and should consider the following uncertainties and risks, as well as the risks and uncertainties more fully discussed under Item 1A. Risk Factors of Bank of America's 2014 Annual Report on Form 10-K, and in any of Bank of America's subsequent Securities and Exchange Commission filings: the Company's ability to resolve representations and warranties repurchase and related claims including claims or suits brought with respect to securitization trusts under alternate theories of recovery where the statute of limitations for representations and warranties claims against the sponsor has expired; the possibility that the Company could face related servicing, securities, fraud, indemnity, contribution or other claims from one or more counterparties, including trustees, purchasers of loans, underwriters, issuers, other parties involved in securitizations, monolines or private-label and other investors; the possibility that final court approval of negotiated settlements is not obtained, including the possibility that all of the conditions necessary to obtain final approval of the BNY Mellon Settlement do not occur; the possibility that future representations and warranties losses may occur in excess of the Company's recorded liability and estimated range of possible loss for its representations and warranties exposures; the possibility that the Company may not collect mortgage insurance claims; potential claims, damages, penalties, fines and reputational damage resulting from pending or future litigation and regulatory proceedings, including the possibility that amounts may be in excess of the Company's recorded liability and estimated range of possible losses for litigation exposures; the possibility that the European Commission will impose remedial measures in relation to its investigation of the Company's competitive practices; the possible outcome of LIBOR, other reference rate and foreign exchange inquiries and investigations; uncertainties about the financial stability and growth rates of non-U.S. jurisdictions, the risk that those jurisdictions may face difficulties servicing their sovereign debt, and related stresses on financial markets, currencies and trade, and the Company's exposures to such risks, including direct, indirect and operational; the impact of U.S. and global interest rates, currency exchange rates and economic conditions; the impact on the Company's business, financial condition and results of operations of a potential higher interest rate environment; adverse changes to the Company's credit ratings from the major credit rating agencies; estimates of the fair value of certain of the Company's assets and liabilities; uncertainty regarding the content, timing and impact of regulatory capital and liquidity requirements, including but not limited to, any G-SIB surcharge; the possibility that our internal analytical models will not be approved by U.S. banking regulators; the possibility that in connection with our effort to exit our Advanced approaches parallel run, our internal analytical models (including the internal models methodology) will either not be approved by U.S. banking regulators, or will be approved with significant modifications, which could, for example, increase our risk-weighted assets and, as a result, negatively impact our capital ratios under the Advanced approaches; the possible impact of Federal Reserve actions on the Company's capital plans; the impact of implementation and compliance with new and evolving U.S. and international regulations, including but not limited to recovery and resolution planning requirements, the Volcker Rule, and derivatives regulations; the impact of recent proposed U.K. tax law changes, including a reduction to the U.K. corporate tax rate and the creation of a bank surcharge tax, which together may result in a tax charge upon enactment and higher tax expense going forward, as well as a reduction in the bank levy; a failure in or breach of the Company's operational or security systems or infrastructure, or those of third parties, including as a result of cyber attacks; and other similar matters.

Forward-looking statements speak only as of the date they are made, and Bank of America undertakes no obligation to update any forward-looking statement to reflect the impact of circumstances or events that arise after the date the forward-looking statement was made.

BofA Global Capital Management Group, LLC (BofA Global Capital Management) is an asset management division of Bank of America Corporation. BofA Global Capital Management entities furnish investment management services and products for institutional and individual investors.

For more Bank of America news, visit the Bank of America newsroom at http://newsroom.bankofamerica.com.

**www.bankofamerica.com**

## Bank of America Corporation and Subsidiaries

# Selected Financial Data

(Dollars in millions, except per share data; shares in thousands)

| Summary Income Statement | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| Net interest income | $ 19,939 | $ 20,098 | $ 10,488 | $ 9,451 | $ 10,013 |
| Noninterest income | 23,380 | 24,215 | 11,629 | 11,751 | 11,734 |
| Total revenue, net of interest expense | 43,319 | 44,313 | 22,117 | 21,202 | 21,747 |
| Provision for credit losses | 1,545 | 1,420 | 780 | 765 | 411 |
| Noninterest expense | 29,513 | 40,779 | 13,818 | 15,695 | 18,541 |
| Income before income taxes | 12,261 | 2,114 | 7,519 | 4,742 | 2,795 |
| Income tax expense | 3,584 | 99 | 2,199 | 1,385 | 504 |
| Net income | $ 8,677 | $ 2,015 | $ 5,320 | $ 3,357 | $ 2,291 |
| Preferred stock dividends | 712 | 494 | 330 | 382 | 256 |
| Net income applicable to common shareholders | $ 7,965 | $ 1,521 | $ 4,990 | $ 2,975 | $ 2,035 |
| | | | | | |
| Common shares issued | 3,947 | 25,149 | 88 | 3,859 | 224 |
| Average common shares issued and outstanding | 10,503,379 | 10,539,769 | 10,488,137 | 10,518,790 | 10,519,359 |
| Average diluted common shares issued and outstanding | 11,252,417 | 10,599,641 | 11,238,060 | 11,266,511 | 11,265,123 |
| **Summary Average Balance Sheet** | | | | | |
| Total debt securities | $ 384,747 | $ 337,845 | $ 386,357 | $ 383,120 | $ 345,889 |
| Total loans and leases | 876,929 | 916,012 | 881,415 | 872,393 | 912,580 |
| Total earning assets | 1,810,178 | 1,822,177 | 1,815,892 | 1,804,399 | 1,840,850 |
| Total assets | 2,145,307 | 2,154,494 | 2,151,966 | 2,138,574 | 2,169,555 |
| Total deposits | 1,138,801 | 1,123,399 | 1,146,789 | 1,130,726 | 1,128,563 |
| Common shareholders' equity | 227,078 | 222,711 | 228,780 | 225,357 | 222,221 |
| Total shareholders' equity | 248,413 | 236,179 | 251,054 | 245,744 | 235,803 |
| **Performance Ratios** | | | | | |
| Return on average assets | 0.82 % | 0.19 % | 0.99 % | 0.64 % | 0.42 % |
| Return on average tangible common shareholders' equity (1) | 10.38 | 2.05 | 12.78 | 7.88 | 5.47 |
| **Per common share information** | | | | | |
| Earnings | $ 0.76 | $ 0.14 | $ 0.48 | $ 0.28 | $ 0.19 |
| Diluted earnings | 0.72 | 0.14 | 0.45 | 0.27 | 0.19 |
| Dividends paid | 0.10 | 0.02 | 0.05 | 0.05 | 0.01 |
| Book value | 21.91 | 21.16 | 21.91 | 21.66 | 21.16 |
| Tangible book value (1) | 15.02 | 14.24 | 15.02 | 14.79 | 14.24 |

| Summary Period-End Balance Sheet | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| Total debt securities | $ 392,379 | $ 383,989 | $ 352,883 |
| Total loans and leases | 886,449 | 877,956 | 911,899 |
| Total earning assets | 1,807,112 | 1,800,796 | 1,830,546 |
| Total assets | 2,149,034 | 2,143,545 | 2,170,557 |
| Total deposits | 1,149,560 | 1,153,168 | 1,134,329 |
| Common shareholders' equity | 229,386 | 227,915 | 222,565 |
| Total shareholders' equity | 251,659 | 250,188 | 237,411 |
| Common shares issued and outstanding | 10,471,837 | 10,520,401 | 10,515,825 |

| Credit Quality | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| Total net charge-offs | $ 2,262 | $ 2,461 | $ 1,068 | $ 1,194 | $ 1,073 |
| Net charge-offs as a percentage of average loans and leases outstanding (2) | 0.53 % | 0.55 % | 0.49 % | 0.56 % | 0.48 % |
| Provision for credit losses | $ 1,545 | $ 1,420 | $ 780 | $ 765 | $ 411 |

| | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| Total nonperforming loans, leases and foreclosed properties (3) | $ 11,565 | $ 12,101 | $ 15,300 |

| | | | | | | |
|---|---|---|---|---|---|---|
| Nonperforming loans, leases and foreclosed properties as a percentage of total loans, leases and foreclosed properties[2] | | **1.31%** | | 1.39% | | 1.70% |
| Allowance for loan and lease losses | **$** | **13,068** | $ | 13,676 | $ | 15,811 |
| Allowance for loan and lease losses as a percentage of total loans and leases outstanding[2] | | **1.49%** | | 1.57% | | 1.75% |

For footnotes, see page 18.

More

## Bank of America Corporation and Subsidiaries
# Selected Financial Data (continued)

(Dollars in millions)

| Capital Management | Basel 3 Standardized Transition | | |
|---|---|---|---|
| | **June 30 2015** | March 31 2015 | June 30 2014 |
| **Risk-based capital metrics(4, 5):** | | | |
| Common equity tier 1 capital | **$ 158,326** | $ 155,438 | $ 153,582 |
| Common equity tier 1 capital ratio | **11.2%** | 11.1% | 12.0% |
| Tier 1 leverage ratio | **8.5** | 8.4 | 7.7 |
| Tangible equity ratio(6) | **8.6** | 8.6 | 7.8 |
| Tangible common equity ratio(6) | **7.6** | 7.5 | 7.1 |

| Regulatory Capital Reconciliations(4, 7) | **June 30 2015** | March 31 2015 | June 30 2014 |
|---|---|---|---|
| **Regulatory capital – Basel 3 transition to fully phased-in** | | | |
| **Common equity tier 1 capital (transition)(5)** | **$ 158,326** | $ 155,438 | $ 153,582 |
| Deferred tax assets arising from net operating loss and tax credit carryforwards phased in during transition | **(5,705)** | (6,031) | (11,118) |
| DVA related to liabilities and derivatives phased in during transition | **384** | 498 | 1,229 |
| Defined benefit pension fund assets phased in during transition | **(476)** | (459) | (658) |
| Accumulated OCI phased in during transition | **(1,884)** | (378) | (1,597) |
| Intangibles phased in during transition | **(1,751)** | (1,821) | (2,854) |
| Other adjustments and deductions phased in during transition | **(588)** | (48) | (1,401) |
| **Common equity tier 1 capital (fully phased-in)** | **$ 148,306** | $ 147,199 | $ 137,183 |
| **Risk-weighted assets – As reported to Basel 3 (fully phased-in)** | | | |
| **As reported risk-weighted assets(5)** | **$ 1,407,509** | $ 1,405,267 | $ 1,284,924 |
| Change in risk-weighted assets from reported to fully phased-in | **25,461** | 25,394 | 151,901 |
| **Basel 3 Standardized approach risk-weighted assets (fully phased-in)** | **1,432,970** | 1,430,661 | 1,436,825 |
| Change in risk-weighted assets for advanced models | **(6,067)** | 30,529 | (49,390) |
| **Basel 3 Advanced approaches risk-weighted assets (fully phased-in)** | **$ 1,426,903** | $ 1,461,190 | $ 1,387,435 |
| **Regulatory capital ratios** | | | |
| Basel 3 Standardized approach Common equity tier 1 (transition)(5) | **11.2%** | 11.1% | 12.0% |
| Basel 3 Standardized approach Common equity tier 1 (fully phased-in) | **10.3** | 10.3 | 9.5 |
| Basel 3 Advanced approaches Common equity tier 1 (fully phased-in) | **10.4** | 10.1 | 9.9 |

(1) Return on average tangible common shareholders' equity and tangible book value per share of common stock are non-GAAP financial measures. We believe the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate non-GAAP financial measures differently. See Reconciliations to GAAP Financial Measureson pages 22-24.

(2) Ratios do not include loans accounted for under the fair value option during the period. Charge-off ratios are annualized for the quarterly presentation.

(3) Balances do not include past due consumer credit card, consumer loans secured by real estate where repayments are insured by the Federal Housing Administration and individually insured long-term stand-by agreements (fully-insured home loans), and in general, other consumer and commercial loans not secured by real estate; purchased credit-impaired loans even though the customer may be contractually past due; nonperforming loans held-for-sale; nonperforming loans accounted for under the fair value option; and nonaccruing troubled debt restructured loans removed from the purchased credit-impaired portfolio prior to January 1, 2010.

(4) Regulatory capital ratios are preliminary.

(5) Common equity tier 1 capital ratios at March 31, 2015 and June 30, 2015 reflect the migration of the risk-weighted assets calculation from the general risk-based approach to the Basel 3 Standardized approach, and Common equity tier 1 capital includes the 2015 phase-in of regulatory capital transition provisions.

(6) Tangible equity ratio equals period-end tangible shareholders' equity divided by period-end tangible assets. Tangible common equity ratio equals period-end tangible common shareholders' equity divided by period-end tangible assets. Tangible shareholders' equity and tangible assets are non-GAAP financial measures. We believe the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate non-GAAP financial measures differently. See Reconciliations to GAAP Financial Measureson pages 22-24.

(7) Basel 3 Common equity tier 1 capital and risk-weighted assets on a fully phased-in basis are non-GAAP financial measures. For reconciliations to GAAP financial measures, see above. The Corporation's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized and Advanced approaches under the Basel 3 rules. Under the Basel 3 Advanced approaches, risk-weighted assets are determined primarily for market risk and credit risk, similar to the Standardized approach, but also incorporate operational risk and a credit valuation adjustment component. Market risk capital measurements are consistent with the Standardized approach, except for securitization exposures, where the Supervisory Formula Approach is also permitted. Credit risk exposures are measured using internal ratings-based models to determine the applicable risk weight by estimating the probability of default, loss given default and, in certain instances, exposure at default. The internal analytical models primarily rely on internal historical default and loss experience. The calculations under Basel 3 require management to make estimates, assumptions and interpretations, including the probability of future events based on historical experience. Actual results could differ from those estimates and assumptions. These estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated Common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3 percent at June 30, 2015. The Corporation is currently working with the U.S. banking regulators in order to exit parallel run.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Results by Business Segment

(Dollars in millions)

| | Second Quarter 2015 | | | | | |
|---|---|---|---|---|---|---|
| | **Consumer Banking** | **GWIM** | **Global Banking** | **Global Markets** | **Legacy Assets & Servicing** | **All Other** |
| Total revenue, net of interest expense (FTE basis)[1] | **$ 7,544** | **$ 4,573** | **$ 4,115** | **$ 4,259** | **$ 1,089** | **$ 765** |
| Provision for credit losses | **506** | **15** | **177** | **6** | **57** | **19** |
| Noninterest expense | **4,321** | **3,457** | **1,941** | **2,723** | **961** | **415** |
| Net income | **1,704** | **690** | **1,251** | **993** | **45** | **637** |
| Return on average allocated capital [2] | **24%** | **23%** | **14%** | **11%** | **1%** | **n/m** |
| **Balance Sheet** | | | | | | |
| **Average** | | | | | | |
| Total loans and leases | **$ 201,703** | **$ 130,270** | **$ 300,631** | **$ 61,908** | **$ 30,897** | **$ 156,006** |
| Total deposits | **545,454** | **239,974** | **288,117** | **39,718** | **n/m** | **22,482** |
| Allocated capital [2] | **29,000** | **12,000** | **35,000** | **35,000** | **24,000** | **n/m** |
| **Period end** | | | | | | |
| Total loans and leases | **$ 204,380** | **$ 132,377** | **$ 307,085** | **$ 66,026** | **$ 30,024** | **$ 146,557** |
| Total deposits | **547,343** | **237,624** | **292,261** | **39,326** | **n/m** | **22,964** |

| | First Quarter 2015 | | | | | |
|---|---|---|---|---|---|---|
| | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Total revenue, net of interest expense (FTE basis)[1] | $ 7,450 | $ 4,517 | $ 4,278 | $ 4,614 | $ 914 | $ (352) |
| Provision for credit losses | 716 | 23 | 96 | 21 | 91 | (182) |
| Noninterest expense | 4,389 | 3,459 | 2,010 | 3,131 | 1,203 | 1,503 |
| Net income (loss) | 1,475 | 651 | 1,366 | 945 | (239) | (841) |
| Return on average allocated capital [2] | 21% | 22% | 16% | 11% | n/m | n/m |
| **Balance Sheet** | | | | | | |
| **Average** | | | | | | |
| Total loans and leases | $ 199,581 | $ 126,129 | $ 289,522 | $ 56,992 | $ 32,411 | $ 167,758 |
| Total deposits | 531,365 | 243,561 | 286,434 | 39,699 | n/m | 19,406 |
| Allocated capital [2] | 29,000 | 12,000 | 35,000 | 35,000 | 24,000 | n/m |
| **Period end** | | | | | | |
| Total loans and leases | $ 200,153 | $ 127,556 | $ 295,653 | $ 63,019 | $ 31,690 | $ 159,885 |
| Total deposits | 549,489 | 244,080 | 290,422 | 38,668 | n/m | 19,467 |

| | Second Quarter 2014 | | | | | |
|---|---|---|---|---|---|---|
| | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Total revenue, net of interest expense (FTE basis)[1] | $ 7,649 | $ 4,589 | $ 4,438 | $ 4,599 | $ 800 | $ (115) |
| Provision for credit losses | 550 | (8) | 136 | 20 | (39) | (248) |
| Noninterest expense | 4,505 | 3,445 | 2,007 | 2,875 | 5,234 | 475 |
| Net income (loss) | 1,634 | 726 | 1,445 | 1,102 | (2,741) | 125 |
| Return on average allocated capital[2] | 22% | 24% | 17% | 13% | n/m | n/m |
| **Balance Sheet** | | | | | | |
| **Average** | | | | | | |
| Total loans and leases | $ 195,413 | $ 118,512 | $ 287,795 | $ 63,579 | $ 36,705 | $ 210,576 |
| Total deposits | 514,137 | 240,042 | 284,947 | 41,323 | n/m | 36,471 |
| Allocated capital [2] | 30,000 | 12,000 | 33,500 | 34,000 | 17,000 | n/m |
| **Period end** | | | | | | |
| Total loans and leases | $ 197,021 | $ 120,187 | $ 286,976 | $ 66,260 | $ 35,984 | $ 205,471 |
| Total deposits | 514,838 | 237,046 | 295,382 | 41,951 | n/m | 33,824 |

[1] Fully taxable-equivalent basis is a performance measure used by management in operating the business that management believes provides investors with a more accurate picture of the interest margin for comparative purposes.

[2] Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 22-24.)

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Year-to-Date Results by Business Segment

(Dollars in millions)

| | Six Months Ended June 30, 2015 | | | | | |
|---|---|---|---|---|---|---|
| | **Consumer Banking** | **GWIM** | **Global Banking** | **Global Markets** | **Legacy Assets & Servicing** | **All Other** |
| Total revenue, net of interest expense (FTE basis)[1] | **$ 14,994** | **$ 9,090** | **$ 8,393** | **$ 8,873** | **$ 2,003** | **$ 413** |
| Provision for credit losses | **1,222** | **38** | **273** | **27** | **148** | **(163)** |
| Noninterest expense | **8,710** | **6,916** | **3,951** | **5,854** | **2,164** | **1,918** |
| Net income (loss) | **3,179** | **1,341** | **2,617** | **1,938** | **(194)** | **(204)** |
| Return on average allocated capital [2] | **22%** | **23%** | **15%** | **11%** | **n/m** | **n/m** |
| **Balance Sheet** | | | | | | |
| **Average** | | | | | | |
| Total loans and leases | **$ 200,648** | **$ 128,211** | **$ 295,107** | **$ 59,463** | **$ 31,650** | **$ 161,850** |
| Total deposits | **538,448** | **241,758** | **287,280** | **$ 39,709** | **n/m** | **20,951** |
| Allocated capital [2] | **29,000** | **12,000** | **35,000** | **35,000** | **24,000** | **n/m** |
| **Period end** | | | | | | |
| Total loans and leases | **$ 204,380** | **$ 132,377** | **$ 307,085** | **$ 66,026** | **$ 30,024** | **$ 146,557** |
| Total deposits | **547,343** | **237,624** | **292,261** | **39,326** | **n/m** | **22,964** |

| | Six Months Ended June 30, 2014 | | | | | |
|---|---|---|---|---|---|---|
| | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Total revenue, net of interest expense (FTE basis)[1] | $ 15,300 | $ 9,136 | $ 8,964 | $ 9,625 | $ 1,486 | $ 216 |
| Provision for credit losses | 1,359 | 15 | 417 | 38 | (27) | (382) |
| Noninterest expense | 9,000 | 6,803 | 4,184 | 5,964 | 12,637 | 2,191 |
| Net income (loss) | 3,102 | 1,455 | 2,738 | 2,412 | (7,622) | (70) |
| Return on average allocated capital[2] | 21% | 25% | 16% | 14% | n/m | n/m |
| **Balance Sheet** | | | | | | |
| **Average** | | | | | | |
| Total loans and leases | $ 195,916 | $ 117,235 | $ 287,857 | $ 63,637 | $ 37,401 | $ 213,966 |
| Total deposits | 509,519 | 241,409 | 283,943 | 41,493 | n/m | 35,731 |
| Allocated capital [2] | 30,000 | 12,000 | 33,500 | 34,000 | 17,000 | n/m |
| **Period end** | | | | | | |
| Total loans and leases | $ 197,021 | $ 120,187 | $ 286,976 | $ 66,260 | $ 35,984 | $ 205,471 |
| Total deposits | 514,838 | 237,046 | 295,382 | 41,951 | n/m | 33,824 |

[1] Fully taxable-equivalent basis is a performance measure used by management in operating the business that management believes provides investors with a more accurate picture of the interest margin for comparative purposes.
[2] Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 22-24.)

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Supplemental Financial Data

(Dollars in millions)

| Fully taxable-equivalent (FTE) basis data[1] | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| Net interest income | **$ 20,386** | $ 20,512 | **$ 10,716** | $ 9,670 | $ 10,226 |
| Total revenue, net of interest expense | **43,766** | 44,727 | **22,345** | 21,421 | 21,960 |
| Net interest yield | **2.27%** | 2.26% | **2.37%** | 2.17% | 2.22% |
| Efficiency ratio | **67.43** | 91.17 | **61.84** | 73.27 | 84.43 |

| Other Data | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| Number of financial centers - U.S. | **4,789** | 4,835 | 5,023 |
| Number of branded ATMs - U.S. | **15,992** | 15,903 | 15,973 |
| Ending full-time equivalent employees | **216,679** | 219,658 | 233,201 |

(1) FTE basis is a non-GAAP financial measure. FTE basis is a performance measure used by management in operating the business that management believes provides investors with a more accurate picture of the interest margin for comparative purposes. See Reconciliations to GAAP Financial Measureson pages 22-24.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Reconciliations to GAAP Financial Measures

(Dollars in millions)

The Corporation evaluates its business based on a fully taxable-equivalent basis, a non-GAAP financial measure. The Corporation believes managing the business with net interest income on a fully taxable-equivalent basis provides a more accurate picture of the interest margin for comparative purposes. Total revenue, net of interest expense, includes net interest income on a fully taxable-equivalent basis and noninterest income. The Corporation views related ratios and analyses (i.e., efficiency ratios and net interest yield) on a fully taxable-equivalent basis. To derive the fully taxable-equivalent basis, net interest income is adjusted to reflect tax-exempt income on an equivalent before-tax basis with a corresponding increase in income tax expense. For purposes of this calculation, the Corporation uses the federal statutory tax rate of 35 percent. This measure ensures comparability of net interest income arising from taxable and tax-exempt sources. The efficiency ratio measures the costs expended to generate a dollar of revenue, and net interest yield measures the basis points the Corporation earns over the cost of funds.

The Corporation also evaluates its business based on the following ratios that utilize tangible equity, a non-GAAP financial measure. Tangible equity represents an adjusted shareholders' equity or common shareholders' equity amount which has been reduced by goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Return on average tangible common shareholders' equity measures the Corporation's earnings contribution as a percentage of adjusted average common shareholders' equity. The tangible common equity ratio represents adjusted ending common shareholders' equity divided by total assets less goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Return on average tangible shareholders' equity measures the Corporation's earnings contribution as a percentage of adjusted average total shareholders' equity. The tangible equity ratio represents adjusted ending shareholders' equity divided by total assets less goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Tangible book value per common share represents adjusted ending common shareholders' equity divided by ending common shares outstanding. These measures are used to evaluate the Corporation's use of equity. In addition, profitability, relationship and investment models all use return on average tangible shareholders' equity as key measures to support our overall growth goals.

In addition, the Corporation periodically reviews capital allocated to its businesses and allocates capital annually during the strategic and capital planning processes. We utilize a methodology that considers the effect of regulatory capital requirements in addition to internal risk-based capital models. The Corporation's internal risk-based capital models use a risk-adjusted methodology incorporating each segment's credit, market, interest rate, business and operational risk components. Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return both represent non-GAAP financial measures. Allocated capital is reviewed periodically and refinements are made based on multiple considerations that include, but are not limited to, risk-weighted assets measured under Basel 3 Standardized and Advanced approaches, business segment exposures and risk profile, and strategic plans. As part of this process, in 2015, the Corporation adjusted the amount of capital being allocated to its business segments, primarily *Legacy Assets & Servicing*.

See the tables below and on pages 23-24 for reconciliations of these non-GAAP financial measures to financial measures defined by GAAP for the six months ended June 30, 2015 and 2014 and the three months ended June 30, 2015, March 31, 2015 and June 30, 2014. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate supplemental financial data differently.

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| **Reconciliation of net interest income to net interest income on a fully taxable-equivalent basis** | | | | | |
| Net interest income | **$ 19,939** | $ 20,098 | **$ 10,488** | $ 9,451 | $ 10,013 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 213 |
| **Net interest income on a fully taxable-equivalent basis** | **$ 20,386** | $ 20,512 | **$ 10,716** | $ 9,670 | $ 10,226 |
| **Reconciliation of total revenue, net of interest expense to total revenue, net of interest expense on a fully taxable-equivalent basis** | | | | | |
| Total revenue, net of interest expense | **$ 43,319** | $ 44,313 | **$ 22,117** | $ 21,202 | $ 21,747 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 213 |
| **Total revenue, net of interest expense on a fully taxable-equivalent basis** | **$ 43,766** | $ 44,727 | **$ 22,345** | $ 21,421 | $ 21,960 |
| **Reconciliation of income tax expense to income tax expense on a fully taxable-equivalent basis** | | | | | |
| Income tax expense | **$ 3,584** | $ 99 | **$ 2,199** | $ 1,385 | $ 504 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 213 |
| **Income tax expense on a fully taxable-equivalent basis** | **$ 4,031** | $ 513 | **$ 2,427** | $ 1,604 | $ 717 |
| **Reconciliation of average common shareholders' equity to average tangible common shareholders' equity** | | | | | |
| Common shareholders' equity | **$ 227,078** | $ 222,711 | **$ 228,780** | $ 225,357 | $ 222,221 |
| Goodwill | **(69,776)** | (69,832) | **(69,775)** | (69,776) | (69,822) |
| Intangible assets (excluding mortgage servicing rights) | **(4,412)** | (5,354) | **(4,307)** | (4,518) | (5,235) |
| Related deferred tax liabilities | **1,922** | 2,132 | **1,885** | 1,959 | 2,100 |
| **Tangible common shareholders' equity** | **$ 154,812** | $ 149,657 | **$ 156,583** | $ 153,022 | $ 149,264 |
| **Reconciliation of average shareholders' equity to average tangible shareholders' equity** | | | | | |
| Shareholders' equity | **$ 248,413** | $ 236,179 | **$ 251,054** | $ 245,744 | $ 235,803 |
| Goodwill | **(69,776)** | (69,832) | **(69,775)** | (69,776) | (69,822) |
| Intangible assets (excluding mortgage servicing rights) | **(4,412)** | (5,354) | **(4,307)** | (4,518) | (5,235) |
| Related deferred tax liabilities | **1,922** | 2,132 | **1,885** | 1,959 | 2,100 |
| **Tangible shareholders' equity** | **$ 176,147** | $ 163,125 | **$ 178,857** | $ 173,409 | $ 162,846 |

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Reconciliations to GAAP Financial Measures (continued)

(Dollars in millions, except per share data; shares in thousands)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| **Reconciliation of period-end common shareholders' equity to period-end tangible common shareholders' equity** | | | | | |
| Common shareholders' equity | **$ 229,386** | $ 222,565 | **$ 229,386** | $ 227,915 | $ 222,565 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 2,078 |
| **Tangible common shareholders' equity** | **$ 157,236** | $ 149,734 | **$ 157,236** | $ 155,648 | $ 149,734 |
| **Reconciliation of period-end shareholders' equity to period-end tangible shareholders' equity** | | | | | |
| Shareholders' equity | **$ 251,659** | $ 237,411 | **$ 251,659** | $ 250,188 | $ 237,411 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 2,078 |
| **Tangible shareholders' equity** | **$ 179,509** | $ 164,580 | **$ 179,509** | $ 177,921 | $ 164,580 |
| **Reconciliation of period-end assets to period-end tangible assets** | | | | | |
| Assets | **$ 2,149,034** | $ 2,170,557 | **$ 2,149,034** | $ 2,143,545 | $ 2,170,557 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 2,078 |
| **Tangible assets** | **$ 2,076,884** | $ 2,097,726 | **$ 2,076,884** | $ 2,071,278 | $ 2,097,726 |
| **Book value per share of common stock** | | | | | |
| Common shareholders' equity | **$ 229,386** | $ 222,565 | **$ 229,386** | $ 227,915 | $ 222,565 |
| Ending common shares issued and outstanding | **10,471,837** | 10,515,825 | **10,471,837** | 10,520,401 | 10,515,825 |
| **Book value per share of common stock** | **$ 21.91** | $ 21.16 | **$ 21.91** | $ 21.66 | $ 21.16 |
| **Tangible book value per share of common stock** | | | | | |
| Tangible common shareholders' equity | **$ 157,236** | $ 149,734 | **$ 157,236** | $ 155,648 | $ 149,734 |
| Ending common shares issued and outstanding | **10,471,837** | 10,515,825 | **10,471,837** | 10,520,401 | 10,515,825 |
| **Tangible book value per share of common stock** | **$ 15.02** | $ 14.24 | **$ 15.02** | $ 14.79 | $ 14.24 |

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Reconciliations to GAAP Financial Measures (continued)

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| **Reconciliation of return on average allocated capital** [1] | | | | | |
| **Consumer Banking** | | | | | |
| Reported net income | **$ 3,179** | $ 3,102 | **$ 1,704** | $ 1,475 | $ 1,634 |
| Adjustment related to intangibles [2] | **2** | 2 | **1** | 1 | 1 |
| **Adjusted net income** | **$ 3,181** | $ 3,104 | **$ 1,705** | $ 1,476 | $ 1,635 |
| Average allocated equity [3] | **$ 59,339** | $ 60,410 | **$ 59,330** | $ 59,348 | $ 60,403 |
| Adjustment related to goodwill and a percentage of intangibles | **(30,339)** | (30,410) | **(30,330)** | (30,348) | (30,403) |
| **Average allocated capital** | **$ 29,000** | $ 30,000 | **$ 29,000** | $ 29,000 | $ 30,000 |
| **Global Wealth & Investment Management** | | | | | |
| Reported net income | **$ 1,341** | $ 1,455 | **$ 690** | $ 651 | $ 726 |
| Adjustment related to intangibles [2] | **6** | 7 | **3** | 3 | 3 |
| **Adjusted net income** | **$ 1,347** | $ 1,462 | **$ 693** | $ 654 | $ 729 |
| Average allocated equity [3] | **$ 22,137** | $ 22,233 | **$ 22,106** | $ 22,168 | $ 22,222 |
| Adjustment related to goodwill and a percentage of intangibles | **(10,137)** | (10,233) | **(10,106)** | (10,168) | (10,222) |
| **Average allocated capital** | **$ 12,000** | $ 12,000 | **$ 12,000** | $ 12,000 | $ 12,000 |
| **Global Banking** | | | | | |
| Reported net income | **$ 2,617** | $ 2,738 | **$ 1,251** | $ 1,366 | $ 1,445 |
| Adjustment related to intangibles [2] | **—** | 1 | **—** | — | — |
| **Adjusted net income** | **$ 2,617** | $ 2,739 | **$ 1,251** | $ 1,366 | $ 1,445 |
| Average allocated equity [3] | **$ 58,936** | $ 57,449 | **$ 58,952** | $ 58,920 | $ 57,447 |
| Adjustment related to goodwill and a percentage of intangibles | **(23,936)** | (23,949) | **(23,952)** | (23,920) | (23,947) |
| **Average allocated capital** | **$ 35,000** | $ 33,500 | **$ 35,000** | $ 35,000 | $ 33,500 |
| **Global Markets** | | | | | |
| Reported net income | **$ 1,938** | $ 2,412 | **$ 993** | $ 945 | $ 1,102 |
| Adjustment related to intangibles [2] | **4** | 5 | **2** | 2 | 2 |
| **Adjusted net income** | **$ 1,942** | $ 2,417 | **$ 995** | $ 947 | $ 1,104 |
| Average allocated equity [3] | **$ 40,424** | $ 39,380 | **$ 40,458** | $ 40,389 | $ 39,380 |
| Adjustment related to goodwill and a percentage of intangibles | **(5,424)** | (5,380) | **(5,458)** | (5,389) | (5,380) |
| **Average allocated capital** | **$ 35,000** | $ 34,000 | **$ 35,000** | $ 35,000 | $ 34,000 |

(1) There are no adjustments to reported net income (loss) or average allocated equity for *Legacy Assets & Servicing*.
(2) Represents cost of funds, earnings credits and certain expenses related to intangibles.
(3) Average allocated equity is comprised of average allocated capital plus capital for the portion of goodwill and intangibles specifically assigned to the business segment.

Certain prior period amounts have been reclassified to conform to current period presentation.

# Bank of America
# 2Q15 Financial Results

July 15, 2015

Bank of America

# 2Q15 Highlights

- Net income of $5.3B in 2Q15, up versus $3.4B in 1Q15 and $2.3B in 2Q14
- Managing expenses well, while continuing to invest in the franchise
- Solid loan growth in primary lending segments
- Record capital and liquidity levels
- Repurchased $775MM of common stock
- Continued progress on key metrics in several businesses

# 2Q15 Results

### Summary Income Statement

| $ in billions, except per share data | 2Q15 |
|---|---|
| Net interest income [1] | $10.7 |
| Noninterest income | 11.6 |
| Total revenue, net of interest expense [1] | 22.3 |
| Noninterest expense | 13.8 |
| Pre-tax, pre-provision earnings [1] | 8.5 |
| Provision for credit losses | 0.8 |
| Income before income taxes [1] | 7.7 |
| Income tax expense [1] | 2.4 |
| Net income | $5.3 |
| | |
| Diluted earnings per common share | $0.45 |
| Average diluted common shares (in billions) | 11.24 |

- Reported second quarter diluted earnings of $0.45 per common share
- Pre-tax results included the following items:
  - $0.7B positive market-related NII adjustments [2], or $0.04 per share after-tax
  - $0.4B gain from sales of consumer real estate loans, or $0.02 per share after-tax
  - $0.2B benefit to representations and warranties provision (recorded in revenue), or $0.01 per share after-tax

[1] FTE basis. Represents a non-GAAP financial measure; see note A on slide 26.
[2] See note I on slide 26 for definition of market-related NII adjustments.

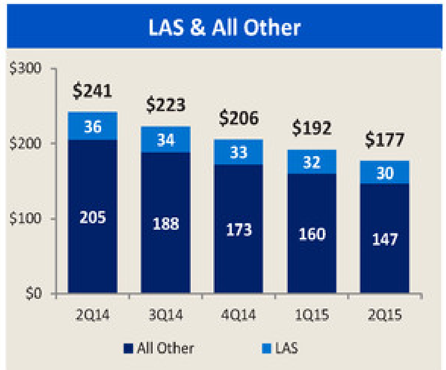
# Balance Sheet Highlights

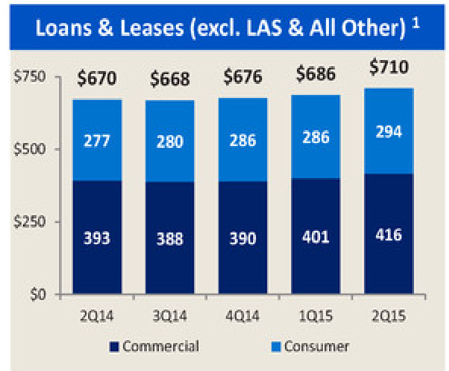
| $ in billions, except for share amounts<br>End of period (EOP) balances | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| **Balance Sheet** | | | |
| Total assets | $2,149.0 | $2,143.5 | $2,170.6 |
| Total loans and leases | 886.4 | 878.0 | 911.9 |
| Total deposits | 1,149.6 | 1,153.2 | 1,134.3 |
| Long-term debt | 243.4 | 237.9 | 257.1 |
| Preferred stock | 22.3 | 22.3 | 14.8 |
| **Per Share Data** | | | |
| Tangible book value per common share [1] | $15.02 | $14.79 | $14.24 |
| Book value per common share | 21.91 | 21.66 | 21.16 |
| Common shares outstanding (in billions) | 10.47 | 10.52 | 10.52 |
| **Capital** | | | |
| Tangible common shareholders' equity [1] | $157.2 | $155.6 | $149.7 |
| Tangible common equity ratio [1] | 7.6 % | 7.5 % | 7.1 % |
| Common shareholders' equity | $229.4 | $227.9 | $222.6 |
| Common equity ratio | 10.7 % | 10.6 % | 10.3 % |
| **Returns** | | | |
| Return on average assets | 0.99 % | 0.64 % | 0.42 % |
| Return on average common shareholders' equity | 8.75 | 5.35 | 3.68 |
| Return on average tangible common shareholders' equity [1] | 12.78 | 7.88 | 5.47 |

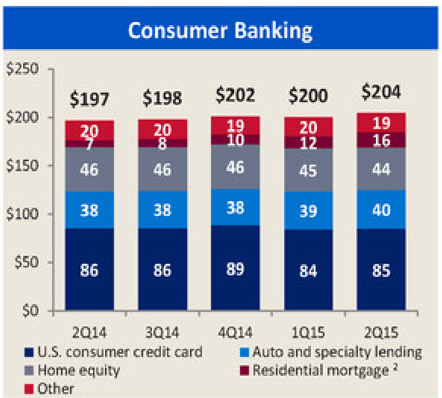
- Total assets of $2.15T increased $5.5B from 1Q15
- Total loans and leases grew $8.5B from 1Q15, driven by solid growth across our primary lending segments, partially offset by a $13.9B reduction in the discretionary loan portfolio as well as run-off within Legacy Assets & Servicing (LAS)
- Total deposits of $1.15T, down seasonally from 1Q15; however, average deposits increased $16.1B versus prior quarter
- Tangible common shareholders' equity [1] increased $1.6B from 1Q15 to $157.2B as solid earnings offset an accumulated other comprehensive income (AOCI) decline and capital returned to shareholders
  - Higher long-end rates reduced the value of available-for-sale securities, negatively impacting AOCI by $2.5B
  - Returned $1.3B in capital to common shareholders through 49MM share repurchases ($0.8B) and dividends ($0.5B)
- Tangible book value per common share increased to $15.02 and tangible common equity ratio grew to 7.6% [1]

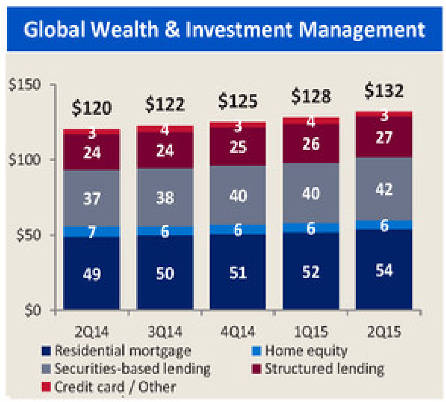
[1] Represents a non-GAAP financial measure. For important presentation information, see slide 28.

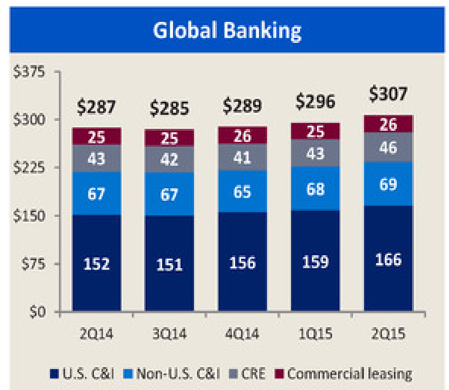
# Loans & Leases (EOP, $B)


Note: Amounts may not total due to rounding.
[1] Represents a non-GAAP financial measure.
[2] Beginning with new originations in 2014, we retain certain residential mortgages in Consumer Banking, consistent with where the overall relationship is managed; previously such mortgages were retained in All Other.

# Regulatory Capital [1]

| Basel 3 Transition (under Standardized approach) | | |
|---|---|---|
| $ in billions | 2Q15 | 1Q15 |
| Common equity tier 1 capital | $158.3 | $155.4 |
| Risk-weighted assets | 1,408 | 1,405 |
| Common equity tier 1 capital ratio | 11.2 % | 11.1 % |
| Tier 1 capital ratio | 12.5 | 12.3 |
| Tier 1 leverage ratio | 8.5 | 8.4 |

| Basel 3 Fully Phased-in | | |
|---|---|---|
| $ in billions | 2Q15 | 1Q15 |
| Common equity tier 1 capital [2] | $148.3 | $147.2 |
| Risk-weighted assets (under Standardized approach) [2] | 1,433 | 1,431 |
| Common equity tier 1 capital ratio (under Standardized approach) [2] | 10.3 % | 10.3 % |
| Bank Holding Company SLR [3,4] | 6.3 | 6.3 |
| Bank SLR [4] | 7.0 | 7.1 |

**Basel 3 Transition (under Standardized approach)**

- Common equity tier 1 capital (CET1) ratio of 11.2% in 2Q15

**Basel 3 Fully Phased-in [2]**

- CET1 capital of $148.3B grew $1.1B from 1Q15, driven by net income, partially offset by an AOCI decline as well as dividends and share repurchases
- Under the fully phased-in Standardized approach, the estimated CET1 ratio remained stable at 10.3% in 2Q15
- Under the fully phased-in Advanced approaches [5], the estimated CET1 ratio increased to 10.4% from 10.1% in 1Q15, due to higher CET1 capital as well as lower RWA
  - As previously disclosed, U.S. banking regulators have requested modifications to certain wholesale (e.g., commercial) and other credit models to exit parallel run, which is estimated to negatively impact the CET1 ratio; if these modifications were included, the estimated CET1 ratio would be approximately 9.3% at 2Q15

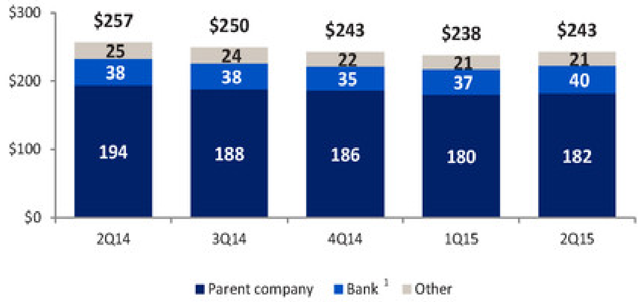
**Supplementary Leverage Ratio (SLR) Fully Phased-in [3,4]**

- Estimated bank holding company SLR is 6.3%, exceeding the 5% required minimum; estimated primary bank subsidiary SLR is 7.0%, exceeding the 6% "well-capitalized" level

[1] Regulatory capital ratios are preliminary. For important presentation information, see slide 28.
[2] Represents a non-GAAP financial measure. For important presentation information, see slide 28. For a reconciliation of CET1 transition to fully phased-in, see slide 25.
[3] The 5.0% Bank Holding Company SLR minimum includes the 2.0% leverage buffer.
[4] The supplementary leverage ratio is based on estimates from our current understanding of finalized rules issued by banking regulators on September 3, 2014. The numerator of the SLR is quarter-end Basel 3 Tier 1 capital. The denominator is supplementary leverage exposure based on the daily average of the sum of on-balance sheet exposures less permitted Tier 1 deductions, as well as the simple average of certain off-balance sheet exposures, as of the end of each month in a quarter. Off-balance sheet exposures include lending commitments, letters of credit, OTC derivatives, repo-style transactions and margin loan commitments.
[5] Basel 3 Advanced approaches estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3% at June 30, 2015. The Company is currently working with the U.S. banking regulators in order to exit parallel run.

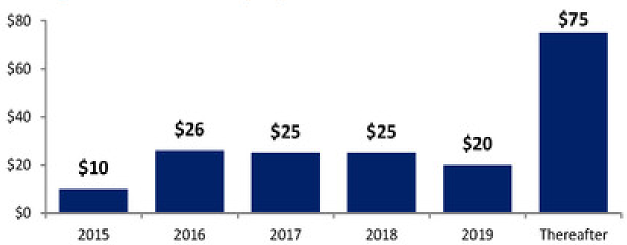
# Funding and Liquidity

**Long-term Debt ($B)**

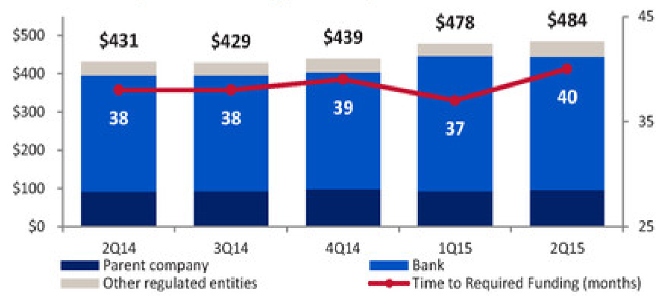



- Long-term debt increased $6B from 1Q15
  - Issued $10B of parent long-term debt in 2Q15, including $3B of subordinated debt
  - Expect to remain opportunistic to meet future funding needs
- Global Excess Liquidity Sources [3] grew to a record $484B
  - Parent company liquidity increased to $96B
  - Time to Required Funding [4] rose to 40 months
- Estimated consolidated Liquidity Coverage Ratio (LCR) exceeds 2017 requirement [5]

**Annual Contractual Maturities of Parent Long-term Debt Obligations as of 2Q15 ($B) [2]**



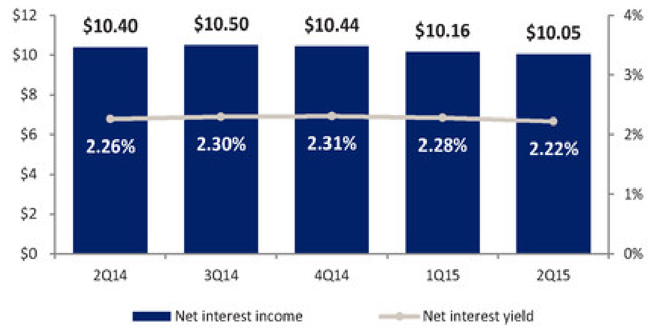

**Global Excess Liquidity Sources ($B) and Time to Required Funding (months) [3,4]**



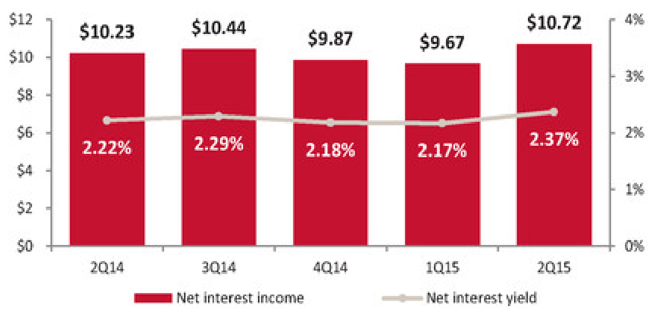

[1] Following the BANA/FIA merger on October 1, 2014, all prior periods have been updated to include debt issued by FIA that was previously reported in Other.
[2] See note J on slide 26.
[3] See note K on slide 26 for definition of Global Excess Liquidity Sources.
[4] See note L on slide 26 for definition of Time to Required Funding. For 2Q14 through 2Q15, we have included in the amount of unsecured contractual obligations the $8.6B liability, including estimated costs, for settlements, primarily for the previously announced BNY Mellon private-label securitization settlement.
[5] The Company's Liquidity Coverage Ratio (LCR) estimate is based on its current understanding of the final U.S. LCR rules which were issued on September 3, 2014.

# Net Interest Income

**NII Excluding Market-related Adjustments ($B)** [1]




**Reported NII ($B)** [1]

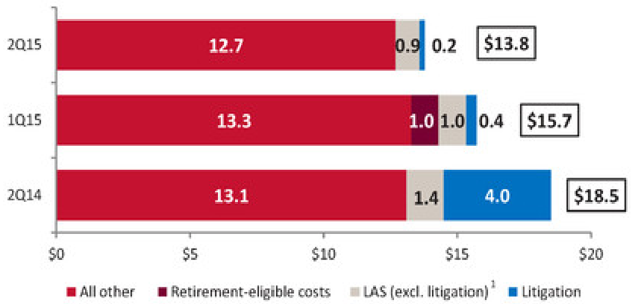



- Reported net interest income (NII) [1] of $10.7B
- Positive market-related NII adjustments of $669MM in 2Q15 versus negative $484MM adjustments in 1Q15
- Excluding market-related adjustments, NII [1] of $10.0B declined from 1Q15, driven by lower discretionary loan balances and consumer loan yields, partially offset by one additional interest accrual day
  - Adjusted net interest yield declined to 2.22%
- The long-end asset sensitivity of the balance sheet decreased from prior quarter due to higher interest rates
- We remain well positioned for NII to benefit as rates move higher
  - +100 bps parallel shift in interest rate yield curve is estimated to benefit NII by $3.9B over the next 12 months [2]

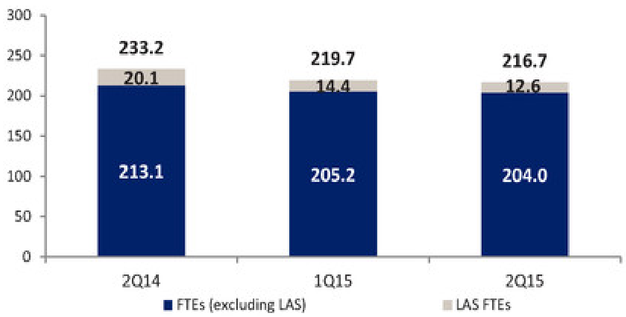
[1] FTE basis. Represents a non-GAAP financial measure; see note B on slide 26.
[2] NII asset sensitivity excludes the impact of trading-related activities.

# Expense Highlights

**Noninterest Expense ($B)**




**Full-time Equivalent Employees (000's)**

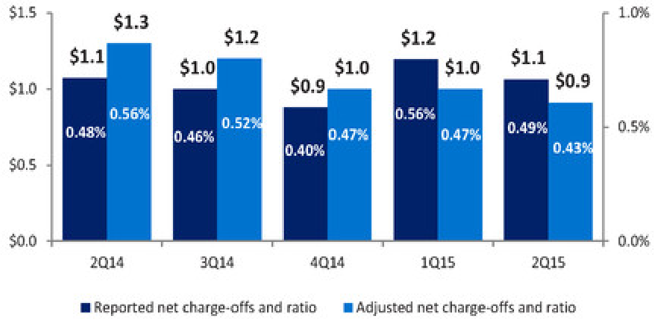



- Total noninterest expense of $13.8B
- Noninterest expense, excluding litigation [2], of $13.6B declined $0.9B, or 6%, from 2Q14, driven by progress made on LAS cost initiatives as well as benefits from optimization efforts across the franchise
- LAS expense, excluding litigation [1], of $0.9B, declined $0.5B from 2Q14; expected to decline to approximately $0.8B in 4Q15
- FTE headcount was down 7% from 2Q14, driven by reductions in support staff and infrastructure, as well as continued progress in LAS

Note: Amounts may not total due to rounding.
[1] Represents a non-GAAP financial measure; see note C on slide 26.
[2] Represents a non-GAAP financial measure.

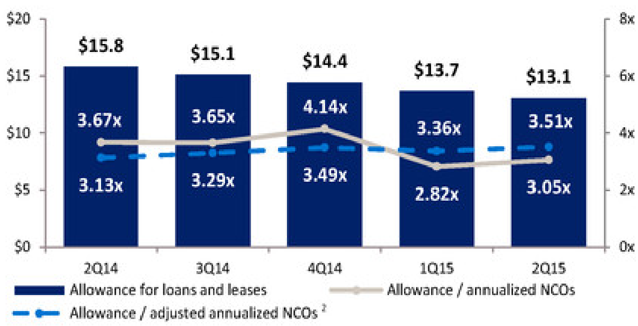
# Asset Quality Trends

**Net Charge-offs (NCOs) [1] and Adjusted Net Charge-offs ($B) [2]**




**Consumer 30+ Days Performing Past Due ($B) [3]**


**Allowance for Loans and Leases ($B) [4]**




**Provision for Credit Losses ($B)**


[1] See note D on slide 26.
[2] Represents a non-GAAP financial measure; see note E on slide 26.
[3] Excludes FHA-insured loans and other loans individually insured under long-term standby agreements.
[4] See note F on slide 26.

# Consumer Banking

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | 2Q14 |
|---|---|---|---|
| Net interest income [1] | $4,910 | $39 | ($150) |
| Noninterest income | 2,634 | 55 | 45 |
| Total revenue, net of interest expense [1] | 7,544 | 94 | (105) |
| Provision for credit losses | 506 | (210) | (44) |
| Noninterest expense | 4,321 | (68) | (184) |
| Income tax expense [1] | 1,013 | 143 | 53 |
| Net income | $1,704 | $229 | $70 |

| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average deposits | $545.5 | $531.4 | $514.1 |
| Rate paid on deposits | 0.05 % | 0.05 % | 0.06 % |
| Cost of deposits [2] | 1.74 | 1.87 | 1.93 |
| Average loans and leases | $201.7 | $199.6 | $195.4 |
| Mobile financial customers (MM) [3] | 17.6 | 17.1 | 15.5 |
| Number of financial centers | 4,789 | 4,835 | 5,023 |
| Return on average allocated capital [4] | 24 % | 21 % | 22 % |
| Allocated capital [4] | $29.0 | $29.0 | $30.0 |
| Efficiency ratio [1,4] | 57 % | 59 % | 59 % |

| Total U.S. consumer credit card [5] ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average outstandings | $87.5 | $88.7 | $88.1 |
| Risk-adjusted margin | 8.92 % | 9.05 % | 8.97 % |
| Net charge-off ratio | 2.68 | 2.84 | 3.11 |
| New card accounts (MM) | 1.3 | 1.2 | 1.1 |
| Combined credit / debit purchase volumes [6] | $126.7 | $117.1 | $123.1 |

- Net income of $1.7B, up 4% from 2Q14; ROAAC of 24% [4]
- Revenue of $7.5B, down 1% from 2Q14
  - NII decline due primarily to the impact of the firm's allocation of asset-liability management (ALM) activities as well as lower card yields
  - Noninterest income improved, driven by higher card income and mortgage banking income
- Noninterest expense down 4% from 2Q14, due to lower operating and personnel costs; efficiency ratio improved to 57% in 2Q15
  - Financial centers reduced to 4,789, down 5% from 2Q14
  - Total FTEs of 66K, down 9% from 2Q14, while sales specialists grew 4% to 6,963
- Consumer client activity highlights:
  - Average deposits grew $31B, or 6%, from 2Q14
  - Total mortgage and home equity production of $19.2B, up $5.5B from 2Q14 [7]
    - First mortgage pipeline down 15% from 1Q15; up 13% from 2Q14
  - Issued 1.3MM new total U.S. consumer credit cards
  - Record client brokerage assets of $122B, up $16B from 2Q14, driven by strong account flows and improved market valuations
  - Mobile banking users of 17.6MM; 13% of deposit transactions completed through mobile devices

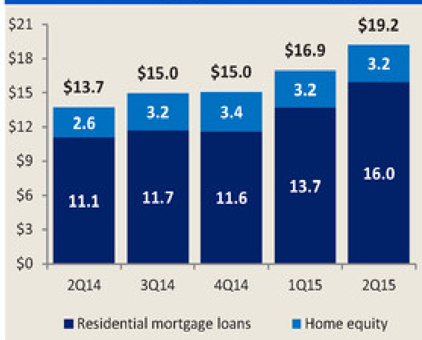
[1] FTE basis.
[2] Cost of deposits calculated as annualized noninterest expense within the Deposits subsegment as a percentage of total average deposits within Consumer Banking.
[3] Beginning in 1Q15, includes approximately 150,000 Merrill Edge and MyMerrill users.
[4] Represents a non-GAAP financial measure. For important presentation information, see slide 28.
[5] Includes average U.S. consumer credit card balances in GWIM of $3.1B, $3.1B and $3.2B in 2Q15, 1Q15 and 2Q14, respectively.
[6] Includes total U.S. consumer credit card and debit card purchase volumes.
[7] Total mortgage production includes first mortgage and home equity originations in Consumer Banking and GWIM. Amounts represent the unpaid principal balance of loans and in the case of home equity, the principal amount of the total line of credit.

# Consumer Banking Trends

### Leading Consumer Franchise

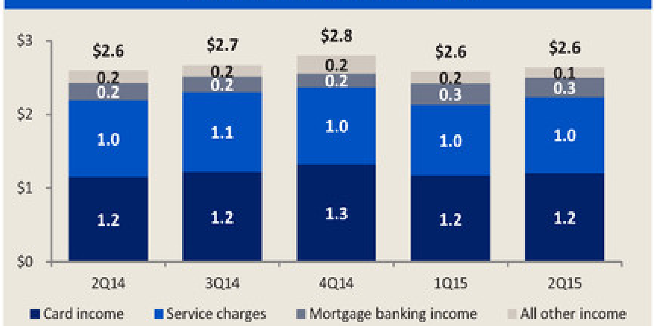
- #1 Retail Deposit Market Share [1]
- #3 in U.S. Credit Card [2]
- #1 Home Equity Lender [2]
- #2 in J.D. Power Primary Mortgage Origination Satisfaction Study
- #1 in Mobile Banking [3]
- #2 Small Business Lender [4]
- #1 in Prime Auto Credit distribution among peers [5]

### Total Mortgage Production ($B) [6]

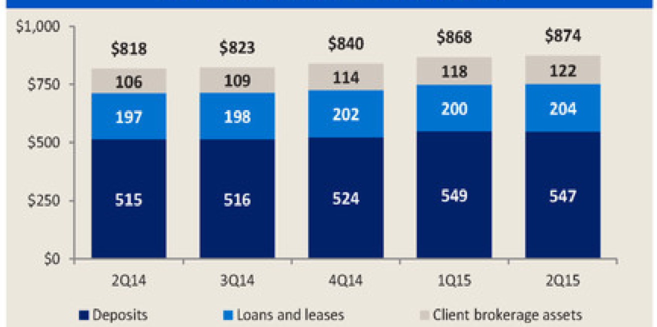



### Full Time Equivalent Employees


### Total Noninterest Income ($B)




### Consumer Client Balances (EOP, $B)




Note: Amounts may not total due to rounding.
[1] Source: SNL branch data. U.S. retail deposit market share in BAC footprint based on June 2014 FDIC deposit data, adjusted to remove commercial balances.
[2] Source: Competitor 1Q15 earnings releases.
[3] Source: Keynote, 1Q15 Mobile Banking Scorecard.
[4] Source: FDIC as of June 30, 2014.
[5] Largest percentage of mix of 740+ Scorex customers among key competitors as of January 2015. Source: Total Units Experian Autocount Risk Loan Analysis Scorex + (Loans, New & Used, Franchised Dealers).
[6] Total mortgage production includes first mortgage and home equity originations in Consumer Banking and GWIM. Amounts represent the unpaid principal balance of loans and in the case of home equity, the principal amount of the total line of credit.

# Global Wealth & Investment Management

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | 2Q14 |
|---|---|---|---|
| Net interest income [1] | $1,359 | $8 | ($126) |
| Noninterest income | 3,214 | 48 | 110 |
| Total revenue, net of interest expense [1] | 4,573 | 56 | (16) |
| Provision for credit losses | 15 | (8) | 23 |
| Noninterest expense | 3,457 | (2) | 12 |
| Income tax expense [1] | 411 | 27 | (15) |
| Net income | $690 | $39 | ($36) |

| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average deposits | $240.0 | $243.6 | $240.0 |
| Average loans and leases | 130.3 | 126.1 | 118.5 |
| Net charge-off ratio | 0.05 % | 0.06 % | 0.01 % |
| Long-term AUM flows | $8.6 | $14.7 | $11.9 |
| Liquidity AUM flows | 6.0 | (1.5) | 0.1 |
| Pre-tax margin | 24 % | 23 % | 25 % |
| Return on average allocated capital [2] | 23 | 22 | 24 |
| Allocated capital [2] | $12.0 | $12.0 | $12.0 |

- Net income of $0.7B, generating a pre-tax margin of 24% and ROAAC of 23% [2]
- Revenue of $4.6B, relatively unchanged versus 2Q14
  - NII decline due primarily to the impact of the firm's allocation of ALM activities, partially offset by loan growth
  - Noninterest income up 4% versus 2Q14 on higher asset management fees, partially offset by lower transactional revenue
- Noninterest expense increased modestly from 2Q14, reflecting higher revenue-related incentives and investment in client-facing professionals, partially offset by lower support costs
- Financial advisors grew 6% from 2Q14 to 16,419 [3]
- Client balances of $2.5T, up $12B from 1Q15, driven by solid net flows
  - Long-term AUM flows of $8.6B, positive for the 24th consecutive quarter
- Average loans of $130B, up $4B from 1Q15 and $12B, or 10%, versus 2Q14; 21st consecutive quarter of loan balance growth
- Average deposits of $240B, down seasonally from 1Q15, and flat versus 2Q14

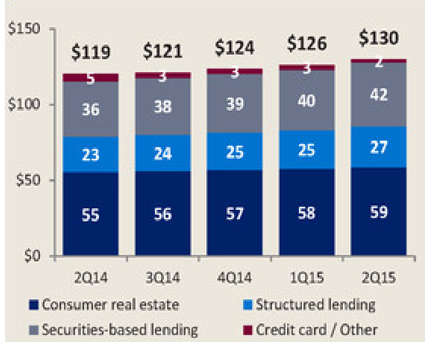
[1] FTE basis.
[2] Represents a non-GAAP financial measure. For important presentation information, see slide 28.
[3] Includes financial advisors in Consumer Banking of 2,049 and 1,716 in 2Q15 and 2Q14.

# GWIM Trends

## Market Share Positioning

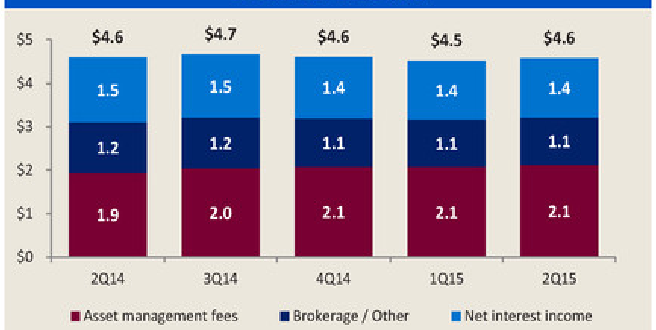
- #1 wealth management market position across client assets, deposits, loans, revenue and net income before taxes [1]
- #1 in personal trust assets under management [2]
- #1 in Barron's Top 1,200 ranked Financial Advisors and Top 100 Women Advisors (2015)

## Average Loans and Leases ($B)

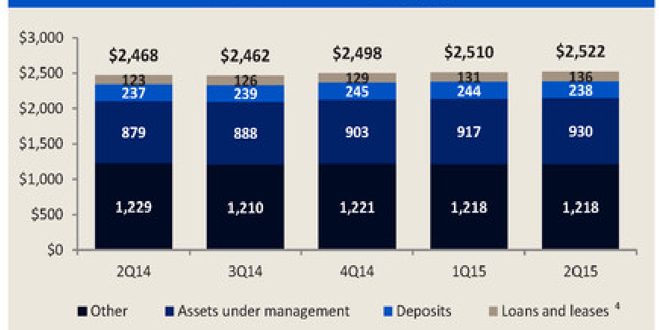



## Total Client-Facing Professionals [3]


## GWIM Revenue ($B)




## Client Balances (EOP, $B)




Note: Amounts may not total due to rounding.
[1] Source: Competitor 1Q15 earnings releases.
[2] Source: Industry 1Q15 call reports.
[3] Includes Financial Advisors in the Consumer Banking segment of 2,049, 1,992, 1,950, 1,868 and 1,716 at 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.
[4] Loans and leases include margin receivables which are classified in customer and other receivables on the Consolidated Balance Sheet.

# Global Banking

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | 2Q14 |
|---|---|---|---|
| Net interest income [1] | $2,213 | ($47) | ($229) |
| Noninterest income [2] | 1,902 | (116) | (94) |
| Total revenue, net of interest expense [1, 2] | 4,115 | (163) | (323) |
| Provision for credit losses | 177 | 81 | 41 |
| Noninterest expense | 1,941 | (69) | (66) |
| Income tax expense [1] | 746 | (60) | (104) |
| Net income | $1,251 | ($115) | ($194) |

| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average deposits | $288.1 | $286.4 | $284.9 |
| Average loans and leases | 300.6 | 289.5 | 287.8 |
| Net charge-off ratio | (0.00) % | 0.01 % | (0.01) % |
| Total corporation IB fees (excl. self-led) [2] | $1.53 | $1.49 | $1.63 |
| Global Banking IB fees [2] | 0.78 | 0.85 | 0.83 |
| Business Lending revenue | 1.80 | 1.89 | 1.93 |
| Global Transaction Services revenue | 1.52 | 1.48 | 1.65 |
| Return on average allocated capital [3] | 14 % | 16 % | 17 % |
| Allocated capital [3] | $35.0 | $35.0 | $33.5 |
| Efficiency ratio [1, 3] | 47 % | 47 % | 45 % |

- Net income of $1.3B, down $0.2B from 2Q14, due to lower NII and investment banking revenue, partially offset by lower expenses
  - NII decline from 2Q14 reflects the impact of the firm's allocation of ALM activities and liquidity costs, as well as compression in loan yields
  - Generated ROAAC of 14% [3]
- Corporation-wide investment banking fees of $1.5B (excluding self-led deals) declined 6% from 2Q14, driven by lower equity issuance from a record quarter in the prior year
  - Ranked #3 globally in IB fees in 2Q15 [4]
- Provision for credit losses increased $41MM versus 2Q14 associated with strong loan growth
- Noninterest expense declined 3% from 2Q14, reflecting lower litigation expense and technology initiative costs, partially offset by investment in client-facing professionals
- Average loans and leases increased $12.8B, or 4%, from 2Q14, driven primarily by growth in C&I across both corporate and commercial
  - Increased $11.1B, or 4%, from 1Q15, primarily in C&I and commercial real estate
- Average deposits grew $3.2B, or 1%, from 2Q14
  - Noninterest-bearing deposits grew 10% while interest-bearing deposits declined 21%, reflecting a positive change in the deposit mix

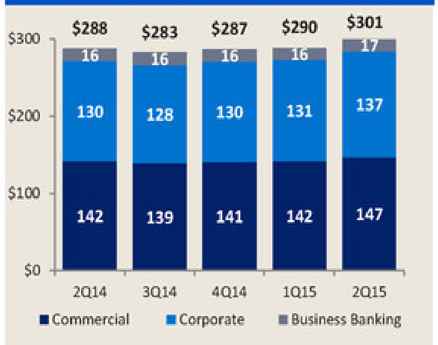
[1] FTE basis.
[2] Global Banking shares with Global Markets in certain deal economics from investment banking and loan origination activities.
[3] Represents a non-GAAP financial measure. For important presentation information, see slide 28.
[4] Ranking per Dealogic for the second quarter as of July 6, 2015.

# Global Banking Trends

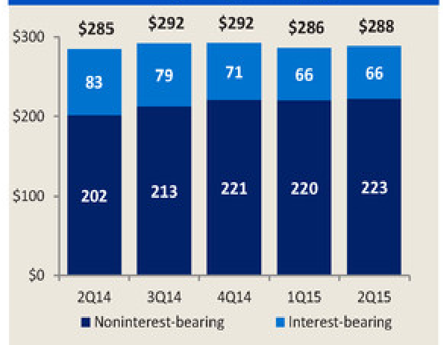
### Business Leadership

- #3 in Global IB Fees [1]
  - Top 3 ranking by volumes in leveraged loans, asset-backed securities, convertible debt, investment grade corporate debt, syndicated loans, announced M&A and debt capital markets
- Best Global Transaction Services and Global Loan House *Euromoney '15*
- Best Bank for Cash Management in North America for the 5th consecutive year [2]
- Best Bank for Liquidity Management in North America for the 4th straight year [2]
- Relationships with 82% of the Global Fortune 500; 97% of the U.S. Fortune 1,000 (2014)

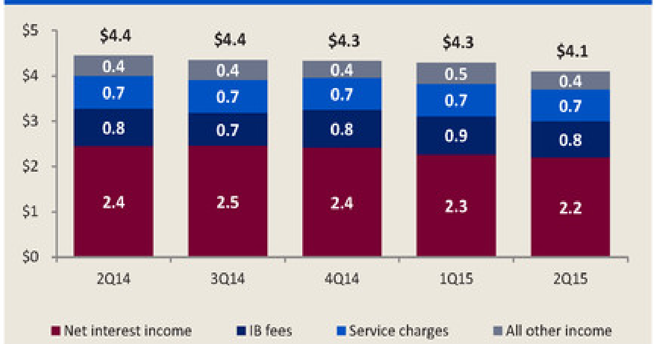
### Average Loans and Leases ($B)



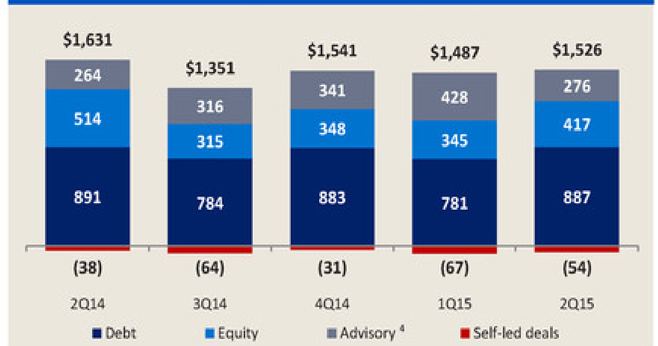

### Average Deposits ($B)




### Global Banking Revenue ($B) [3]




### Total Corporation IB Fees ($MM) [3]




Note: Amounts may not total due to rounding.
[1] Ranking per Dealogic for the second quarter as of July 6, 2015.
[2] Source: Global Finance magazine (2015).
[3] Global Banking shares with Global Markets in certain deal economics from investment banking and loan origination activities.
[4] Advisory includes fees on debt and equity advisory and mergers and acquisitions.

# Global Markets

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | 2Q14 |
|---|---|---|---|
| Net interest income [1] | $1,028 | $19 | $66 |
| Noninterest income (excl. net DVA) [2,3] | 3,129 | (457) | (439) |
| Total revenue (excl. net DVA) [1,2,3] | 4,157 | (438) | (373) |
| Net DVA | 102 | 83 | 33 |
| Total revenue, net of interest expense [1,3] | 4,259 | (355) | (340) |
| Provision for credit losses | 6 | (15) | (14) |
| Noninterest expense | 2,723 | (408) | (152) |
| Income tax expense [1] | 537 | 20 | (65) |
| Net income | $993 | $48 | ($109) |

| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average trading-related assets | $442.5 | $444.0 | $459.9 |
| Average loans and leases | 61.9 | 57.0 | 63.6 |
| Sales and trading revenue | 3.4 | 3.9 | 3.5 |
| Sales and trading revenue (excl. net DVA) [2] | 3.3 | 3.9 | 3.4 |
| Global Markets IB fees [3] | 0.7 | 0.6 | 0.8 |
| Return on average allocated capital [4] | 11 % | 11 % | 13 % |
| Allocated capital [4] | $35.0 | $35.0 | $34.0 |
| Efficiency ratio [1,4] | 64 % | 68 % | 63 % |

- Net income of $1.0B in 2Q15 and ROAAC of 11% [4]
- Revenue, excluding net DVA, of $4.2B declined $0.4B from 2Q14, reflecting a lower gain on an equity investment of $188MM as well as lower sales and trading results and IB fees
- Excluding net DVA [2], sales and trading revenue of $3.3B, down 2% from 2Q14
  - FICC revenue down $0.2B, or 9%, from 2Q14, due to declines in credit-related businesses, primarily credit, mortgages and municipals, partially offset by improvements in macro products
  - Equities revenue improved $0.1B, or 13%, from 2Q14, driven largely by increased client activity in the Asia-Pacific region and strong performance in derivatives
- Noninterest expense declined 5% from 2Q14, reflecting lower revenue-related incentive compensation and support costs

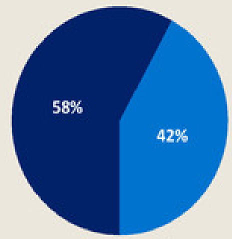
[1] FTE basis.
[2] Represents a non-GAAP financial measure; see note G on slide 26.
[3] In addition to sales and trading revenue, Global Markets shares with Global Banking in certain deal economics from investment banking and loan origination activities.
[4] Represents a non-GAAP financial measure. For important presentation information, see slide 28.

# Global Markets Trends and Revenue Mix

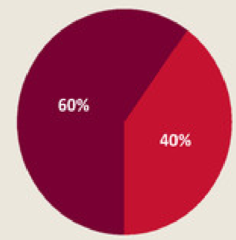
**Business Leadership**

- #1 Global Research Firm for 4th consecutive year [1]
  - Research coverage of 3,400 companies and economic forecasts for > 55 countries
- #1 U.S. Equities Trading Broker and #1 Global Portfolio Trading (*Greenwich '15)*
- Best Equity Derivatives House and Americas Derivatives House of the Year *(Global Capital)*
- #2 U.S. Business Done for Fixed Income and FX [2]

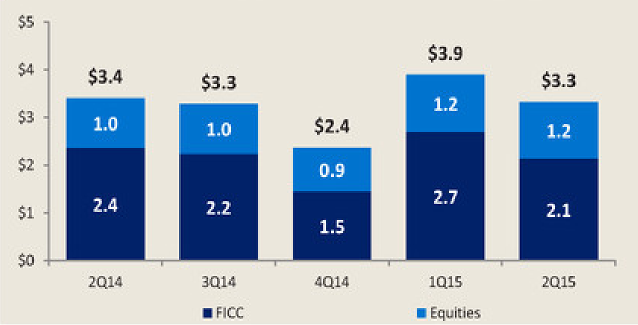
**1H15 Global Markets Revenue Mix**
(excl. net DVA) [3]




**1H15 Total FICC S&T Revenue Mix**
(excl. net DVA) [3, 4]




**Sales & Trading Revenue excl. net DVA [3] ($B)**




**Avg. Trading-related Assets ($B) and VaR ($MM) [5]**


Note: Amounts may not total due to rounding.
[1] Source: Institutional Investor (2014).
[2] Source: Orion. Released in July 2015 for the 12 months ended 1Q15.
[3] Excludes net DVA and 4Q14 transitional funding valuation adjustment. Represents a non-GAAP financial measure; see notes G and H on slide 26.
[4] Macro includes G10 FX, rates and commodities products.
[5] See note M on slide 26 for definition of VaR.

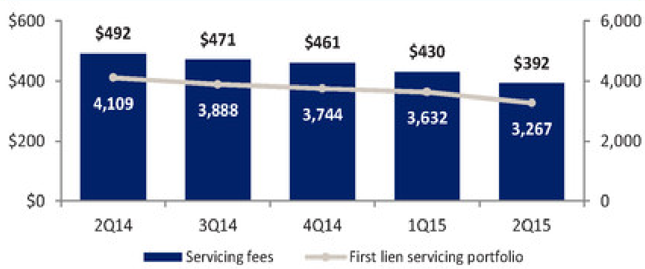
# Legacy Assets & Servicing

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | Inc/(Dec) 2Q14 |
|---|---|---|---|
| Net interest income [1] | $416 | ($12) | $54 |
| Noninterest income | 673 | 187 | 235 |
| Total revenue, net of interest expense [1] | 1,089 | 175 | 289 |
| Provision for credit losses | 57 | (34) | 96 |
| Noninterest expense, excluding litigation [2] | 902 | (122) | (526) |
| Litigation expense | 59 | (120) | (3,747) |
| Income tax expense [1] | 26 | 167 | 1,680 |
| Net income | $45 | $284 | $2,786 |

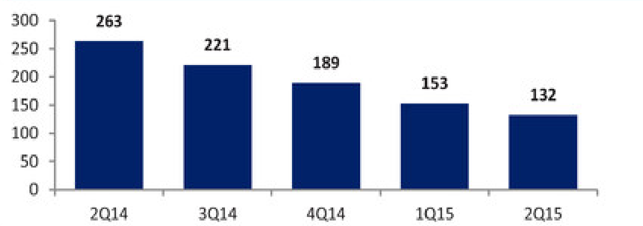
| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average loans and leases | $30.9 | $32.4 | $36.7 |
| MSR (EOP) | 3.2 | 3.1 | 4.1 |
| Capitalized MSR (bps) | 78 | 68 | 82 |
| Serviced for investors (EOP) | $409 | $459 | $505 |
| Total LAS mortgage banking income | 0.7 | 0.5 | 0.4 |

- Net income of $45MM in 2Q15
- Total revenue of $1.1B increased $0.3B from 2Q14, due primarily to a $0.2B benefit in representation and warranties (R&W) provision in 2Q15
  - Excluding R&W impacts [2], revenue down modestly as lower servicing fees on a smaller servicing portfolio were partially offset by favorable MSR net-of-hedge results
- LAS expenses, excluding litigation [2], of $0.9B in 2Q15
  - Expected to decline to approximately $0.8B in 4Q15
  - 60+ days delinquent loans serviced down 14% from 1Q15 to 132K units in 2Q15
  - LAS employees declined 12% from 1Q15

**Servicing Fees ($MM) and Servicing Portfolio (units in 000's)**




**60+ Day Delinquent First Mortgage Loans (units in 000's)**




| 22.3K | 18.5K | 17.1K | 15.5K | 13.7K |
|---|---|---|---|---|

LAS Employees [3]

[1] FTE basis.
[2] Represents a non-GAAP financial measure; see note C on slide 26.
[3] Includes other FTEs supporting LAS (contractors).

# Representations and Warranties Exposure [1]

| New Claim Trends (UPB) | | | | | | |
|---|---|---|---|---|---|---|
| $ in millions | 2Q14 | 3Q14 | 4Q14 | 1Q15 | 2Q15 | Mix [2] |
| Pre 2005 | $24 | $29 | $123 | $28 | $7 | 2 % |
| 2005 | 72 | 374 | 760 | 277 | 5 | 18 |
| 2006 | 351 | 307 | 1,053 | 2,709 | 75 | 52 |
| 2007 | 1,948 | 1,648 | 58 | 365 | 124 | 27 |
| 2008 | 4 | 4 | 6 | 11 | 2 | - |
| Post 2008 | 39 | 15 | 19 | 26 | 11 | 1 |
| New claims | $2,438 | $2,377 | $2,019 | $3,416 | $224 | |
| Time-barred claims | $561 | $771 | $868 | $1,996 | $63 | |
| *% GSEs* | *4 %* | *3 %* | *2 %* | *1 %* | *11 %* | |
| Rescinded claims | $255 | $47 | $71 | $80 | $174 | |
| Approved repurchases | 240 | 88 | 89 | 81 | 45 | |

| Outstanding Claims by Counterparty (UPB) [3] | | | | | |
|---|---|---|---|---|---|
| $ in millions | 2Q14 | 3Q14 | 4Q14 | 1Q15 | 2Q15 |
| GSEs | $76 | $70 | $59 | $45 | $31 |
| Private | 20,551 | 23,012 | 24,489 | 27,816 | 19,953 [4] |
| Monolines | 1,085 | 1,087 | 1,546 | 1,546 | 1,631 |
| Gross claims | 21,712 | 24,169 | 26,094 | 29,407 | 21,615 |
| Duplicate claims [5] | (1,714) | (2,933) | (3,248) | (3,625) | (2,658) |
| Total claims, net of duplicates | $19,998 | $21,236 | $22,846 | $25,782 | $18,957 |

- 2Q15 NY Court of Appeals ruling (ACE Securities Corp. vs. DB Structured Products, Inc.) confirmed that the NY six-year statute of limitations on filing representation and warranty claims begins to run at the time the representations and warranties are made, and not at some later point in time
- Total outstanding unresolved claims of $19.0B declined $6.8B from 1Q15, primarily as a result of treating untimely claims as definitively resolved, due to the ACE decision
- The range of possible loss (RPL) is now estimated to be up to $2B over existing accruals as of June 30, 2015, down from up to $4B as of March 31, 2015 [6]
- R&W reserve of $11.6B as of June 30, 2015 [6], which includes $8.6B previously reserved for BNY Mellon private-label securitization settlement [7]

[1] Representations and warranties exposures do not consider exposures related to servicing (except as such losses are included as potential costs of the BNY Mellon Settlement), including foreclosure and related costs, fraud, indemnity, or claims (including for RMBS) related to securities law or monoline insurance litigations.
[2] Mix for new claim trends is calculated based on last four quarters.
[3] In addition to the unresolved repurchase claims, the Corporation has received, from sponsors of third-party transactions to whom we sold whole loans, notices pertaining to potential indemnity obligations on $2.0B of loans for which we have not received repurchase requests.
[4] Outstanding private claims at June 30, 2015 includes $7.6B of claims submitted without individual loan file reviews, and $4.1B of the outstanding claims, net of duplicate claims, related to loans where the Corporation owns substantially all of the outstanding securities. Outstanding gross private label claims in 2Q15 exclude $7.6B of claims that are considered time-barred.
[5] Represents more than one claim outstanding related to a loan. Included in June 30, 2015 amounts were $2.5B of claims related to private label securities submitted without individual loan file reviews.
[6] Level of reserves established and RPL are subject to adjustments in future periods based on a number of factors including ultimate resolution of the BNY Mellon settlement, changes in estimated repurchase rates, economic conditions, home prices, consumer and counterparty behavior, the applicable statute of limitations and a variety of judgmental factors. The reserve does not include litigation reserves established. The remaining RPL covers principally non-GSE exposures.
[7] BNY Mellon settlement approved on appeal; awaiting satisfaction of final conditions which include receipt of a private letter ruling from the IRS. We cannot predict when or whether the conditions will be satisfied.

# All Other [1]

| $ in millions | 2Q15 | Inc/(Dec) 1Q15 | 2Q14 |
|---|---|---|---|
| Net interest income [2] | $790 | $1,039 | $875 |
| Noninterest income | (25) | 78 | 5 |
| Total revenue, net of interest expense [2] | 765 | 1,117 | 880 |
| Provision for credit losses | 19 | 201 | 267 |
| Noninterest expense | 415 | (1,088) | (60) |
| Income tax expense (benefit) [2] | (306) | 526 | 161 |
| Net income | $637 | $1,478 | $512 |

| Selected Revenue Items ($ in millions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Equity investment income | $11 | $1 | $95 |
| Gains on sales of debt securities | 162 | 263 | 382 |

| Key Indicators ($ in billions) | 2Q15 | 1Q15 | 2Q14 |
|---|---|---|---|
| Average loans and leases | $156.0 | $167.8 | $210.6 |
| Book value of Global Principal Investments | 0.7 | 0.8 | 1.1 |
| Total BAC equity investment exposure | 11.3 | 11.4 | 11.5 |

- Net income of $0.6B in 2Q15
- NII improved $0.9B from 2Q14, driven primarily by positive market-related adjustments due to higher rates
- Noninterest income was relatively flat vs. 2Q14 as lower debt securities gains and equity investment income were offset by higher gains on the sale of consumer real estate loans
- Provision for credit losses of $19MM increased $0.3B from 2Q14, driven primarily by lower recoveries on nonperforming loan sales
- Noninterest expense declined $60MM from 2Q14, reflecting lower personnel costs; decline versus prior quarter driven by the absence of the 1Q15 annual retirement-eligible incentive compensation costs

[1] All Other consists of ALM activities, equity investments, the international consumer card business, liquidating businesses, residual expense allocations and other. ALM activities encompass residential mortgage securities, interest rate and foreign currency risk management activities including the residual net interest income allocation, the impact of certain allocation methodologies and accounting hedge ineffectiveness. Beginning with new originations in 2014, we retain certain residential mortgages in Consumer Banking, consistent with where the overall relationship is managed; previously such mortgages were in All Other. Additionally, certain residential mortgage loans that are managed by LAS are held in All Other. The results of certain ALM activities are allocated to our business segments. Equity investments include our merchant services joint venture as well as Global Principal Investments (GPI) which is comprised of a portfolio of equity, real estate and other alternative investments.
[2] FTE basis.

# Key Takeaways

- Earnings reflect progress toward achieving long-term targets
- Relatively stable revenue
- Managed expenses well
- Solid loan growth across primary lending segments
- Asset quality remains strong
- Strong capital and liquidity levels
- Increased capital distributions
- Positioned to benefit from rising rate environment

# Appendix

# Consumer Real Estate Asset Quality Key Indicators

| | Residential Mortgage [1] | | | | Home Equity [1] | | | |
|---|---|---|---|---|---|---|---|---|
| | 2Q15 | | 1Q15 | | 2Q15 | | 1Q15 | |
| $ in millions | As Reported | Excluding Purchased Credit-impaired and Fully-insured Loans | As Reported | Excluding Purchased Credit-impaired and Fully-insured Loans | As Reported | Excluding Purchased Credit-impaired Loans | As Reported | Excluding Purchased Credit-impaired Loans |
| Loans end of period | $198,825 | $136,654 | $207,925 | $136,229 | $81,006 | $75,893 | $83,571 | $78,217 |
| Loans average | 205,543 | 136,683 | 213,165 | 136,250 | 82,434 | 77,225 | 84,718 | 79,232 |
| Net charge-offs [2] | $177 | $177 | $197 | $197 | $151 | $151 | $172 | $172 |
| % of average loans | 0.35 % | 0.52 % | 0.37 % | 0.59 % | 0.73 % | 0.78 % | 0.82 % | 0.88 % |
| Allowance for loan losses | $1,997 | $1,484 | $2,426 | $1,747 | $2,744 | $2,155 | $2,824 | $2,189 |
| % of loans | 1.00 % | 1.09 % | 1.17 % | 1.28 % | 3.39 % | 2.84 % | 3.38 % | 2.80 % |
| Average refreshed (C)LTV [3] | | 64 | | 65 | | 68 | | 69 |
| 90%+ refreshed (C)LTV [3] | | 11 % | | 13 % | | 20 % | | 22 % |
| Average refreshed FICO | | 744 | | 742 | | 748 | | 747 |
| % below 620 FICO | | 7 % | | 7 % | | 7 % | | 7 % |

[1] Excludes FVO loans.
[2] Excludes write-offs of PCI loans of $264MM and $188MM related to residential mortgage and $26MM and $100MM related to home equity for 2Q15 and 1Q15. Net charge-off ratios including the PCI write-offs for residential mortgage were 0.86% and 0.73%, and for home equity were 0.86% and 1.30% for 2Q15 and 1Q15.
[3] Loan-to-value (LTV) calculations apply to the residential mortgage portfolio. Combined loan-to-value (CLTV) calculations apply to the home equity portfolio.

# Regulatory Capital Reconciliations [1]

| $ in millions<br>Regulatory Capital – Basel 3 transition to fully phased-in | June 30<br>2015 | March 31<br>2015 |
|---|---|---|
| **Common equity tier 1 capital (transition)** | $158,326 | $155,438 |
| Deferred tax assets arising from net operating loss and tax credit carryforwards phased in during transition | (5,705) | (6,031) |
| DVA related to liabilities and derivatives phased in during transition | 384 | 498 |
| Defined benefit pension fund assets phased in during transition | (476) | (459) |
| Accumulated OCI phased in during transition | (1,884) | (378) |
| Intangibles phased in during transition | (1,751) | (1,821) |
| Other adjustments and deductions phased in during transition | (588) | (48) |
| **Common equity tier 1 capital (fully phased-in)** | $148,306 | $147,199 |

| Risk-weighted Assets – As reported to Basel 3 (fully phased-in) | June 30<br>2015 | March 31<br>2015 |
|---|---|---|
| **As reported risk-weighted assets** | $1,407,509 | $1,405,267 |
| Change in risk-weighted assets from reported to fully phased-in | 25,461 | 25,394 |
| **Basel 3 Standardized approach risk-weighted assets (fully phased-in)** | 1,432,970 | 1,430,661 |
| Change in risk-weighted assets for advanced models | (6,067) | 30,529 |
| **Basel 3 Advanced approaches risk-weighted assets (fully phased-in) [2]** | $1,426,903 | $1,461,190 |

| Regulatory Capital Ratios | June 30<br>2015 | March 31<br>2015 |
|---|---|---|
| **Basel 3 Standardized approach Common equity tier 1 (transition)** | 11.2 % | 11.1 % |
| **Basel 3 Standardized approach Common equity tier 1 (fully phased-in)** | 10.3 | 10.3 |
| **Basel 3 Advanced approaches Common equity tier 1 (fully phased-in) [2]** | 10.4 | 10.1 |

[1] Regulatory capital ratios are preliminary. For important presentation information, see slide 28.

[2] Basel 3 Advanced approaches estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3% at June 30, 2015. The Company is currently working with the U.S. banking regulators in order to exit parallel run.

# Notes

**Non-GAAP Financial Measures**

***For reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.***

[A] On a GAAP basis, net interest income (NII) was $10.5B; total revenue, net of interest expense was $22.1B; pre-tax, pre-provision earnings were $8.3B; income before income taxes was $7.5B; and income tax expense was $2.2B for 2Q15.

[B] On a GAAP basis, reported NII was $10.5B, $9.5B, $9.6B, $10.2B and $10.0B for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively. Market-related adjustments of premium amortization expense and hedge ineffectiveness were $0.7B, ($0.5B), ($0.6B), ($0.1B) and ($0.2B) for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

[C] LAS noninterest expense was $961MM, $1.2B and $5.2B for 2Q15, 1Q15 and 2Q14, respectively. LAS litigation expense was $59MM, $179MM and $3.8B for 2Q15, 1Q15 and 2Q14, respectively. Representations and warranties provision was $204MM, ($90MM) and ($110MM) for 2Q15, 1Q15 and 2Q14, respectively.

[D] Net charge-offs exclude write-offs of PCI loans of $290MM, $288MM, $13MM, $246MM and $160MM for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively. Including the write-offs of PCI loans, total annualized net charge-offs and PCI write-offs as a percentage of total average loans and leases outstanding were 0.62%, 0.70%, 0.40%, 0.57% and 0.55% for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

[E] Adjusted net charge-offs exclude DoJ settlement impacts of $166MM, $230MM and $151MM in 2Q15, 1Q15 and 4Q14, and recoveries from NPL sales and other recoveries of $27MM, $40MM, $314MM, $114MM and $185MM in 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

[F] The allowance / annualized net charge-offs and PCI write-offs ratios were 2.40x, 2.28x, 4.08x, 2.95x and 3.20x, and the allowance (excluding valuation allowance for PCI loans) / annualized net charge-offs (excluding PCI loans) ratios were 2.79x, 2.55x, 3.66x, 3.27x and 3.25x, which excludes valuation allowance on PCI loans of $1.1B, $1.3B, $1.7B, $1.6B and $1.8B for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

[G] In 4Q14, a funding valuation adjustment (FVA) on uncollateralized derivative transactions was implemented, and a transitional charge of $497MM related to the adoption was recorded. Net DVA represents the combined total of net DVA on derivatives and structured liabilities, and the FVA transitional charge recorded in 4Q14. Net DVA gains (losses) were $102MM, $19MM, ($626MM), $205MM and $69MM for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

[H] Net DVA represents the combined total of net DVA on derivatives and structured liabilities, and the FVA transitional charge recorded in 4Q14. Net DVA included in FICC revenue was gains (losses) of $82MM, $4MM, ($577MM), $133MM and $56MM for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively. Net DVA included in equities revenue was gains (losses) of $20MM, $15MM, ($49MM), $72MM and $13MM for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

**Definitions**

[I] Market-related NII adjustments include retrospective changes to debt security premium or discount amortization resulting from changes in estimated prepayments, due primarily to changes in interest rates, and hedge ineffectiveness. Amortization of premiums and accretion of discounts is included in interest income. When a change is made to the estimated lives of the securities, primarily as a result of changes in interest rates, the related premium or discount is adjusted, with a corresponding charge or benefit to interest income, to the appropriate amount had the current estimated lives been applied since the purchase of the securities. For more information, see Note 1 – Summary of Significant Accounting Principles to the Consolidated Financial Statements of the Corporation's 2014 Annual Report on Form 10-K.

[J] Parent company long-term debt reflects the carrying value of annual contractual maturities of long-term debt obligations of Bank of America Corporation only. Substantially all of our senior and subordinated debt obligations contain no provisions that could trigger a requirement for an early repayment, require additional collateral support, result in changes to terms, accelerate maturity, or create additional financial obligations upon an adverse change in our credit ratings, financial ratios, earnings, cash flows or stock price.

[K] Global Excess Liquidity Sources include cash and high-quality, liquid, unencumbered securities, limited to U.S. government securities, U.S. agency securities, U.S. agency MBS, and a select group of non-U.S. government and supranational securities, and are readily available to meet funding requirements as they arise. It does not include Federal Reserve Discount Window or Federal Home Loan Bank borrowing capacity. Transfers of liquidity from the bank or other regulated entities are subject to certain regulatory restrictions.

[L] Time to Required Funding (TTF) is a debt coverage measure and is expressed as the number of months unsecured holding company obligations of Bank of America Corporation can be met using only its Global Excess Liquidity Sources without issuing debt or sourcing additional liquidity. We define unsecured contractual obligations for purposes of this metric as maturities of senior or subordinated debt issued or guaranteed by Bank of America Corporation.

[M] VaR model uses historical simulation approach based on three years of historical data and an expected shortfall methodology equivalent to a 99% confidence level. Using a 95% confidence level, average VaR was $23MM, $30MM, $24MM, $26MM and $27MM for 2Q15, 1Q15, 4Q14, 3Q14 and 2Q14, respectively.

# Forward-Looking Statements

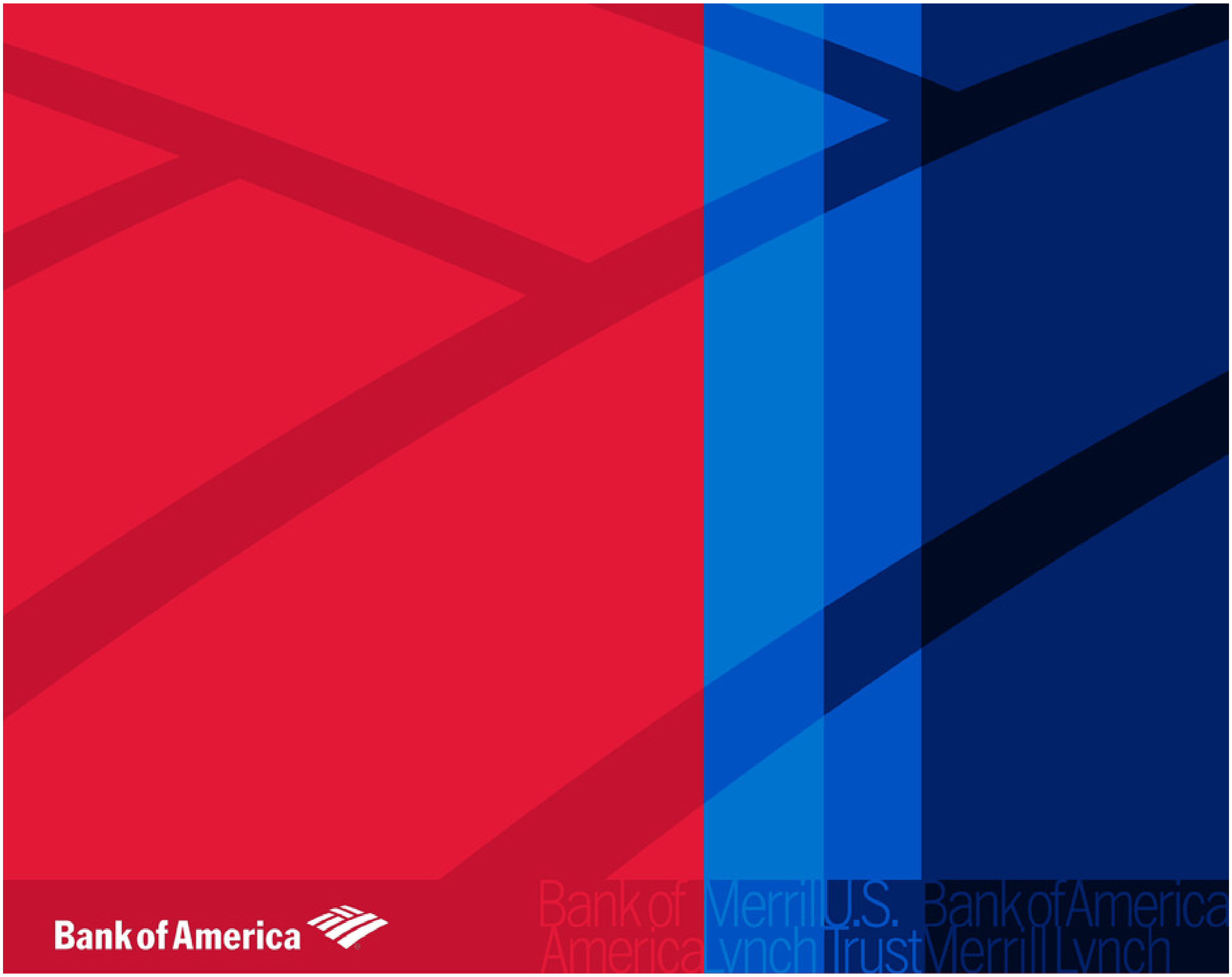
Bank of America and its management may make certain statements that constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements can be identified by the fact that they do not relate strictly to historical or current facts. Forward-looking statements often use words such as "anticipates," "targets," "expects," "hopes," "estimates," "intends," "plans," "goals," "believes," "continue" and other similar expressions or future or conditional verbs such as "will," "may," "might," "should," "would" and "could." Forward-looking statements represent Bank of America's current expectations, plans or forecasts of its future results and revenues, and future business and economic conditions more generally, and other future matters. These statements are not guarantees of future results or performance and involve certain known and unknown risks, uncertainties and assumptions that are difficult to predict and are often beyond Bank of America's control. Actual outcomes and results may differ materially from those expressed in, or implied by, any of these forward-looking statements.

You should not place undue reliance on any forward-looking statement and should consider the following uncertainties and risks, as well as the risks and uncertainties more fully discussed under Item 1A. Risk Factors of Bank of America's 2014 Annual Report on Form 10-K, and in any of Bank of America's subsequent Securities and Exchange Commission filings: the Company's ability to resolve representations and warranties repurchase and related claims including claims or suits brought with respect to securitization trusts under alternate theories of recovery where the statute of limitations for representations and warranties claims against the sponsor has expired; the possibility that the Company could face related servicing, securities, fraud, indemnity, contribution or other claims from one or more counterparties, including trustees, purchasers of loans, underwriters, issuers, other parties involved in securitizations, monolines or private-label and other investors; the possibility that final court approval of negotiated settlements is not obtained, including the possibility that all of the conditions necessary to obtain final approval of the BNY Mellon Settlement do not occur; the possibility that future representations and warranties losses may occur in excess of the Company's recorded liability and estimated range of possible loss for its representations and warranties exposures; the possibility that the Company may not collect mortgage insurance claims; potential claims, damages, penalties, fines and reputational damage resulting from pending or future litigation and regulatory proceedings, including the possibility that amounts may be in excess of the Company's recorded liability and estimated range of possible losses for litigation exposures; the possibility that the European Commission will impose remedial measures in relation to its investigation of the Company's competitive practices; the possible outcome of LIBOR, other reference rate and foreign exchange inquiries and investigations; uncertainties about the financial stability and growth rates of non-U.S. jurisdictions, the risk that those jurisdictions may face difficulties servicing their sovereign debt, and related stresses on financial markets, currencies and trade, and the Company's exposures to such risks, including direct, indirect and operational; the impact of U.S. and global interest rates, currency exchange rates and economic conditions; the impact on the Company's business, financial condition and results of operations of a potential higher interest rate environment; adverse changes to the Company's credit ratings from the major credit rating agencies; estimates of the fair value of certain of the Company's assets and liabilities; uncertainty regarding the content, timing and impact of regulatory capital and liquidity requirements, including but not limited to, any G-SIB surcharge; the possibility that our internal analytical models will not be approved by U.S. banking regulators; the possibility that in connection with our effort to exit our Advanced approaches parallel run, our internal analytical models (including the internal models methodology) will either not be approved by U.S. banking regulators, or will be approved with significant modifications, which could, for example, increase our risk-weighted assets and, as a result, negatively impact our capital ratios under the Advanced approaches; the possible impact of Federal Reserve actions on the Company's capital plans; the impact of implementation and compliance with new and evolving U.S. and international regulations, including but not limited to recovery and resolution planning requirements, the Volcker Rule, and derivatives regulations; the impact of recent proposed U.K. tax law changes, including a reduction to the U.K. corporate tax rate and the creation of a bank surcharge tax, which together may result in a tax charge upon enactment and higher tax expense going forward, as well as a reduction in the bank levy rate; a failure in or breach of the Company's operational or security systems or infrastructure, or those of third parties, including as a result of cyber attacks; and other similar matters.

Forward-looking statements speak only as of the date they are made, and Bank of America undertakes no obligation to update any forward-looking statement to reflect the impact of circumstances or events that arise after the date the forward-looking statement was made.

# Important Presentation Information

- The information contained herein is preliminary and based on Company data available at the time of the earnings presentation. It speaks only as of the particular date or dates included in the accompanying slides. Bank of America does not undertake an obligation to, and disclaims any duty to, update any of the information provided.
- Certain prior period amounts have been reclassified to conform to current period presentation.
- The Company's fully phased-in Basel 3 estimates and the supplementary leverage ratio are based on its current understanding of the Standardized and Advanced approaches under the Basel 3 rules. Under the Basel 3 Advanced approaches, risk-weighted assets are determined primarily for market risk and credit risk, similar to the Standardized approach, but also incorporate operational risk and a credit valuation adjustment component. Market risk capital measurements are consistent with the Standardized approach, except for securitization exposures, where the Supervisory Formula Approach is also permitted. Credit risk exposures are measured using internal ratings-based models to determine the applicable risk weight by estimating the probability of default, loss given default and, in certain instances, exposure at default. The internal analytical models primarily rely on internal historical default and loss experience. The calculations under Basel 3 require management to make estimates, assumptions and interpretations, including the probability of future events based on historical experience. Actual results could differ from those estimates and assumptions. These estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3% at June 30, 2015. The Company is currently working with the U.S. banking regulators in order to exit parallel run.
- Certain financial measures contained herein represent non-GAAP financial measures. For more information about the non-GAAP financial measures contained herein, please see the presentation of the most directly comparable financial measures calculated in accordance with GAAP and accompanying reconciliations in the earnings press release for the quarter ended June 30, 2015 and other earnings-related information available through the Bank of America Investor Relations web site at: http://investor.bankofamerica.com.
- The Company allocates capital to its business segments using a methodology that considers the effect of regulatory capital requirements in addition to internal risk-based capital models. The Company's internal risk-based capital models use a risk-adjusted methodology incorporating each segment's credit, market, interest rate, business and operational risk components. Allocated capital is reviewed periodically and refinements are made based on multiple considerations that include, but are not limited to, business segment exposures and risk profile, regulatory constraints and strategic plans. As a result of this process, in 2015, the Company adjusted the amount of capital being allocated to its business segments, primarily LAS.


Bank of America
Bank of America
Merrill Lynch
U.S. Trust
Bank of America Merrill Lynch

# Supplemental Information
# Second Quarter 2015

**Bank of America Corporation and Subsidiaries**

## Table of Contents

**Bank of America Corporation and Subsidiaries**

# Consolidated Financial Highlights

(Dollars in millions, except per share information; shares in thousands)

| | Six Months Ended June 30 | | Second Quarter | First Quarter | Fourth Quarter | Third Quarter | Second Quarter |
|---|---|---|---|---|---|---|---|
| | **2015** | 2014 | **2015** | 2015 | 2014 | 2014 | 2014 |
| **Income statement** | | | | | | | |
| Net interest income | **$ 19,939** | $ 20,098 | **$ 10,488** | $ 9,451 | $ 9,635 | $ 10,219 | $ 10,013 |
| Noninterest income | **23,380** | 24,215 | **11,629** | 11,751 | 9,090 | 10,990 | 11,734 |
| Total revenue, net of interest expense | **43,319** | 44,313 | **22,117** | 21,202 | 18,725 | 21,209 | 21,747 |
| Provision for credit losses | **1,545** | 1,420 | **780** | 765 | 219 | 636 | 411 |
| Noninterest expense | **29,513** | 40,779 | **13,818** | 15,695 | 14,196 | 20,142 | 18,541 |
| Income tax expense | **3,584** | 99 | **2,199** | 1,385 | 1,260 | 663 | 504 |
| Net income (loss) | **8,677** | 2,015 | **5,320** | 3,357 | 3,050 | (232) | 2,291 |
| Preferred stock dividends | **712** | 494 | **330** | 382 | 312 | 238 | 256 |
| Net income (loss) applicable to common shareholders | **7,965** | 1,521 | **4,990** | 2,975 | 2,738 | (470) | 2,035 |
| Diluted earnings (loss) per common share [(1)] | **0.72** | 0.14 | **0.45** | 0.27 | 0.25 | (0.04) | 0.19 |
| Average diluted common shares issued and outstanding [(1)] | **11,252,417** | 10,599,641 | **11,238,060** | 11,266,511 | 11,273,773 | 10,515,790 | 11,265,123 |
| Dividends paid per common share | **$ 0.10** | $ 0.02 | **$ 0.05** | $ 0.05 | $ 0.05 | $ 0.05 | $ 0.01 |
| **Performance ratios** | | | | | | | |
| Return on average assets | **0.82 %** | 0.19 % | **0.99 %** | 0.64 % | 0.57 % | n/m | 0.42 % |
| Return on average common shareholders' equity | **7.07** | 1.38 | **8.75** | 5.35 | 4.84 | n/m | 3.68 |
| Return on average tangible common shareholders' equity [(2)] | **10.38** | 2.05 | **12.78** | 7.88 | 7.15 | n/m | 5.47 |
| Return on average tangible shareholders' equity [(2)] | **9.93** | 2.49 | **11.93** | 7.85 | 7.08 | n/m | 5.64 |
| **At period end** | | | | | | | |
| Book value per share of common stock | **$ 21.91** | $ 21.16 | **$ 21.91** | $ 21.66 | $ 21.32 | $ 20.99 | $ 21.16 |
| Tangible book value per share of common stock [(2)] | **15.02** | 14.24 | **15.02** | 14.79 | 14.43 | 14.09 | 14.24 |
| Market price per share of common stock: | | | | | | | |
| Closing price | **$ 17.02** | $ 15.37 | **$ 17.02** | $ 15.39 | $ 17.89 | $ 17.05 | $ 15.37 |
| High closing price for the period | **17.90** | 17.92 | **17.67** | 17.90 | 18.13 | 17.18 | 17.34 |
| Low closing price for the period | **15.15** | 14.51 | **15.41** | 15.15 | 15.76 | 14.98 | 14.51 |
| Market capitalization | **178,231** | 161,628 | **178,231** | 161,909 | 188,141 | 179,296 | 161,628 |
| Number of financial centers - U.S. | **4,789** | 5,023 | **4,789** | 4,835 | 4,855 | 4,947 | 5,023 |
| Number of branded ATMs - U.S. | **15,992** | 15,973 | **15,992** | 15,903 | 15,834 | 15,671 | 15,973 |
| Full-time equivalent employees | **216,679** | 233,201 | **216,679** | 219,658 | 223,715 | 229,538 | 233,201 |

(1) The diluted earnings (loss) per common share excludes the effect of any equity instruments that are antidilutive to earnings per share. There were no potential common shares that were dilutive in the third quarter of 2014 because of the net loss applicable to common shareholders.

(2) Tangible equity ratios and tangible book value per share of common stock are non-GAAP financial measures. We believe the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate non-GAAP financial measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

n/m = not meaningful

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Supplemental Financial Data

(Dollars in millions)

**Fully taxable-equivalent (FTE) basis data** [1]

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income | **$ 20,386** | $ 20,512 | **$ 10,716** | $ 9,670 | $ 9,865 | $ 10,444 | $ 10,226 |
| Total revenue, net of interest expense | **43,766** | 44,727 | **22,345** | 21,421 | 18,955 | 21,434 | 21,960 |
| Net interest yield | **2.27 %** | 2.26 % | **2.37 %** | 2.17 % | 2.18 % | 2.29 % | 2.22 % |
| Efficiency ratio | **67.43** | 91.17 | **61.84** | 73.27 | 74.90 | 93.97 | 84.43 |

[1] FTE basis is a non-GAAP financial measure. FTE basis is a performance measure used by management in operating the business that management believes provides investors with a more accurate picture of the interest margin for comparative purposes. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Consolidated Statement of Income

(Dollars in millions, except per share information; shares in thousands)

| | Six Months Ended June 30 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **2015** | 2014 | **Second Quarter 2015** | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
| **Interest income** | | | | | | | |
| Loans and leases | **$ 16,014** | $ 17,395 | **$ 7,978** | $ 8,036 | $ 8,377 | $ 8,535 | $ 8,635 |
| Debt securities | **4,957** | 4,121 | **3,070** | 1,887 | 1,675 | 2,225 | 2,124 |
| Federal funds sold and securities borrowed or purchased under agreements to resell | **499** | 562 | **268** | 231 | 238 | 239 | 297 |
| Trading account assets | **2,157** | 2,352 | **1,074** | 1,083 | 1,098 | 1,111 | 1,175 |
| Other interest income | **1,468** | 1,446 | **742** | 726 | 764 | 748 | 710 |
| Total interest income | **25,095** | 25,876 | **13,132** | 11,963 | 12,152 | 12,858 | 12,941 |
| **Interest expense** | | | | | | | |
| Deposits | **436** | 573 | **216** | 220 | 237 | 270 | 282 |
| Short-term borrowings | **1,271** | 1,372 | **686** | 585 | 615 | 591 | 763 |
| Trading account liabilities | **729** | 833 | **335** | 394 | 351 | 392 | 398 |
| Long-term debt | **2,720** | 3,000 | **1,407** | 1,313 | 1,314 | 1,386 | 1,485 |
| Total interest expense | **5,156** | 5,778 | **2,644** | 2,512 | 2,517 | 2,639 | 2,928 |
| **Net interest income** | **19,939** | 20,098 | **10,488** | 9,451 | 9,635 | 10,219 | 10,013 |
| **Noninterest income** | | | | | | | |
| Card income | **2,871** | 2,834 | **1,477** | 1,394 | 1,610 | 1,500 | 1,441 |
| Service charges | **3,621** | 3,692 | **1,857** | 1,764 | 1,844 | 1,907 | 1,866 |
| Investment and brokerage services | **6,765** | 6,560 | **3,387** | 3,378 | 3,397 | 3,327 | 3,291 |
| Investment banking income | **3,013** | 3,173 | **1,526** | 1,487 | 1,541 | 1,351 | 1,631 |
| Equity investment income (loss) | **115** | 1,141 | **88** | 27 | (20 ) | 9 | 357 |
| Trading account profits | **3,894** | 4,299 | **1,647** | 2,247 | 111 | 1,899 | 1,832 |
| Mortgage banking income | **1,695** | 939 | **1,001** | 694 | 352 | 272 | 527 |
| Gains on sales of debt securities | **436** | 759 | **168** | 268 | 163 | 432 | 382 |
| Other income | **970** | 818 | **478** | 492 | 92 | 293 | 407 |
| Total noninterest income | **23,380** | 24,215 | **11,629** | 11,751 | 9,090 | 10,990 | 11,734 |
| **Total revenue, net of interest expense** | **43,319** | 44,313 | **22,117** | 21,202 | 18,725 | 21,209 | 21,747 |
| **Provision for credit losses** | **1,545** | 1,420 | **780** | 765 | 219 | 636 | 411 |
| **Noninterest expense** | | | | | | | |
| Personnel | **17,504** | 18,055 | **7,890** | 9,614 | 7,693 | 8,039 | 8,306 |
| Occupancy | **2,054** | 2,194 | **1,027** | 1,027 | 996 | 1,070 | 1,079 |
| Equipment | **1,012** | 1,080 | **500** | 512 | 531 | 514 | 534 |
| Marketing | **885** | 892 | **445** | 440 | 491 | 446 | 450 |
| Professional fees | **915** | 1,184 | **494** | 421 | 677 | 611 | 626 |
| Amortization of intangibles | **425** | 474 | **212** | 213 | 228 | 234 | 235 |
| Data processing | **1,567** | 1,594 | **715** | 852 | 796 | 754 | 761 |
| Telecommunications | **373** | 694 | **202** | 171 | 254 | 311 | 324 |
| Other general operating | **4,778** | 14,612 | **2,333** | 2,445 | 2,530 | 8,163 | 6,226 |
| Total noninterest expense | **29,513** | 40,779 | **13,818** | 15,695 | 14,196 | 20,142 | 18,541 |
| **Income before income taxes** | **12,261** | 2,114 | **7,519** | 4,742 | 4,310 | 431 | 2,795 |
| **Income tax expense** | **3,584** | 99 | **2,199** | 1,385 | 1,260 | 663 | 504 |
| **Net income (loss)** | **$ 8,677** | $ 2,015 | **$ 5,320** | $ 3,357 | $ 3,050 | $ (232 ) | $ 2,291 |
| **Preferred stock dividends** | **712** | 494 | **330** | 382 | 312 | 238 | 256 |
| **Net income (loss) applicable to common shareholders** | **$ 7,965** | $ 1,521 | **$ 4,990** | $ 2,975 | $ 2,738 | $ (470 ) | $ 2,035 |
| **Per common share information** | | | | | | | |
| Earnings (loss) | **$ 0.76** | $ 0.14 | **$ 0.48** | $ 0.28 | $ 0.26 | $ (0.04 ) | $ 0.19 |
| Diluted earnings (loss) [(1)] | **0.72** | 0.14 | **0.45** | 0.27 | 0.25 | (0.04 ) | 0.19 |
| Dividends paid | **0.10** | 0.02 | **0.05** | 0.05 | 0.05 | 0.05 | 0.01 |
| **Average common shares issued and outstanding** | **10,503,379** | 10,539,769 | **10,488,137** | 10,518,790 | 10,516,334 | 10,515,790 | 10,519,359 |
| **Average diluted common shares issued and outstanding** [(1)] | **11,252,417** | 10,599,641 | **11,238,060** | 11,266,511 | 11,273,773 | 10,515,790 | 11,265,123 |

[(1)] The diluted earnings (loss) per common share excludes the effect of any equity instruments that are antidilutive to earnings per share. There were no potential common shares that were dilutive in the third quarter of 2014 because of the net loss applicable to common shareholders.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Consolidated Statement of Comprehensive Income

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Net income (loss)** | **$ 8,677** | $ 2,015 | **$ 5,320** | $ 3,357 | $ 3,050 | $ (232) | $ 2,291 |
| **Other comprehensive income (loss), net-of-tax:** | | | | | | | |
| Net change in available-for-sale debt and marketable equity securities | **(1,201)** | 3,594 | **(2,537)** | 1,336 | 2,021 | (994) | 2,305 |
| Net change in derivatives | **289** | 215 | **246** | 43 | 205 | 196 | 7 |
| Employee benefit plan adjustments | **50** | 56 | **25** | 25 | (1,007) | 8 | 7 |
| Net change in foreign currency translation adjustments | **(8)** | (119) | **43** | (51) | (24) | (14) | 7 |
| **Other comprehensive income (loss)** | **(870)** | 3,746 | **(2,223)** | 1,353 | 1,195 | (804) | 2,326 |
| **Comprehensive income (loss)** | **$ 7,807** | $ 5,761 | **$ 3,097** | $ 4,710 | $ 4,245 | $ (1,036) | $ 4,617 |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Consolidated Balance Sheet

(Dollars in millions)

| | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| **Assets** | | | |
| Cash and due from banks | **$ 29,974** | $ 30,106 | $ 31,969 |
| Interest-bearing deposits with the Federal Reserve, non-U.S. central banks and other banks | **133,540** | 132,437 | 120,930 |
| Cash and cash equivalents | **163,514** | 162,543 | 152,899 |
| Time deposits placed and other short-term investments | **7,996** | 7,418 | 8,646 |
| Federal funds sold and securities borrowed or purchased under agreements to resell | **199,903** | 206,708 | 229,449 |
| Trading account assets | **189,106** | 186,860 | 196,952 |
| Derivative assets | **50,977** | 61,331 | 47,892 |
| Debt securities: | | | |
| Carried at fair value | **332,307** | 324,174 | 292,861 |
| Held-to-maturity, at cost | **60,072** | 59,815 | 60,022 |
| Total debt securities | **392,379** | 383,989 | 352,883 |
| Loans and leases | **886,449** | 877,956 | 911,899 |
| Allowance for loan and lease losses | **(13,068)** | (13,676) | (15,811) |
| Loans and leases, net of allowance | **873,381** | 864,280 | 896,088 |
| Premises and equipment, net | **9,700** | 9,833 | 10,146 |
| Mortgage servicing rights | **3,521** | 3,394 | 4,368 |
| Goodwill | **69,775** | 69,776 | 69,810 |
| Intangible assets | **4,188** | 4,391 | 5,099 |
| Loans held-for-sale | **6,914** | 9,732 | 9,200 |
| Customer and other receivables | **64,505** | 63,716 | 65,475 |
| Other assets | **113,175** | 109,574 | 121,650 |
| **Total assets** | **$ 2,149,034** | $ 2,143,545 | $ 2,170,557 |

| **Assets of consolidated variable interest entities included in total assets above (isolated to settle the liabilities of the variable interest entities)** | | | |
|---|---|---|---|
| Trading account assets | **$ 4,863** | $ 5,182 | $ 7,236 |
| Loans and leases | **85,467** | 89,771 | 102,799 |
| Allowance for loan and lease losses | **(1,711)** | (1,869) | (2,326) |
| Loans and leases, net of allowance | **83,756** | 87,902 | 100,473 |
| Loans held-for-sale | **413** | 1,226 | 601 |
| All other assets | **3,681** | 2,953 | 3,971 |
| **Total assets of consolidated variable interest entities** | **$ 92,713** | $ 97,263 | $ 112,281 |

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Consolidated Balance Sheet (continued)

(Dollars in millions)

| | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| **Liabilities** | | | |
| Deposits in U.S. offices: | | | |
| Noninterest-bearing | **$ 411,862** | $ 412,902 | $ 390,781 |
| Interest-bearing | **668,447** | 673,431 | 662,823 |
| Deposits in non-U.S. offices: | | | |
| Noninterest-bearing | **8,294** | 8,473 | 7,419 |
| Interest-bearing | **60,957** | 58,362 | 73,306 |
| Total deposits | **1,149,560** | 1,153,168 | 1,134,329 |
| Federal funds purchased and securities loaned or sold under agreements to repurchase | **213,024** | 203,758 | 217,829 |
| Trading account liabilities | **72,596** | 74,791 | 88,342 |
| Derivative liabilities | **43,583** | 52,234 | 38,647 |
| Short-term borrowings | **39,903** | 33,270 | 45,873 |
| Accrued expenses and other liabilities (includes **$588**, $537 and $503 of reserve for unfunded lending commitments) | **135,295** | 138,278 | 151,055 |
| Long-term debt | **243,414** | 237,858 | 257,071 |
| **Total liabilities** | **1,897,375** | 1,893,357 | 1,933,146 |
| **Shareholders' equity** | | | |
| Preferred stock, $0.01 par value; authorized – **100,000,000** shares; issued and outstanding – **3,767,790**, 3,767,790 and 3,467,790 shares | **22,273** | 22,273 | 14,846 |
| Common stock and additional paid-in capital, $0.01 par value; authorized – **12,800,000,000** shares; issued and outstanding – **10,471,836,636**, 10,520,400,507 and 10,515,824,628 shares | **152,638** | 153,410 | 153,468 |
| Retained earnings | **81,938** | 77,472 | 73,808 |
| Accumulated other comprehensive income (loss) | **(5,190)** | (2,967) | (4,711) |
| **Total shareholders' equity** | **251,659** | 250,188 | 237,411 |
| **Total liabilities and shareholders' equity** | **$ 2,149,034** | $ 2,143,545 | $ 2,170,557 |

| **Liabilities of consolidated variable interest entities included in total liabilities above** | | | |
|---|---|---|---|
| Short-term borrowings | **$ 358** | $ 630 | $ 927 |
| Long-term debt | **14,471** | 13,942 | 16,333 |
| All other liabilities | **109** | 123 | 93 |
| **Total liabilities of consolidated variable interest entities** | **$ 14,938** | $ 14,695 | $ 17,353 |

Certain prior period amounts have been reclassified to conform to current period presentation.

# Capital Management

(Dollars in millions)

| | Basel 3 Standardized Transition | | | | |
|---|---|---|---|---|---|
| | **June 30 2015** | March 31 2015 | December 31 2014 | September 30 2014 | June 30 2014 |
| **Risk-based capital metrics (1, 2):** | | | | | |
| Common equity tier 1 capital | **$ 158,326** | $ 155,438 | $ 155,361 | $ 152,444 | $ 153,582 |
| Tier 1 capital | **176,247** | 173,155 | 168,973 | 163,040 | 160,760 |
| Total capital | **217,889** | 214,481 | 208,670 | 200,759 | 197,028 |
| Risk-weighted assets | **1,407,509** | 1,405,267 | 1,261,544 | 1,271,723 | 1,284,924 |
| Common equity tier 1 capital ratio | **11.2%** | 11.1% | 12.3% | 12.0% | 12.0% |
| Tier 1 capital ratio | **12.5** | 12.3 | 13.4 | 12.8 | 12.5 |
| Total capital ratio | **15.5** | 15.3 | 16.5 | 15.8 | 15.3 |
| Tier 1 leverage ratio | **8.5** | 8.4 | 8.2 | 7.9 | 7.7 |
| Tangible equity ratio (3) | **8.6** | 8.6 | 8.4 | 8.1 | 7.8 |
| Tangible common equity ratio (3) | **7.6** | 7.5 | 7.5 | 7.2 | 7.1 |

(1) Regulatory capital ratios are preliminary.

(2) Common equity tier 1 capital ratios at June 30, 2015 and March 31, 2015 reflects the migration of the risk-weighted assets calculation from the general risk-based approach to the Basel 3 Standardized approach, and Common equity tier 1 capital includes the 2015 phase-in of regulatory capital transition provisions.

(3) Tangible equity ratio equals period-end tangible shareholders' equity divided by period-end tangible assets. Tangible common equity ratio equals period-end tangible common shareholders' equity divided by period-end tangible assets. Tangible shareholders' equity and tangible assets are non-GAAP financial measures. We believe the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate non-GAAP financial measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliation to GAAP Financial Measures on pages 45-48.)

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Regulatory Capital Reconciliations [1, 2]

(Dollars in millions)

| | June 30 2015 | March 31 2015 | December 31 2014 | September 30 2014 | June 30 2014 |
|---|---|---|---|---|---|
| **Regulatory capital – Basel 3 transition to fully phased-in** | | | | | |
| **Common equity tier 1 capital (transition)[3]** | **$ 158,326** | $ 155,438 | $ 155,361 | $ 152,444 | $ 153,582 |
| Deferred tax assets arising from net operating loss and tax credit carryforwards phased in during transition | **(5,705)** | (6,031) | (8,905) | (10,502) | (11,118) |
| DVA related to liabilities and derivatives phased in during transition | **384** | 498 | 925 | 974 | 1,229 |
| Defined benefit pension fund assets phased in during transition | **(476)** | (459) | (599) | (663) | (658) |
| Accumulated OCI phased in during transition | **(1,884)** | (378) | (1,592) | (2,399) | (1,597) |
| Intangibles phased in during transition | **(1,751)** | (1,821) | (2,556) | (2,697) | (2,854) |
| Other adjustments and deductions phased in during transition | **(588)** | (48) | (1,417) | (2,051) | (1,401) |
| **Common equity tier 1 capital (fully phased-in)** | **$ 148,306** | $ 147,199 | $ 141,217 | $ 135,106 | $ 137,183 |
| | | | | | |
| **Risk-weighted assets – As reported to Basel 3 (fully phased-in)** | | | | | |
| **As reported risk-weighted assets[3]** | **$ 1,407,509** | $ 1,405,267 | $ 1,261,544 | $ 1,271,723 | $ 1,284,924 |
| Change in risk-weighted assets from reported to fully phased-in | **25,461** | 25,394 | 153,722 | 146,516 | 151,901 |
| **Basel 3 Standardized approach risk-weighted assets (fully phased-in)** | **1,432,970** | 1,430,661 | 1,415,266 | 1,418,239 | 1,436,825 |
| Change in risk-weighted assets for advanced models | **(6,067)** | 30,529 | 50,213 | (8,375) | (49,390) |
| **Basel 3 Advanced approaches risk-weighted assets (fully phased-in)** | **$ 1,426,903** | $ 1,461,190 | $ 1,465,479 | $ 1,409,864 | $ 1,387,435 |
| | | | | | |
| **Regulatory capital ratios** | | | | | |
| Basel 3 Standardized approach Common equity tier 1 (transition)[3] | **11.2 %** | 11.1 % | 12.3 % | 12.0 % | 12.0 % |
| Basel 3 Standardized approach Common equity tier 1 (fully phased-in) | **10.3** | 10.3 | 10.0 | 9.5 | 9.5 |
| Basel 3 Advanced approaches Common equity tier 1 (fully phased-in) | **10.4** | 10.1 | 9.6 | 9.6 | 9.9 |

(1) Regulatory capital ratios are preliminary.

(2) Basel 3 Common equity tier 1 capital and risk-weighted assets on a fully phased-in basis are non-GAAP financial measures. For reconciliations to GAAP financial measures, see above. The Corporation's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized and Advanced approaches under the Basel 3 rules. Under the Basel 3 Advanced approaches, risk-weighted assets are determined primarily for market risk and credit risk, similar to the Standardized approach, but also incorporate operational risk and a credit valuation adjustment component. Market risk capital measurements are consistent with the Standardized approach, except for securitization exposures, where the Supervisory Formula Approach is also permitted. Credit risk exposures are measured using internal ratings-based models to determine the applicable risk weight by estimating the probability of default, loss given default and, in certain instances, exposure at default. The internal analytical models primarily rely on internal historical default and loss experience. The calculations under Basel 3 require management to make estimates, assumptions and interpretations, including the probability of future events based on historical experience. Actual results could differ from those estimates and assumptions. These estimates assume approval by U.S. banking regulators of our internal analytical models, including approval of the internal models methodology, but do not include the benefit of the removal of the surcharge applicable to the comprehensive risk measure. Our estimates under the Basel 3 Advanced approaches may be refined over time as a result of further rulemaking or clarification by U.S. banking regulators or as our understanding and interpretation of the rules evolve. The U.S. banking regulators have requested modifications to certain internal analytical models including the wholesale (e.g., commercial) and other credit models which would increase our risk-weighted assets and, as a result, negatively impact our capital ratios. If the requested modifications to these models were included, the estimated Common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis would be approximately 9.3 percent at June 30, 2015. The Corporation is currently working with the U.S. banking regulators in order to exit parallel run.

(3) Common equity tier 1 capital ratios at June 30, 2015 and March 31, 2015 reflect the migration of the risk-weighted assets calculation from the general risk-based approach to the Basel 3 Standardized approach, and Common equity tier 1 capital includes the 2015 phase-in of regulatory capital transition provisions.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Net Interest Income Excluding Trading-related Net Interest Income

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Net interest income (FTE basis)** | | | | | | | |
| As reported | **$ 20,386** | $ 20,512 | **$ 10,716** | $ 9,670 | $ 9,865 | $ 10,444 | $ 10,226 |
| Impact of trading-related net interest income | **(1,838)** | (1,769) | **(921)** | (917) | (939) | (907) | (864) |
| **Net interest income excluding trading-related net interest income (1)** | **$ 18,548** | $ 18,743 | **$ 9,795** | $ 8,753 | $ 8,926 | $ 9,537 | $ 9,362 |
| **Average earning assets** | | | | | | | |
| As reported | **$ 1,810,178** | $ 1,822,177 | **$ 1,815,892** | $ 1,804,399 | $ 1,802,121 | $ 1,813,482 | $ 1,840,850 |
| Impact of trading-related earning assets | **(418,729)** | (453,105) | **(419,238)** | (418,214) | (435,408) | (441,661) | (463,395) |
| **Average earning assets excluding trading-related earning assets (1)** | **$ 1,391,449** | $ 1,369,072 | **$ 1,396,654** | $ 1,386,185 | $ 1,366,713 | $ 1,371,821 | $ 1,377,455 |
| **Net interest yield contribution (FTE basis) (2)** | | | | | | | |
| As reported | **2.27%** | 2.26% | **2.37%** | 2.17% | 2.18% | 2.29% | 2.22% |
| Impact of trading-related activities | **0.41** | 0.49 | **0.44** | 0.38 | 0.42 | 0.47 | 0.50 |
| **Net interest yield on earning assets excluding trading-related activities (1)** | **2.68%** | 2.75% | **2.81%** | 2.55% | 2.60% | 2.76% | 2.72% |

(1) Represents a non-GAAP financial measure.
(2) Calculated on an annualized basis.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Average Balances and Interest Rates – Fully Taxable-equivalent Basis

(Dollars in millions)

| | Second Quarter 2015 | | | First Quarter 2015 | | | Second Quarter 2014 | | |
|---|---|---|---|---|---|---|---|---|---|
| | **Average Balance** | **Interest Income/ Expense** | **Yield/ Rate** | Average Balance | Interest Income/ Expense | Yield/ Rate | Average Balance | Interest Income/ Expense | Yield/ Rate |
| **Earning assets** | | | | | | | | | |
| Interest-bearing deposits with the Federal Reserve, non-U.S. central banks and other banks | **$ 125,762** | **$ 81** | **0.26 %** | $ 126,189 | $ 84 | 0.27 % | $ 123,582 | $ 85 | 0.28 % |
| Time deposits placed and other short-term investments | **8,183** | **34** | **1.63** | 8,379 | 33 | 1.61 | 10,509 | 40 | 1.51 |
| Federal funds sold and securities borrowed or purchased under agreements to resell | **214,326** | **268** | **0.50** | 213,931 | 231 | 0.44 | 235,393 | 298 | 0.51 |
| Trading account assets | **137,137** | **1,114** | **3.25** | 138,946 | 1,122 | 3.26 | 147,798 | 1,214 | 3.29 |
| Debt securities | **386,357** | **3,082** | **3.21** | 383,120 | 1,898 | 2.01 | 345,889 | 2,133 | 2.46 |
| Loans and leases [1]: | | | | | | | | | |
| Residential mortgage | **207,356** | **1,782** | **3.44** | 215,030 | 1,851 | 3.45 | 243,406 | 2,195 | 3.61 |
| Home equity | **82,640** | **769** | **3.73** | 84,915 | 770 | 3.66 | 90,729 | 842 | 3.72 |
| U.S. credit card | **87,460** | **1,980** | **9.08** | 88,695 | 2,027 | 9.27 | 88,058 | 2,042 | 9.30 |
| Non-U.S. credit card | **10,012** | **264** | **10.56** | 10,002 | 262 | 10.64 | 11,759 | 308 | 10.51 |
| Direct/Indirect consumer | **83,698** | **504** | **2.42** | 80,713 | 491 | 2.47 | 82,102 | 524 | 2.56 |
| Other consumer | **1,885** | **15** | **3.14** | 1,847 | 15 | 3.29 | 2,011 | 18 | 3.60 |
| Total consumer | **473,051** | **5,314** | **4.50** | 481,202 | 5,416 | 4.54 | 518,065 | 5,929 | 4.58 |
| U.S. commercial | **244,540** | **1,705** | **2.80** | 234,907 | 1,645 | 2.84 | 230,486 | 1,670 | 2.91 |
| Commercial real estate | **50,478** | **382** | **3.03** | 48,234 | 347 | 2.92 | 48,315 | 357 | 2.97 |
| Commercial lease financing | **24,723** | **180** | **2.92** | 24,495 | 216 | 3.53 | 24,409 | 193 | 3.16 |
| Non-U.S. commercial | **88,623** | **479** | **2.17** | 83,555 | 485 | 2.35 | 91,305 | 571 | 2.51 |
| Total commercial | **408,364** | **2,746** | **2.70** | 391,191 | 2,693 | 2.79 | 394,515 | 2,791 | 2.84 |
| Total loans and leases | **881,415** | **8,060** | **3.67** | 872,393 | 8,109 | 3.75 | 912,580 | 8,720 | 3.83 |
| Other earning assets | **62,712** | **721** | **4.59** | 61,441 | 705 | 4.66 | 65,099 | 665 | 4.09 |
| **Total earning assets [2]** | **1,815,892** | **13,360** | **2.95** | 1,804,399 | 12,182 | 2.73 | 1,840,850 | 13,155 | 2.86 |
| Cash and due from banks | **30,751** | | | 27,695 | | | 27,377 | | |
| Other assets, less allowance for loan and lease losses | **305,323** | | | 306,480 | | | 301,328 | | |
| **Total assets** | **$ 2,151,966** | | | $ 2,138,574 | | | $ 2,169,555 | | |

(1) Nonperforming loans are included in the respective average loan balances. Income on these nonperforming loans is generally recognized on a cost recovery basis. Purchased credit-impaired loans were recorded at fair value upon acquisition and accrete interest income over the remaining life of the loan.
(2) The impact of interest rate risk management derivatives on interest income is presented below. Interest income includes the impact of interest rate risk management contracts, which increased (decreased) interest income on:

| | **Second Quarter 2015** | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|
| Federal funds sold and securities borrowed or purchased under agreements to resell | **$ 13** | $ 12 | $ 14 |
| Debt securities | **(3)** | (8) | (13) |
| U.S. commercial loans and leases | **(18)** | (15) | (14) |
| **Net hedge expense on assets** | **$ (8)** | $ (11) | $ (13) |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Average Balances and Interest Rates – Fully Taxable-equivalent Basis (continued)

(Dollars in millions)

| | Second Quarter 2015 | | | First Quarter 2015 | | | Second Quarter 2014 | | |
|---|---|---|---|---|---|---|---|---|---|
| | **Average Balance** | **Interest Income/ Expense** | **Yield/ Rate** | Average Balance | Interest Income/ Expense | Yield/ Rate | Average Balance | Interest Income/ Expense | Yield/ Rate |
| **Interest-bearing liabilities** | | | | | | | | | |
| U.S. interest-bearing deposits: | | | | | | | | | |
| Savings | **$ 47,381** | **$ 2** | **0.02 %** | $ 46,224 | $ 2 | 0.02 % | $ 47,450 | $ — | — % |
| NOW and money market deposit accounts | **536,201** | **71** | **0.05** | 531,827 | 67 | 0.05 | 519,399 | 79 | 0.06 |
| Consumer CDs and IRAs | **55,832** | **42** | **0.30** | 58,704 | 45 | 0.31 | 68,706 | 70 | 0.41 |
| Negotiable CDs, public funds and other deposits | **29,904** | **22** | **0.30** | 28,796 | 22 | 0.31 | 33,426 | 30 | 0.35 |
| Total U.S. interest-bearing deposits | **669,318** | **137** | **0.08** | 665,551 | 136 | 0.08 | 668,981 | 179 | 0.11 |
| Non-U.S. interest-bearing deposits: | | | | | | | | | |
| Banks located in non-U.S. countries | **5,162** | **9** | **0.67** | 4,544 | 8 | 0.74 | 10,537 | 15 | 0.56 |
| Governments and official institutions | **1,239** | **1** | **0.38** | 1,382 | 1 | 0.21 | 1,754 | 1 | 0.12 |
| Time, savings and other | **55,030** | **69** | **0.51** | 54,276 | 75 | 0.55 | 64,078 | 87 | 0.55 |
| Total non-U.S. interest-bearing deposits | **61,431** | **79** | **0.52** | 60,202 | 84 | 0.56 | 76,369 | 103 | 0.54 |
| Total interest-bearing deposits | **730,749** | **216** | **0.12** | 725,753 | 220 | 0.12 | 745,350 | 282 | 0.15 |
| Federal funds purchased, securities loaned or sold under agreements to repurchase and short-term borrowings | **252,088** | **686** | **1.09** | 244,134 | 585 | 0.97 | 271,247 | 765 | 1.13 |
| Trading account liabilities | **77,772** | **335** | **1.73** | 78,787 | 394 | 2.03 | 95,154 | 398 | 1.68 |
| Long-term debt | **242,230** | **1,407** | **2.33** | 240,127 | 1,313 | 2.20 | 259,825 | 1,484 | 2.29 |
| **Total interest-bearing liabilities** [1] | **1,302,839** | **2,644** | **0.81** | 1,288,801 | 2,512 | 0.79 | 1,371,576 | 2,929 | 0.86 |
| Noninterest-bearing sources: | | | | | | | | | |
| Noninterest-bearing deposits | **416,040** | | | 404,973 | | | 383,213 | | |
| Other liabilities | **182,033** | | | 199,056 | | | 178,963 | | |
| Shareholders' equity | **251,054** | | | 245,744 | | | 235,803 | | |
| **Total liabilities and shareholders' equity** | **$ 2,151,966** | | | $ 2,138,574 | | | $ 2,169,555 | | |
| Net interest spread | | | **2.14 %** | | | 1.94 % | | | 2.00 % |
| Impact of noninterest-bearing sources | | | **0.23** | | | 0.23 | | | 0.22 |
| **Net interest income/yield on earning assets** | | **$ 10,716** | **2.37 %** | | $ 9,670 | 2.17 % | | $ 10,226 | 2.22 % |

[1] The impact of interest rate risk management derivatives on interest expense is presented below. Interest expense includes the impact of interest rate risk management contracts, which increased (decreased) interest expense on:

| | **Second Quarter 2015** | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|
| NOW and money market deposit accounts | **$ (1)** | $ — | $ (1) |
| Consumer CDs and IRAs | **6** | 6 | 12 |
| Negotiable CDs, public funds and other deposits | **4** | 3 | 4 |
| Banks located in non-U.S. countries | **1** | 1 | 6 |
| Federal funds purchased, securities loaned or sold under agreements to repurchase and short-term borrowings | **247** | 249 | 263 |
| Long-term debt | **(766)** | (841) | (905) |
| **Net hedge income on liabilities** | **$ (509)** | $ (582) | $ (621) |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Year-to-Date Average Balances and Interest Rates – Fully Taxable-equivalent Basis

(Dollars in millions)

| | Six Months Ended June 30 | | | | | |
|---|---|---|---|---|---|---|
| | 2015 | | | 2014 | | |
| | **Average Balance** | **Interest Income/ Expense** | **Yield/ Rate** | Average Balance | Interest Income/ Expense | Yield/ Rate |
| **Earning assets** | | | | | | |
| Interest-bearing deposits with the Federal Reserve, non-U.S. central banks and other banks | **$ 125,974** | **$ 165** | **0.26%** | $ 118,106 | $ 157 | 0.27% |
| Time deposits placed and other short-term investments | **8,280** | **67** | **1.62** | 12,185 | 88 | 1.46 |
| Federal funds sold and securities borrowed or purchased under agreements to resell | **214,130** | **499** | **0.47** | 224,012 | 562 | 0.51 |
| Trading account assets | **138,036** | **2,236** | **3.26** | 147,691 | 2,427 | 3.31 |
| Debt securities | **384,747** | **4,980** | **2.61** | 337,845 | 4,139 | 2.43 |
| Loans and leases [(1)]: | | | | | | |
| Residential mortgage | **211,172** | **3,633** | **3.44** | 245,472 | 4,433 | 3.61 |
| Home equity | **83,771** | **1,539** | **3.69** | 91,736 | 1,695 | 3.72 |
| U.S. credit card | **88,074** | **4,007** | **9.18** | 88,797 | 4,134 | 9.39 |
| Non-U.S. credit card | **10,007** | **526** | **10.60** | 11,657 | 616 | 10.65 |
| Direct/Indirect consumer | **82,214** | **995** | **2.44** | 81,916 | 1,054 | 2.59 |
| Other consumer | **1,866** | **30** | **3.22** | 1,987 | 35 | 3.63 |
| Total consumer | **477,104** | **10,730** | **4.52** | 521,565 | 11,967 | 4.61 |
| U.S. commercial | **239,751** | **3,350** | **2.82** | 229,279 | 3,322 | 2.92 |
| Commercial real estate | **49,362** | **729** | **2.98** | 48,533 | 725 | 3.01 |
| Commercial lease financing | **24,609** | **396** | **3.22** | 24,567 | 427 | 3.47 |
| Non-U.S. commercial | **86,103** | **964** | **2.26** | 92,068 | 1,114 | 2.44 |
| Total commercial | **399,825** | **5,439** | **2.74** | 394,447 | 5,588 | 2.85 |
| Total loans and leases | **876,929** | **16,169** | **3.71** | 916,012 | 17,555 | 3.85 |
| Other earning assets | **62,082** | **1,426** | **4.62** | 66,326 | 1,362 | 4.13 |
| **Total earning assets [(2)]** | **1,810,178** | **25,542** | **2.84** | 1,822,177 | 26,290 | 2.90 |
| Cash and due from banks | **29,231** | | | 27,815 | | |
| Other assets, less allowance for loan and lease losses | **305,898** | | | 304,502 | | |
| **Total assets** | **$ 2,145,307** | | | $ 2,154,494 | | |

(1) Nonperforming loans are included in the respective average loan balances. Income on these nonperforming loans is generally recognized on a cost recovery basis. Purchased credit-impaired loans were recorded at fair value upon acquisition and accrete interest income over the remaining life of the loan.

(2) The impact of interest rate risk management derivatives on interest income is presented below. Interest income includes the impact of interest rate risk management contracts, which increased (decreased) interest income on:

| | **2015** | 2014 |
|---|---|---|
| Federal funds sold and securities borrowed or purchased under agreements to resell | **$ 25** | $ 27 |
| Debt securities | **(11)** | (15) |
| U.S. commercial loans and leases | **(33)** | (30) |
| **Net hedge expense on assets** | **$ (19)** | $ (18) |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Year-to-Date Average Balances and Interest Rates – Fully Taxable-equivalent Basis (continued)

(Dollars in millions)

| | Six Months Ended June 30 | | | | | |
|---|---|---|---|---|---|---|
| | 2015 | | | 2014 | | |
| | Average Balance | Interest Income/ Expense | Yield/ Rate | Average Balance | Interest Income/ Expense | Yield/ Rate |
| **Interest-bearing liabilities** | | | | | | |
| U.S. interest-bearing deposits: | | | | | | |
| Savings | $ 46,806 | $ 4 | 0.02 % | $ 46,329 | $ 1 | 0.01 % |
| NOW and money market deposit accounts | 534,026 | 138 | 0.05 | 521,307 | 162 | 0.06 |
| Consumer CDs and IRAs | 57,260 | 87 | 0.31 | 69,916 | 154 | 0.44 |
| Negotiable CDs, public funds and other deposits | 29,353 | 44 | 0.31 | 31,637 | 57 | 0.36 |
| Total U.S. interest-bearing deposits | 667,445 | 273 | 0.08 | 669,189 | 374 | 0.11 |
| Non-U.S. interest-bearing deposits: | | | | | | |
| Banks located in non-U.S. countries | 4,855 | 17 | 0.70 | 10,803 | 31 | 0.57 |
| Governments and official institutions | 1,310 | 2 | 0.29 | 1,805 | 1 | 0.12 |
| Time, savings and other | 54,655 | 144 | 0.53 | 62,302 | 167 | 0.54 |
| Total non-U.S. interest-bearing deposits | 60,820 | 163 | 0.54 | 74,910 | 199 | 0.53 |
| Total interest-bearing deposits | 728,265 | 436 | 0.12 | 744,099 | 573 | 0.16 |
| Federal funds purchased, securities loaned or sold under agreements to repurchase and other short-term borrowings | 248,133 | 1,271 | 1.03 | 262,161 | 1,372 | 1.06 |
| Trading account liabilities | 78,277 | 729 | 1.88 | 92,814 | 833 | 1.81 |
| Long-term debt | 241,184 | 2,720 | 2.27 | 256,768 | 3,000 | 2.34 |
| **Total interest-bearing liabilities** [(1)] | 1,295,859 | 5,156 | 0.80 | 1,355,842 | 5,778 | 0.86 |
| Noninterest-bearing sources: | | | | | | |
| Noninterest-bearing deposits | 410,536 | | | 379,300 | | |
| Other liabilities | 190,499 | | | 183,173 | | |
| Shareholders' equity | 248,413 | | | 236,179 | | |
| **Total liabilities and shareholders' equity** | $ 2,145,307 | | | $ 2,154,494 | | |
| Net interest spread | | | 2.04 % | | | 2.04 % |
| Impact of noninterest-bearing sources | | | 0.23 | | | 0.22 |
| **Net interest income/yield on earning assets** | | $ 20,386 | 2.27 % | | $ 20,512 | 2.26 % |

(1) The impact of interest rate risk management derivatives on interest expense is presented below. Interest expense includes the impact of interest rate risk management contracts, which increased(decreased) interest expense on:

| | 2015 | 2014 |
|---|---|---|
| NOW and money market deposit accounts | $ (1) | $ (1) |
| Consumer CDs and IRAs | 12 | 32 |
| Negotiable CDs, public funds and other deposits | 7 | 7 |
| Banks located in non-U.S. countries | 2 | 9 |
| Federal funds purchased, securities loaned or sold under agreements to repurchase and other short-term borrowings | 496 | 520 |
| Long-term debt | (1,607) | (1,780) |
| **Net hedge income on liabilities** | $ (1,091) | $ (1,213) |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Debt Securities and Available-for-Sale Marketable Equity Securities

(Dollars in millions)

| | June 30, 2015 | | | |
|---|---|---|---|---|
| | **Amortized Cost** | **Gross Unrealized Gains** | **Gross Unrealized Losses** | **Fair Value** |
| **Available-for-sale debt securities** | | | | |
| U.S. Treasury and agency securities | **$ 57,699** | **$ 661** | **$ (16)** | **$ 58,344** |
| Mortgage-backed securities: | | | | |
| Agency | **189,228** | **931** | **(1,899)** | **188,260** |
| Agency-collateralized mortgage obligations | **12,749** | **224** | **(42)** | **12,931** |
| Non-agency residential | **3,649** | **299** | **(62)** | **3,886** |
| Commercial | **5,087** | **54** | **(31)** | **5,110** |
| Non-U.S. securities | **6,124** | **25** | **(4)** | **6,145** |
| Corporate/Agency bonds | **252** | **6** | **(1)** | **257** |
| Other taxable securities, substantially all asset-backed securities | **10,389** | **35** | **(21)** | **10,403** |
| Total taxable securities | **285,177** | **2,235** | **(2,076)** | **285,336** |
| Tax-exempt securities | **10,811** | **15** | **(25)** | **10,801** |
| **Total available-for-sale debt securities** | **295,988** | **2,250** | **(2,101)** | **296,137** |
| **Other debt securities carried at fair value** | **36,452** | **164** | **(446)** | **36,170** |
| **Total debt securities carried at fair value** | **332,440** | **2,414** | **(2,547)** | **332,307** |
| **Held-to-maturity debt securities, substantially all U.S. agency mortgage-backed securities** | **60,072** | **160** | **(1,069)** | **59,163** |
| **Total debt securities** | **$ 392,512** | **$ 2,574** | **$ (3,616)** | **$ 391,470** |
| **Available-for-sale marketable equity securities** (1) | **$ 336** | **$ 104** | **$ —** | **$ 440** |

| | March 31, 2015 | | | |
|---|---|---|---|---|
| **Available-for-sale debt securities** | | | | |
| U.S. Treasury and agency securities | $ 58,501 | $ 1,018 | $ (3) | $ 59,516 |
| Mortgage-backed securities: | | | | |
| Agency | 179,255 | 2,858 | (275) | 181,838 |
| Agency-collateralized mortgage obligations | 13,696 | 296 | (31) | 13,961 |
| Non-agency residential | 3,791 | 295 | (60) | 4,026 |
| Commercial | 3,853 | 137 | (1) | 3,989 |
| Non-U.S. securities | 5,923 | 32 | (3) | 5,952 |
| Corporate/Agency bonds | 356 | 10 | (1) | 365 |
| Other taxable securities, substantially all asset-backed securities | 9,554 | 42 | (18) | 9,578 |
| Total taxable securities | 274,929 | 4,688 | (392) | 279,225 |
| Tax-exempt securities | 9,725 | 11 | (19) | 9,717 |
| **Total available-for-sale debt securities** | 284,654 | 4,699 | (411) | 288,942 |
| **Other debt securities carried at fair value** | 35,166 | 264 | (198) | 35,232 |
| **Total debt securities carried at fair value** | 319,820 | 4,963 | (609) | 324,174 |
| **Held-to-maturity debt securities, substantially all U.S. agency mortgage-backed securities** | 59,815 | 496 | (422) | 59,889 |
| **Total debt securities** | $ 379,635 | $ 5,459 | $ (1,031) | $ 384,063 |
| **Available-for-sale marketable equity securities** (1) | $ 336 | $ 59 | $ — | $ 395 |

(1) Classified in other assets on the Consolidated Balance Sheet.

## Other Debt Securities Carried at Fair Value

| (Dollars in millions) | **June 30 2015** | March 31 2015 |
|---|---|---|
| U.S. Treasury and agency securities | **$ —** | $ 1,272 |
| Mortgage-backed securities: | | |
| Agency | **14,885** | 15,670 |
| Agency-collateralized mortgage obligations | **9** | — |
| Non-agency residential | **3,787** | 3,869 |
| Non-U.S. securities (1) | **17,198** | 14,124 |
| Other taxable securities, substantially all asset-backed securities | **291** | 297 |
| **Total** | **$ 36,170** | $ 35,232 |

(1) These securities are primarily used to satisfy certain international regulatory liquidity requirements.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Results by Business Segment

(Dollars in millions)

| | Second Quarter 2015 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Total Corporation** | **Consumer Banking** | **GWIM** | **Global Banking** | **Global Markets** | **Legacy Assets & Servicing** | **All Other** |
| Net interest income (FTE basis) | **$ 10,716** | **$ 4,910** | **$ 1,359** | **$ 2,213** | **$ 1,028** | **$ 416** | **$ 790** |
| Card income | **1,477** | **1,206** | **41** | **128** | **37** | **—** | **65** |
| Service charges | **1,857** | **1,033** | **19** | **728** | **73** | **—** | **4** |
| Investment and brokerage services | **3,387** | **68** | **2,749** | **20** | **550** | **—** | **—** |
| Investment banking income (loss) | **1,526** | **1** | **84** | **777** | **718** | **—** | **(54)** |
| Equity investment income | **88** | **—** | **3** | **3** | **71** | **—** | **11** |
| Trading account profits (losses) | **1,647** | **—** | **53** | **20** | **1,693** | **(1)** | **(118)** |
| Mortgage banking income | **1,001** | **257** | **2** | **—** | **—** | **682** | **60** |
| Gains (losses) on sales of debt securities | **168** | **—** | **(1)** | **—** | **7** | **—** | **162** |
| Other income (loss) | **478** | **69** | **264** | **226** | **82** | **(8)** | **(155)** |
| Total noninterest income | **11,629** | **2,634** | **3,214** | **1,902** | **3,231** | **673** | **(25)** |
| Total revenue, net of interest expense (FTE basis) | **22,345** | **7,544** | **4,573** | **4,115** | **4,259** | **1,089** | **765** |
| Provision for credit losses | **780** | **506** | **15** | **177** | **6** | **57** | **19** |
| Noninterest expense | **13,818** | **4,321** | **3,457** | **1,941** | **2,723** | **961** | **415** |
| Income before income taxes (FTE basis) | **7,747** | **2,717** | **1,101** | **1,997** | **1,530** | **71** | **331** |
| Income tax expense (benefit) (FTE basis) | **2,427** | **1,013** | **411** | **746** | **537** | **26** | **(306)** |
| **Net income** | **$ 5,320** | **$ 1,704** | **$ 690** | **$ 1,251** | **$ 993** | **$ 45** | **$ 637** |
| **Average** | | | | | | | |
| Total loans and leases | **$ 881,415** | **$ 201,703** | **$ 130,270** | **$ 300,631** | **$ 61,908** | **$ 30,897** | **$ 156,006** |
| Total assets [1] | **2,151,966** | **609,019** | **268,835** | **361,853** | **602,732** | **52,449** | **257,078** |
| Total deposits | **1,146,789** | **545,454** | **239,974** | **288,117** | **39,718** | **n/m** | **22,482** |
| **Period end** | | | | | | | |
| Total loans and leases | **$ 886,449** | **$ 204,380** | **$ 132,377** | **$ 307,085** | **$ 66,026** | **$ 30,024** | **$ 146,557** |
| Total assets [1] | **2,149,034** | **611,122** | **267,021** | **367,045** | **580,955** | **50,853** | **272,038** |
| Total deposits | **1,149,560** | **547,343** | **237,624** | **292,261** | **39,326** | **n/m** | **22,964** |

| | First Quarter 2015 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Total Corporation | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Net interest income (FTE basis) | $ 9,670 | $ 4,871 | $ 1,351 | $ 2,260 | $ 1,009 | $ 428 | $ (249) |
| Card income | 1,394 | 1,167 | 49 | 100 | 9 | — | 69 |
| Service charges | 1,764 | 966 | 18 | 710 | 65 | — | 5 |
| Investment and brokerage services | 3,378 | 65 | 2,723 | 24 | 567 | — | (1) |
| Investment banking income (loss) | 1,487 | — | 72 | 852 | 630 | — | (67) |
| Equity investment income (loss) | 27 | (1) | — | 9 | 18 | — | 1 |
| Trading account profits (losses) | 2,247 | — | 55 | 64 | 2,127 | 2 | (1) |
| Mortgage banking income (loss) | 694 | 288 | 1 | — | — | 461 | (56) |
| Gains on sales of debt securities | 268 | 1 | 1 | — | 3 | — | 263 |
| Other income (loss) | 492 | 93 | 247 | 259 | 186 | 23 | (316) |
| Total noninterest income | 11,751 | 2,579 | 3,166 | 2,018 | 3,605 | 486 | (103) |
| Total revenue, net of interest expense (FTE basis) | 21,421 | 7,450 | 4,517 | 4,278 | 4,614 | 914 | (352) |
| Provision for credit losses | 765 | 716 | 23 | 96 | 21 | 91 | (182) |
| Noninterest expense | 15,695 | 4,389 | 3,459 | 2,010 | 3,131 | 1,203 | 1,503 |
| Income (loss) before income taxes (FTE basis) | 4,961 | 2,345 | 1,035 | 2,172 | 1,462 | (380) | (1,673) |
| Income tax expense (benefit) (FTE basis) | 1,604 | 870 | 384 | 806 | 517 | (141) | (832) |
| **Net income (loss)** | $ 3,357 | $ 1,475 | $ 651 | $ 1,366 | $ 945 | $ (239) | $ (841) |
| **Average** | | | | | | | |
| Total loans and leases | $ 872,393 | $ 199,581 | $ 126,129 | $ 289,522 | $ 56,992 | $ 32,411 | $ 167,758 |
| Total assets [1] | 2,138,574 | 594,916 | 275,130 | 361,826 | 598,595 | 52,617 | 255,490 |
| Total deposits | 1,130,726 | 531,365 | 243,561 | 286,434 | 39,699 | n/m | 19,406 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 877,956 | $ 200,153 | $ 127,556 | $ 295,653 | $ 63,019 | $ 31,690 | $ 159,885 |
| Total assets [1] | 2,143,545 | 613,130 | 272,777 | 365,121 | 586,843 | 53,538 | 252,136 |
| Total deposits | 1,153,168 | 549,489 | 244,080 | 290,422 | 38,668 | n/m | 19,467 |

[1] Total assets include asset allocations to match liabilities (i.e., deposits).

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Results by Business Segment (continued)

(Dollars in millions)

| | Second Quarter 2014 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Total Corporation | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Net interest income (FTE basis) | $ 10,226 | $ 5,060 | $ 1,485 | $ 2,442 | $ 962 | $ 362 | $ (85) |
| Card income | 1,441 | 1,152 | 46 | 117 | 38 | — | 88 |
| Service charges | 1,866 | 1,039 | 19 | 725 | 76 | — | 7 |
| Investment and brokerage services | 3,291 | 62 | 2,642 | 31 | 544 | — | 12 |
| Investment banking income (loss) | 1,631 | (1) | 75 | 834 | 760 | — | (37) |
| Equity investment income | 357 | — | 2 | 1 | 259 | — | 95 |
| Trading account profits (losses) | 1,832 | — | 45 | 33 | 1,768 | 3 | (17) |
| Mortgage banking income (loss) | 527 | 237 | 1 | — | — | 369 | (80) |
| Gains (losses) on sales of debt securities | 382 | 1 | — | — | (7) | 6 | 382 |
| Other income (loss) | 407 | 99 | 274 | 255 | 199 | 60 | (480) |
| Total noninterest income | 11,734 | 2,589 | 3,104 | 1,996 | 3,637 | 438 | (30) |
| Total revenue, net of interest expense (FTE basis) | 21,960 | 7,649 | 4,589 | 4,438 | 4,599 | 800 | (115) |
| Provision for credit losses | 411 | 550 | (8) | 136 | 20 | (39) | (248) |
| Noninterest expense | 18,541 | 4,505 | 3,445 | 2,007 | 2,875 | 5,234 | 475 |
| Income (loss) before income taxes (FTE basis) | 3,008 | 2,594 | 1,152 | 2,295 | 1,704 | (4,395) | (342) |
| Income tax expense (benefit) (FTE basis) | 717 | 960 | 426 | 850 | 602 | (1,654) | (467) |
| **Net income (loss)** | $ 2,291 | $ 1,634 | $ 726 | $ 1,445 | $ 1,102 | $ (2,741) | $ 125 |
| **Average** | | | | | | | |
| Total loans and leases | $ 912,580 | $ 195,413 | $ 118,512 | $ 287,795 | $ 63,579 | $ 36,705 | $ 210,576 |
| Total assets (1) | 2,169,555 | 578,514 | 266,781 | 359,755 | 617,156 | 55,626 | 291,723 |
| Total deposits | 1,128,563 | 514,137 | 240,042 | 284,947 | 41,323 | n/m | 36,471 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 911,899 | $ 197,021 | $ 120,187 | $ 286,976 | $ 66,260 | $ 35,984 | $ 205,471 |
| Total assets (1) | 2,170,557 | 579,870 | 263,958 | 370,561 | 610,435 | 52,647 | 293,086 |
| Total deposits | 1,134,329 | 514,838 | 237,046 | 295,382 | 41,951 | n/m | 33,824 |

(1) Total assets include asset allocations to match liabilities (i.e., deposits).

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Year-to-Date Results by Business Segment

(Dollars in millions)

| | Six Months Ended June 30, 2015 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Total Corporation** | **Consumer Banking** | **GWIM** | **Global Banking** | **Global Markets** | **Legacy Assets & Servicing** | **All Other** |
| Net interest income (FTE basis) | **$ 20,386** | **$ 9,781** | **$ 2,710** | **$ 4,473** | **$ 2,037** | **$ 844** | **$ 541** |
| Card income | **2,871** | **2,373** | **90** | **228** | **46** | **—** | **134** |
| Service charges | **3,621** | **1,999** | **37** | **1,438** | **138** | **—** | **9** |
| Investment and brokerage services | **6,765** | **133** | **5,472** | **44** | **1,117** | **—** | **(1)** |
| Investment banking income (loss) | **3,013** | **1** | **156** | **1,629** | **1,348** | **—** | **(121)** |
| Equity investment income (loss) | **115** | **(1)** | **3** | **12** | **89** | **—** | **12** |
| Trading account profits (losses) | **3,894** | **—** | **108** | **84** | **3,820** | **1** | **(119)** |
| Mortgage banking income | **1,695** | **545** | **3** | **—** | **—** | **1,143** | **4** |
| Gains on sales of debt securities | **436** | **1** | **—** | **—** | **10** | **—** | **425** |
| Other income (loss) | **970** | **162** | **511** | **485** | **268** | **15** | **(471)** |
| Total noninterest income | **23,380** | **5,213** | **6,380** | **3,920** | **6,836** | **1,159** | **(128)** |
| Total revenue, net of interest expense (FTE basis) | **43,766** | **14,994** | **9,090** | **8,393** | **8,873** | **2,003** | **413** |
| Provision for credit losses | **1,545** | **1,222** | **38** | **273** | **27** | **148** | **(163)** |
| Noninterest expense | **29,513** | **8,710** | **6,916** | **3,951** | **5,854** | **2,164** | **1,918** |
| Income (loss) before income taxes (FTE basis) | **12,708** | **5,062** | **2,136** | **4,169** | **2,992** | **(309)** | **(1,342)** |
| Income tax expense (benefit) (FTE basis) | **4,031** | **1,883** | **795** | **1,552** | **1,054** | **(115)** | **(1,138)** |
| **Net income (loss)** | **$ 8,677** | **$ 3,179** | **$ 1,341** | **$ 2,617** | **$ 1,938** | **$ (194)** | **$ (204)** |
| **Average** | | | | | | | |
| Total loans and leases | **$ 876,929** | **$ 200,648** | **$ 128,211** | **$ 295,107** | **$ 59,463** | **$ 31,650** | **$ 161,850** |
| Total assets [(1)] | **2,145,307** | **602,006** | **271,965** | **361,840** | **600,675** | **52,532** | **256,289** |
| Total deposits | **1,138,801** | **538,448** | **241,758** | **287,280** | **39,709** | **n/m** | **20,951** |
| **Period end** | | | | | | | |
| Total loans and leases | **$ 886,449** | **$ 204,380** | **$ 132,377** | **$ 307,085** | **$ 66,026** | **$ 30,024** | **$ 146,557** |
| Total assets [(1)] | **2,149,034** | **611,122** | **267,021** | **367,045** | **580,955** | **50,853** | **272,038** |
| Total deposits | **1,149,560** | **547,343** | **237,624** | **292,261** | **39,326** | **n/m** | **22,964** |

| | Six Months Ended June 30, 2014 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Total Corporation | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| Net interest income (FTE basis) | $ 20,512 | $ 10,130 | $ 2,970 | $ 4,946 | $ 1,968 | $ 739 | $ (241) |
| Card income | 2,834 | 2,300 | 98 | 213 | 47 | — | 176 |
| Service charges | 3,692 | 2,032 | 38 | 1,459 | 149 | — | 14 |
| Investment and brokerage services | 6,560 | 123 | 5,246 | 51 | 1,110 | — | 30 |
| Investment banking income (loss) | 3,173 | — | 140 | 1,656 | 1,496 | — | (119) |
| Equity investment income | 1,141 | — | 4 | 57 | 287 | — | 793 |
| Trading account profits (losses) | 4,299 | — | 91 | 76 | 4,135 | 5 | (8) |
| Mortgage banking income (loss) | 939 | 415 | 1 | — | 1 | 660 | (138) |
| Gains on sales of debt securities | 759 | 1 | — | — | 3 | 16 | 739 |
| Other income (loss) | 818 | 299 | 548 | 506 | 429 | 66 | (1,030) |
| Total noninterest income | 24,215 | 5,170 | 6,166 | 4,018 | 7,657 | 747 | 457 |
| Total revenue, net of interest expense (FTE basis) | 44,727 | 15,300 | 9,136 | 8,964 | 9,625 | 1,486 | 216 |
| Provision for credit losses | 1,420 | 1,359 | 15 | 417 | 38 | (27) | (382) |
| Noninterest expense | 40,779 | 9,000 | 6,803 | 4,184 | 5,964 | 12,637 | 2,191 |
| Income (loss) before income taxes (FTE basis) | 2,528 | 4,941 | 2,318 | 4,363 | 3,623 | (11,124) | (1,593) |
| Income tax expense (benefit) (FTE basis) | 513 | 1,839 | 863 | 1,625 | 1,211 | (3,502) | (1,523) |
| **Net income (loss)** | $ 2,015 | $ 3,102 | $ 1,455 | $ 2,738 | $ 2,412 | $ (7,622) | $ (70) |
| **Average** | | | | | | | |
| Total loans and leases | $ 916,012 | $ 195,916 | $ 117,235 | $ 287,857 | $ 63,637 | $ 37,401 | $ 213,966 |
| Total assets [(1)] | 2,154,494 | 574,107 | 268,518 | 359,669 | 609,370 | 56,508 | 286,322 |
| Total deposits | 1,123,399 | 509,519 | 241,409 | 283,943 | 41,493 | n/m | 35,731 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 911,899 | $ 197,021 | $ 120,187 | $ 286,976 | $ 66,260 | $ 35,984 | $ 205,471 |
| Total assets [(1)] | 2,170,557 | 579,870 | 263,958 | 370,561 | 610,435 | 52,647 | 293,086 |
| Total deposits | 1,134,329 | 514,838 | 237,046 | 295,382 | 41,951 | n/m | 33,824 |

[(1)] Total assets include asset allocations to match liabilities (i.e., deposits).

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Consumer Banking Segment Results

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | **$ 9,781** | $ 10,130 | **$ 4,910** | $ 4,871 | $ 4,967 | $ 5,081 | $ 5,060 |
| Noninterest income: | | | | | | | |
| Card income | **2,373** | 2,300 | **1,206** | 1,167 | 1,324 | 1,219 | 1,152 |
| Service charges | **1,999** | 2,032 | **1,033** | 966 | 1,042 | 1,085 | 1,039 |
| Mortgage banking income | **545** | 415 | **257** | 288 | 193 | 206 | 237 |
| All other income | **296** | 423 | **138** | 158 | 233 | 158 | 161 |
| Total noninterest income | **5,213** | 5,170 | **2,634** | 2,579 | 2,792 | 2,668 | 2,589 |
| Total revenue, net of interest expense (FTE basis) | **14,994** | 15,300 | **7,544** | 7,450 | 7,759 | 7,749 | 7,649 |
| Provision for credit losses | **1,222** | 1,359 | **506** | 716 | 653 | 668 | 550 |
| Noninterest expense | **8,710** | 9,000 | **4,321** | 4,389 | 4,407 | 4,447 | 4,505 |
| Income before income taxes (FTE basis) | **5,062** | 4,941 | **2,717** | 2,345 | 2,699 | 2,634 | 2,594 |
| Income tax expense (FTE basis) | **1,883** | 1,839 | **1,013** | 870 | 1,037 | 956 | 960 |
| **Net income** | **$ 3,179** | $ 3,102 | **$ 1,704** | $ 1,475 | $ 1,662 | $ 1,678 | $ 1,634 |
| Net interest yield (FTE basis) | **3.49%** | 3.80% | **3.44%** | 3.54% | 3.61% | 3.71% | 3.74% |
| Return on average allocated capital[1] | **22** | 21 | **24** | 21 | 22 | 22 | 22 |
| Efficiency ratio (FTE basis) | **58.09** | 58.82 | **57.28** | 58.91 | 56.79 | 57.39 | 58.89 |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total loans and leases | **$ 200,648** | $ 195,916 | **$ 201,703** | $ 199,581 | $ 199,215 | $ 197,374 | $ 195,413 |
| Total earning assets [2] | **565,643** | 538,110 | **572,378** | 558,833 | 545,721 | 542,857 | 542,421 |
| Total assets [2] | **602,006** | 574,107 | **609,019** | 594,916 | 582,116 | 578,927 | 578,514 |
| Total deposits | **538,448** | 509,519 | **545,454** | 531,365 | 517,580 | 514,549 | 514,137 |
| Allocated capital [1] | **29,000** | 30,000 | **29,000** | 29,000 | 30,000 | 30,000 | 30,000 |
| **Period end** | | | | | | | |
| Total loans and leases | **$ 204,380** | $ 197,021 | **$ 204,380** | $ 200,153 | $ 202,000 | $ 198,467 | $ 197,021 |
| Total earning assets [2] | **575,284** | 543,827 | **575,284** | 576,868 | 552,117 | 544,916 | 543,827 |
| Total assets [2] | **611,122** | 579,870 | **611,122** | 613,130 | 589,048 | 580,381 | 579,870 |
| Total deposits | **547,343** | 514,838 | **547,343** | 549,489 | 524,413 | 515,580 | 514,838 |

(1) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(2) Total earning assets and total assets include asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Consumer Banking Year-to-Date Results

(Dollars in millions)

| | Six Months Ended June 30, 2015 | | |
|---|---|---|---|
| | **Total Consumer Banking** | **Deposits** | **Consumer Lending** |
| Net interest income (FTE basis) | **$ 9,781** | **$ 4,687** | **$ 5,094** |
| Noninterest income: | | | |
| Card income | **2,373** | **5** | **2,368** |
| Service charges | **1,999** | **1,998** | **1** |
| Mortgage banking income | **545** | **—** | **545** |
| All other income | **296** | **223** | **73** |
| Total noninterest income | **5,213** | **2,226** | **2,987** |
| Total revenue, net of interest expense (FTE basis) | **14,994** | **6,913** | **8,081** |
| Provision for credit losses | **1,222** | **87** | **1,135** |
| Noninterest expense | **8,710** | **4,814** | **3,896** |
| Income before income taxes (FTE basis) | **5,062** | **2,012** | **3,050** |
| Income tax expense (FTE basis) | **1,883** | **748** | **1,135** |
| **Net income** | **$ 3,179** | **$ 1,264** | **$ 1,915** |
| Net interest yield (FTE basis) | **3.49%** | **1.74%** | **5.21%** |
| Return on average allocated capital (1) | **22** | **21** | **23** |
| Efficiency ratio (FTE basis) | **58.09** | **69.64** | **48.21** |
| **Balance Sheet** | | | |
| **Average** | | | |
| Total loans and leases | **$ 200,648** | **$ 5,834** | **$ 194,814** |
| Total earning assets (2) | **565,643** | **542,441** | **197,279** |
| Total assets (2) | **602,006** | **569,404** | **206,679** |
| Total deposits | **538,448** | **537,353** | **n/m** |
| Allocated capital (1) | **29,000** | **12,000** | **17,000** |
| **Period end** | | | |
| Total loans and leases | **$ 204,380** | **$ 5,834** | **$ 198,546** |
| Total earning assets (2) | **575,284** | **551,705** | **201,319** |
| Total assets (2) | **611,122** | **578,227** | **210,635** |
| Total deposits | **547,343** | **546,169** | **n/m** |

| | Six Months Ended June 30, 2014 | | |
|---|---|---|---|
| | Total Consumer Banking | Deposits | Consumer Lending |
| Net interest income (FTE basis) | $ 10,130 | $ 4,736 | $ 5,394 |
| Noninterest income: | | | |
| Card income | 2,300 | 5 | 2,295 |
| Service charges | 2,032 | 2,031 | 1 |
| Mortgage banking income | 415 | — | 415 |
| All other income | 423 | 180 | 243 |
| Total noninterest income | 5,170 | 2,216 | 2,954 |
| Total revenue, net of interest expense (FTE basis) | 15,300 | 6,952 | 8,348 |
| Provision for credit losses | 1,359 | 114 | 1,245 |
| Noninterest expense | 9,000 | 4,938 | 4,062 |
| Income before income taxes (FTE basis) | 4,941 | 1,900 | 3,041 |
| Income tax expense (FTE basis) | 1,839 | 707 | 1,132 |
| **Net income** | $ 3,102 | $ 1,193 | $ 1,909 |
| Net interest yield (FTE basis) | 3.80% | 1.86% | 5.64% |
| Return on average allocated capital (1) | 21 | 22 | 20 |
| Efficiency ratio (FTE basis) | 58.82 | 71.03 | 48.66 |
| **Balance Sheet** | | | |
| **Average** | | | |
| Total loans and leases | $ 195,916 | $ 6,097 | $ 189,819 |
| Total earning assets (2) | 538,110 | 512,945 | 192,951 |

| | | | |
|---|---|---|---|
| Total assets (2) | 574,107 | 539,661 | 202,232 |
| Total deposits | 509,519 | 508,721 | n/m |
| Allocated capital (1) | 30,000 | 11,000 | 19,000 |
| **Period end** | | | |
| Total loans and leases | $ 197,021 | $ 6,127 | $ 190,894 |
| Total earning assets (2) | 543,827 | 518,429 | 194,220 |
| Total assets (2) | 579,870 | 544,925 | 203,767 |
| Total deposits | 514,838 | 513,944 | n/m |

For footnotes see page22.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Consumer Banking Quarterly Results

(Dollars in millions)

| | Second Quarter 2015 | | |
|---|---|---|---|
| | Total Consumer Banking | Deposits | Consumer Lending |
| Net interest income (FTE basis) | $ 4,910 | $ 2,390 | $ 2,520 |
| Noninterest income: | | | |
| Card income | 1,206 | 2 | 1,204 |
| Service charges | 1,033 | 1,032 | 1 |
| Mortgage banking income | 257 | — | 257 |
| All other income | 138 | 120 | 18 |
| Total noninterest income | 2,634 | 1,154 | 1,480 |
| Total revenue, net of interest expense (FTE basis) | 7,544 | 3,544 | 4,000 |
| Provision for credit losses | 506 | 24 | 482 |
| Noninterest expense | 4,321 | 2,363 | 1,958 |
| Income before income taxes (FTE basis) | 2,717 | 1,157 | 1,560 |
| Income tax expense (FTE basis) | 1,013 | 431 | 582 |
| **Net income** | $ 1,704 | $ 726 | $ 978 |
| Net interest yield (FTE basis) | 3.44% | 1.75% | 5.09% |
| Return on average allocated capital (1) | 24 | 24 | 23 |
| Efficiency ratio (FTE basis) | 57.28 | 66.71 | 48.92 |
| **Balance Sheet** | | | |
| **Average** | | | |
| Total loans and leases | $ 201,703 | $ 5,789 | $ 195,914 |
| Total earning assets (2) | 572,378 | 549,252 | 198,501 |
| Total assets (2) | 609,019 | 576,417 | 207,977 |
| Total deposits | 545,454 | 544,340 | n/m |
| Allocated capital (1) | 29,000 | 12,000 | 17,000 |
| **Period end** | | | |
| Total loans and leases | $ 204,380 | $ 5,834 | $ 198,546 |
| Total earning assets (2) | 575,284 | 551,705 | 201,319 |
| Total assets (2) | 611,122 | 578,227 | 210,635 |
| Total deposits | 547,343 | 546,169 | n/m |

| | First Quarter 2015 | | |
|---|---|---|---|
| | Total Consumer Banking | Deposits | Consumer Lending |
| Net interest income (FTE basis) | $ 4,871 | $ 2,297 | $ 2,574 |
| Noninterest income: | | | |
| Card income | 1,167 | 3 | 1,164 |
| Service charges | 966 | 966 | — |
| Mortgage banking income | 288 | — | 288 |
| All other income | 158 | 103 | 55 |
| Total noninterest income | 2,579 | 1,072 | 1,507 |
| Total revenue, net of interest expense (FTE basis) | 7,450 | 3,369 | 4,081 |
| Provision for credit losses | 716 | 63 | 653 |
| Noninterest expense | 4,389 | 2,451 | 1,938 |
| Income before income taxes (FTE basis) | 2,345 | 855 | 1,490 |
| Income tax expense (FTE basis) | 870 | 317 | 553 |
| **Net income** | $ 1,475 | $ 538 | $ 937 |
| Net interest yield (FTE basis) | 3.54% | 1.74% | 5.32% |
| Return on average allocated capital (1) | 21 | 18 | 22 |
| Efficiency ratio (FTE basis) | 58.91 | 72.71 | 47.51 |
| **Balance Sheet** | | | |
| **Average** | | | |
| Total loans and leases | $ 199,581 | $ 5,879 | $ 193,702 |
| Total earning assets (2) | 558,833 | 535,555 | 196,044 |

| | | | |
|---|---|---|---|
| Total assets (2) | 594,916 | 562,314 | 205,368 |
| Total deposits | 531,365 | 530,290 | n/m |
| Allocated capital (1) | 29,000 | 12,000 | 17,000 |
| **Period end** | | | |
| Total loans and leases | $ 200,153 | $ 5,824 | $ 194,329 |
| Total earning assets (2) | 576,868 | 553,574 | 197,738 |
| Total assets (2) | 613,130 | 580,337 | 207,237 |
| Total deposits | 549,489 | 548,303 | n/m |

For footnotes see page22.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Consumer Banking Quarterly Results (continued)

(Dollars in millions)

| | Second Quarter 2014 | | |
|---|---|---|---|
| | Total Consumer Banking | Deposits | Consumer Lending |
| Net interest income (FTE basis) | $ 5,060 | $ 2,396 | $ 2,664 |
| Noninterest income: | | | |
| Card income | 1,152 | 3 | 1,149 |
| Service charges | 1,039 | 1,039 | — |
| Mortgage banking income | 237 | — | 237 |
| All other income | 161 | 88 | 73 |
| Total noninterest income | 2,589 | 1,130 | 1,459 |
| Total revenue, net of interest expense (FTE basis) | 7,649 | 3,526 | 4,123 |
| Provision for credit losses | 550 | 50 | 500 |
| Noninterest expense | 4,505 | 2,473 | 2,032 |
| Income before income taxes (FTE basis) | 2,594 | 1,003 | 1,591 |
| Income tax expense (FTE basis) | 960 | 371 | 589 |
| **Net income** | $ 1,634 | $ 632 | $ 1,002 |
| Net interest yield (FTE basis) | 3.74% | 1.86% | 5.56% |
| Return on average allocated capital (1) | 22 | 23 | 21 |
| Efficiency ratio (FTE basis) | 58.89 | 70.12 | 49.28 |
| **Balance Sheet** | | | |
| **Average** | | | |
| Total loans and leases | $ 195,413 | $ 6,103 | $ 189,310 |
| Total earning assets (2) | 542,421 | 517,509 | 192,238 |
| Total assets (2) | 578,514 | 544,248 | 201,592 |
| Total deposits | 514,137 | 513,326 | n/m |
| Allocated capital (1) | 30,000 | 11,000 | 19,000 |
| **Period end** | | | |
| Total loans and leases | $ 197,021 | $ 6,127 | $ 190,894 |
| Total earning assets (2) | 543,827 | 518,429 | 194,220 |
| Total assets (2) | 579,870 | 544,925 | 203,767 |
| Total deposits | 514,838 | 513,944 | n/m |

(1) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(2) For presentation purposes, in segments or businesses where the total of liabilities and equity exceeds assets, the Corporation allocates assets from *All Other* to match the segments' and businesses' liabilities and allocated shareholders' equity. As a result, total earning assets and total assets of the businesses may not equal total *Consumer Banking*.

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Consumer Banking Key Indicators

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Average deposit balances** | | | | | | | |
| Checking | **$ 254,652** | $ 232,527 | **$ 259,007** | $ 250,248 | $ 241,254 | $ 238,133 | $ 236,197 |
| Savings | **45,140** | 44,685 | **45,748** | 44,525 | 43,972 | 45,124 | 45,769 |
| MMS | **183,433** | 166,043 | **186,750** | 180,078 | 172,992 | 168,815 | 167,058 |
| CDs and IRAs | **52,492** | 63,506 | **51,178** | 53,820 | 56,476 | 59,666 | 62,293 |
| Non-U.S. and other | **2,731** | 2,758 | **2,771** | 2,694 | 2,886 | 2,811 | 2,820 |
| **Total average deposit balances** | **$ 538,448** | $ 509,519 | **$ 545,454** | $ 531,365 | $ 517,580 | $ 514,549 | $ 514,137 |
| **Deposit spreads (excludes noninterest costs)** | | | | | | | |
| Checking | **2.03 %** | 2.07 % | **2.04 %** | 2.03 % | 2.08 % | 2.08 % | 2.07 % |
| Savings | **2.30** | 2.30 | **2.29** | 2.31 | 2.32 | 2.32 | 2.31 |
| MMS | **1.22** | 1.15 | **1.22** | 1.23 | 1.21 | 1.19 | 1.17 |
| CDs and IRAs | **0.56** | 0.50 | **0.58** | 0.54 | 0.52 | 0.50 | 0.49 |
| Non-U.S. and other | **0.43** | 0.53 | **0.45** | 0.42 | 0.40 | 0.40 | 0.42 |
| **Total deposit spreads** | **1.62** | 1.59 | **1.63** | 1.62 | 1.63 | 1.61 | 1.60 |
| Client brokerage assets | **$ 121,961** | $ 105,926 | **$ 121,961** | $ 118,492 | $ 113,763 | $ 108,533 | $ 105,926 |
| Online banking active accounts (units in thousands) | **31,322** | 30,429 | **31,322** | 31,479 | 30,904 | 30,821 | 30,429 |
| Mobile banking active accounts (units in thousands) [1] | **17,626** | 15,475 | **17,626** | 17,092 | 16,539 | 16,107 | 15,475 |
| Financial centers | **4,789** | 5,023 | **4,789** | 4,835 | 4,855 | 4,947 | 5,023 |
| ATMs | **15,992** | 15,973 | **15,992** | 15,903 | 15,834 | 15,671 | 15,973 |
| **Total U.S. credit card** [2] | | | | | | | |
| **Loans** | | | | | | | |
| Average credit card outstandings | **$ 88,074** | $ 88,797 | **$ 87,460** | $ 88,695 | $ 89,381 | $ 88,866 | $ 88,058 |
| Ending credit card outstandings | **88,403** | 89,020 | **88,403** | 87,288 | 91,879 | 89,027 | 89,020 |
| **Credit quality** | | | | | | | |
| Net charge-offs | **$ 1,205** | $ 1,401 | **$ 584** | $ 621 | $ 612 | $ 625 | $ 683 |
| | **2.76 %** | 3.18 % | **2.68 %** | 2.84 % | 2.71 % | 2.79 % | 3.11 % |
| 30+ delinquency | **$ 1,486** | $ 1,698 | **$ 1,486** | $ 1,581 | $ 1,701 | $ 1,702 | $ 1,698 |
| | **1.68 %** | 1.91 % | **1.68 %** | 1.81 % | 1.85 % | 1.91 % | 1.91 % |
| 90+ delinquency | **$ 742** | $ 868 | **$ 742** | $ 795 | $ 866 | $ 831 | $ 868 |
| | **0.84 %** | 0.98 % | **0.84 %** | 0.91 % | 0.94 % | 0.93 % | 0.98 % |
| **Other Total U.S. credit card indicators** [2] | | | | | | | |
| Gross interest yield | **9.18 %** | 9.39 % | **9.08 %** | 9.27 % | 9.26 % | 9.34 % | 9.30 % |
| Risk-adjusted margin | **8.99** | 9.23 | **8.92** | 9.05 | 9.96 | 9.33 | 8.97 |
| New accounts (in thousands) | **2,456** | 2,155 | **1,295** | 1,161 | 1,184 | 1,202 | 1,128 |
| Purchase volumes | **$ 106,154** | $ 102,447 | **$ 55,976** | $ 50,178 | $ 55,857 | $ 53,784 | $ 53,583 |
| **Debit card data** | | | | | | | |
| Purchase volumes | **$ 137,653** | $ 135,382 | **$ 70,754** | $ 66,898 | $ 69,204 | $ 67,990 | $ 69,492 |

For footnotes see page24.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Consumer Banking Key Indicators (continued)

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Loan production** (3): | | | | | | | |
| **Total** (4) | | | | | | | |
| First mortgage | **$ 29,675** | $ 19,949 | **$ 15,962** | $ 13,713 | $ 11,616 | $ 11,725 | $ 11,099 |
| Home equity | **6,426** | 4,588 | **3,209** | 3,217 | 3,420 | 3,225 | 2,604 |
| **Consumer Banking** | | | | | | | |
| First mortgage | **$ 21,120** | $ 15,163 | **$ 11,266** | $ 9,854 | $ 8,316 | $ 8,861 | $ 8,461 |
| Home equity | **5,957** | 4,186 | **2,940** | 3,017 | 3,129 | 2,970 | 2,396 |
| **Mortgage banking income** | | | | | | | |
| Consumer Lending: | | | | | | | |
| Core production revenue | **$ 573** | $ 422 | **$ 273** | $ 300 | $ 214 | $ 239 | $ 233 |
| Representations and warranties provision | **7** | 29 | **1** | 6 | (4) | (15) | 22 |
| Other consumer mortgage banking income (5) | **(35)** | (36) | **(17)** | (18) | (17) | (18) | (18) |
| Total Consumer Lending mortgage banking income | **545** | 415 | **257** | 288 | 193 | 206 | 237 |
| Legacy Assets & Servicing mortgage banking income (6) | **1,143** | 660 | **682** | 461 | 241 | 152 | 369 |
| Eliminations (7) | **7** | (136) | **62** | (55) | (82) | (86) | (79) |
| Total consolidated mortgage banking income | **$ 1,695** | $ 939 | **$ 1,001** | $ 694 | $ 352 | $ 272 | $ 527 |

(1) Beginning in the first quarter of 2015, mobile users include Merrill Edge and MyMerrill users of approximately 150 thousand.

(2) In addition to the U.S. credit card portfolio in *Consumer Banking*, the remaining U.S. credit card portfolio is in *GWIM*.

(3) The above loan production amounts represent the unpaid principal balance of loans and in the case of home equity, the principal amount of the total line of credit.

(4) In addition to loan production in *Consumer Banking*, there is also first mortgage and home equity loan production in *GWIM*.

(5) Primarily intercompany charge for loan servicing activities provided by *Legacy Assets & Servicing*.

(6) Amounts for *Legacy Assets & Servicing* are included in this *Consumer Banking* table to show the components of consolidated mortgage banking income.

(7) Includes the effect of transfers of mortgage loans from *Consumer Banking* to the ALM portfolio included in *All Other*, intercompany charges for loan servicing and net gains or losses on intercompany trades related to mortgage servicing rights risk management.

Certain prior period amounts have been reclassified to conform to current period presentation.

Bank of America Corporation and Subsidiaries

# Global Wealth & Investment Management Segment Results

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | **$ 2,710** | $ 2,970 | **$ 1,359** | $ 1,351 | $ 1,406 | $ 1,459 | $ 1,485 |
| Noninterest income: | | | | | | | |
| Investment and brokerage services | **5,472** | 5,246 | **2,749** | 2,723 | 2,763 | 2,713 | 2,642 |
| All other income | **908** | 920 | **465** | 443 | 434 | 494 | 462 |
| Total noninterest income | **6,380** | 6,166 | **3,214** | 3,166 | 3,197 | 3,207 | 3,104 |
| Total revenue, net of interest expense (FTE basis) | **9,090** | 9,136 | **4,573** | 4,517 | 4,603 | 4,666 | 4,589 |
| Provision for credit losses | **38** | 15 | **15** | 23 | 14 | (15) | (8) |
| Noninterest expense | **6,916** | 6,803 | **3,457** | 3,459 | 3,441 | 3,403 | 3,445 |
| Income before income taxes (FTE basis) | **2,136** | 2,318 | **1,101** | 1,035 | 1,148 | 1,278 | 1,152 |
| Income tax expense (FTE basis) | **795** | 863 | **411** | 384 | 442 | 465 | 426 |
| **Net income** | **$ 1,341** | $ 1,455 | **$ 690** | $ 651 | $ 706 | $ 813 | $ 726 |
| Net interest yield (FTE basis) | **2.15%** | 2.40% | **2.17%** | 2.13% | 2.24% | 2.33% | 2.40% |
| Return on average allocated capital(1) | **23** | 25 | **23** | 22 | 23 | 27 | 24 |
| Efficiency ratio (FTE basis) | **76.08** | 74.47 | **75.60** | 76.57 | 74.76 | 72.94 | 75.07 |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total loans and leases | **$ 128,211** | $ 117,235 | **$ 130,270** | $ 126,129 | $ 123,544 | $ 121,002 | $ 118,512 |
| Total earning assets (2) | **254,560** | 249,549 | **251,528** | 257,625 | 248,614 | 248,223 | 248,380 |
| Total assets (2) | **271,965** | 268,518 | **268,835** | 275,130 | 266,717 | 266,324 | 266,781 |
| Total deposits | **241,758** | 241,409 | **239,974** | 243,561 | 238,835 | 239,352 | 240,042 |
| Allocated capital (1) | **12,000** | 12,000 | **12,000** | 12,000 | 12,000 | 12,000 | 12,000 |
| **Period end** | | | | | | | |
| Total loans and leases | **$ 132,377** | $ 120,187 | **$ 132,377** | $ 127,556 | $ 125,431 | $ 122,395 | $ 120,187 |
| Total earning assets (2) | **250,720** | 245,556 | **250,720** | 255,840 | 256,519 | 248,072 | 245,556 |
| Total assets (2) | **267,021** | 263,958 | **267,021** | 272,777 | 274,887 | 266,240 | 263,958 |
| Total deposits | **237,624** | 237,046 | **237,624** | 244,080 | 245,391 | 238,710 | 237,046 |

(1) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(2) Total earning assets and total assets include asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Global Wealth & Investment Management Key Indicators

(Dollars in millions, except as noted)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Revenues** | | | | | | | |
| Merrill Lynch Global Wealth Management | **$ 7,540** | $ 7,555 | **$ 3,792** | $ 3,748 | $ 3,827 | $ 3,874 | $ 3,791 |
| U.S. Trust | **1,515** | 1,551 | **764** | 751 | 758 | 775 | 783 |
| Other [(1)] | **35** | 30 | **17** | 18 | 18 | 17 | 15 |
| **Total revenues** | **$ 9,090** | $ 9,136 | **$ 4,573** | $ 4,517 | $ 4,603 | $ 4,666 | $ 4,589 |
| **Client Balances** | | | | | | | |
| **Client Balances by Business** | | | | | | | |
| Merrill Lynch Global Wealth Management | **$ 2,051,514** | $ 2,017,051 | **$ 2,051,514** | $ 2,043,447 | $ 2,033,801 | $ 2,004,391 | $ 2,017,051 |
| U.S. Trust | **388,829** | 380,281 | **388,829** | 391,105 | 387,491 | 381,054 | 380,281 |
| Other [(1)] | **81,318** | 70,836 | **81,318** | 75,295 | 76,705 | 76,640 | 70,836 |
| **Client Balances by Type** | | | | | | | |
| Assets under management | **$ 930,360** | $ 878,741 | **$ 930,360** | $ 917,257 | $ 902,872 | $ 888,006 | $ 878,741 |
| Brokerage assets | **1,079,084** | 1,091,558 | **1,079,084** | 1,076,277 | 1,081,434 | 1,073,858 | 1,091,558 |
| Assets in custody | **138,774** | 137,391 | **138,774** | 141,273 | 139,555 | 135,886 | 137,391 |
| Deposits | **237,624** | 237,046 | **237,624** | 244,080 | 245,391 | 238,710 | 237,046 |
| Loans and leases [(2)] | **135,819** | 123,432 | **135,819** | 130,960 | 128,745 | 125,625 | 123,432 |
| **Total client balances** | **$ 2,521,661** | $ 2,468,168 | **$ 2,521,661** | $ 2,509,847 | $ 2,497,997 | $ 2,462,085 | $ 2,468,168 |
| **Assets Under Management Flows** | | | | | | | |
| Long-term assets under management [(3)] | **$ 23,247** | $ 29,252 | **$ 8,593** | $ 14,654 | $ 9,380 | $ 11,168 | $ 11,870 |
| Liquidity assets under management [(4)] | **4,530** | (2,294) | **6,023** | (1,493) | (255) | 5,910 | 135 |
| **Total assets under management flows** | **$ 27,777** | $ 26,958 | **$ 14,616** | $ 13,161 | $ 9,125 | $ 17,078 | $ 12,005 |
| **Associates** [(5)] | | | | | | | |
| Number of Financial Advisors | **16,419** | 15,560 | **16,419** | 16,175 | 16,035 | 15,867 | 15,560 |
| Total Wealth Advisors | **17,798** | 16,721 | **17,798** | 17,508 | 17,231 | 17,039 | 16,721 |
| Total Client-Facing Professionals | **20,286** | 19,416 | **20,286** | 20,018 | 19,750 | 19,727 | 19,416 |
| **Merrill Lynch Global Wealth Management Metrics** | | | | | | | |
| Financial Advisor Productivity [(6)] (in thousands) | **$ 1,041** | $ 1,058 | **$ 1,041** | $ 1,041 | $ 1,070 | $ 1,077 | $ 1,060 |
| **U.S. Trust Metrics** | | | | | | | |
| Client-Facing Professionals | **2,155** | 2,110 | **2,155** | 2,157 | 2,155 | 2,135 | 2,110 |

(1) Includes the results of BofA Global Capital Management and certain administrative items.

(2) Includes margin receivables which are classified in customer and other receivables on the Consolidated Balance Sheet.

(3) Defined as assets under advisory and discretion of *GWIM* in which the duration of the investment strategy is longer than one year.

(4) Defined as assets under advisory and discretion of *GWIM* in which the investment strategy seeks a high level of income while maintaining liquidity and capital preservation. The duration of these strategies is primarily less than one year.

(5) Includes Financial Advisors in the *Consumer Banking* segment of 2,049, 1,992, 1,950, 1,868 and 1,716 at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(6) Financial Advisor Productivity is defined as annualized Merrill Lynch Global Wealth Management total revenue divided by the total number of Financial Advisors (excluding Financial Advisors in the *Consumer Banking* segment). Total revenue excludes corporate allocation of net interest income related to certain ALM activities.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Global Banking Segment Results

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | $ 4,473 | $ 4,946 | $ 2,213 | $ 2,260 | $ 2,415 | $ 2,450 | $ 2,442 |
| Noninterest income: | | | | | | | |
| Service charges | 1,438 | 1,459 | 728 | 710 | 712 | 730 | 725 |
| Investment banking fees | 1,629 | 1,656 | 777 | 852 | 830 | 727 | 834 |
| All other income | 853 | 903 | 397 | 456 | 364 | 446 | 437 |
| Total noninterest income | 3,920 | 4,018 | 1,902 | 2,018 | 1,906 | 1,903 | 1,996 |
| Total revenue, net of interest expense (FTE basis) | 8,393 | 8,964 | 4,115 | 4,278 | 4,321 | 4,353 | 4,438 |
| Provision for credit losses | 273 | 417 | 177 | 96 | (31) | (64) | 136 |
| Noninterest expense | 3,951 | 4,184 | 1,941 | 2,010 | 1,988 | 2,037 | 2,007 |
| Income before income taxes (FTE basis) | 4,169 | 4,363 | 1,997 | 2,172 | 2,364 | 2,380 | 2,295 |
| Income tax expense (FTE basis) | 1,552 | 1,625 | 746 | 806 | 851 | 867 | 850 |
| **Net income** | $ 2,617 | $ 2,738 | $ 1,251 | $ 1,366 | $ 1,513 | $ 1,513 | $ 1,445 |
| Net interest yield (FTE basis) | 2.85% | 3.19% | 2.80% | 2.89% | 2.99% | 3.03% | 3.12% |
| Return on average allocated capital (1) | 15 | 16 | 14 | 16 | 18 | 18 | 17 |
| Efficiency ratio (FTE basis) | 47.08 | 46.68 | 47.16 | 47.00 | 46.01 | 46.78 | 45.22 |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total loans and leases | $ 295,107 | $ 287,857 | $ 300,631 | $ 289,522 | $ 287,003 | $ 283,264 | $ 287,795 |
| Total earnings assets (2) | 316,951 | 313,081 | 316,898 | 317,005 | 320,365 | 320,955 | 314,079 |
| Total assets (2) | 361,840 | 359,669 | 361,853 | 361,826 | 365,167 | 364,589 | 359,755 |
| Total deposits | 287,280 | 283,943 | 288,117 | 286,434 | 292,096 | 291,927 | 284,947 |
| Allocated capital (1) | 35,000 | 33,500 | 35,000 | 35,000 | 33,500 | 33,500 | 33,500 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 307,085 | $ 286,976 | $ 307,085 | $ 295,653 | $ 288,905 | $ 284,908 | $ 286,976 |
| Total earnings assets (2) | 322,971 | 324,626 | 322,971 | 318,872 | 308,448 | 310,987 | 324,626 |
| Total assets (2) | 367,045 | 370,561 | 367,045 | 365,121 | 353,667 | 354,967 | 370,561 |
| Total deposits | 292,261 | 295,382 | 292,261 | 290,422 | 279,793 | 282,325 | 295,382 |

(1) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(2) Total earning assets and total assets include asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

Bank of America Corporation and Subsidiaries

# Global Banking Key Indicators

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Investment Banking fees** (1) | | | | | | | |
| Advisory (2) | $ 634 | $ 491 | $ 247 | $ 387 | $ 316 | $ 291 | $ 234 |
| Debt issuance | 706 | 835 | 371 | 335 | 379 | 318 | 388 |
| Equity issuance | 289 | 330 | 159 | 130 | 135 | 118 | 212 |
| **Total Investment Banking fees** (3) | $ 1,629 | $ 1,656 | $ 777 | $ 852 | $ 830 | $ 727 | $ 834 |
| **Business Lending** | | | | | | | |
| Corporate | $ 1,597 | $ 1,742 | $ 708 | $ 889 | $ 800 | $ 878 | $ 830 |
| Commercial | 1,916 | 2,017 | 1,004 | 912 | 991 | 934 | 1,006 |
| Business Banking | 174 | 181 | 87 | 87 | 92 | 91 | 92 |
| **Total Business Lending revenue** | $ 3,687 | $ 3,940 | $ 1,799 | $ 1,888 | $ 1,883 | $ 1,903 | $ 1,928 |
| **Global Transaction Services** | | | | | | | |
| Corporate | $ 1,369 | $ 1,483 | $ 709 | $ 660 | $ 748 | $ 769 | $ 754 |
| Commercial | 1,292 | 1,447 | 642 | 650 | 705 | 724 | 715 |
| Business Banking | 336 | 353 | 170 | 166 | 184 | 179 | 176 |
| **Total Global Transaction Services revenue** | $ 2,997 | $ 3,283 | $ 1,521 | $ 1,476 | $ 1,637 | $ 1,672 | $ 1,645 |
| **Average deposit balances** | | | | | | | |
| Interest-bearing | $ 65,742 | $ 82,783 | $ 65,504 | $ 65,982 | $ 71,148 | $ 79,127 | $ 82,826 |
| Noninterest-bearing | 221,538 | 201,160 | 222,613 | 220,452 | 220,948 | 212,800 | 202,121 |
| **Total average deposits** | $ 287,280 | $ 283,943 | $ 288,117 | $ 286,434 | $ 292,096 | $ 291,927 | $ 284,947 |
| **Loan spread** | 1.64% | 1.76% | 1.60% | 1.68% | 1.69% | 1.70% | 1.72% |
| **Provision for credit losses** | $ 273 | $ 417 | $ 177 | $ 96 | $ (31) | $ (64) | $ 136 |
| **Credit quality** (4, 5) | | | | | | | |
| Reservable utilized criticized exposure | $ 11,411 | $ 10,788 | $ 11,411 | $ 10,471 | $ 9,662 | $ 10,314 | $ 10,788 |
| | 3.44% | 3.46% | 3.44% | 3.28% | 3.07% | 3.32% | 3.46% |
| Nonperforming loans, leases and foreclosed properties | $ 1,179 | $ 1,023 | $ 1,179 | $ 979 | $ 892 | $ 1,080 | $ 1,023 |
| | 0.38% | 0.36% | 0.38% | 0.33% | 0.31% | 0.38% | 0.36% |
| **Average loans and leases by product** | | | | | | | |
| U.S. commercial | $ 159,376 | $ 151,450 | $ 162,580 | $ 156,137 | $ 153,256 | $ 150,918 | $ 151,924 |
| Commercial real estate | 43,119 | 44,783 | 44,066 | 42,163 | 41,445 | 41,818 | 44,437 |
| Commercial lease financing | 25,585 | 25,295 | 25,728 | 25,442 | 25,105 | 25,127 | 25,165 |
| Non-U.S. commercial | 67,010 | 66,310 | 68,241 | 65,763 | 67,178 | 65,382 | 66,249 |
| Other | 17 | 19 | 16 | 17 | 19 | 19 | 20 |
| **Total average loans and leases** | $ 295,107 | $ 287,857 | $ 300,631 | $ 289,522 | $ 287,003 | $ 283,264 | $ 287,795 |
| **Total Corporation Investment Banking fees** | | | | | | | |
| Advisory (2) | $ 704 | $ 550 | $ 276 | $ 428 | $ 341 | $ 316 | $ 264 |
| Debt issuance | 1,668 | 1,916 | 887 | 781 | 883 | 784 | 891 |
| Equity issuance | 762 | 827 | 417 | 345 | 348 | 315 | 514 |
| Total investment banking fees including self-led deals | 3,134 | 3,293 | 1,580 | 1,554 | 1,572 | 1,415 | 1,669 |
| Self-led deals | (121) | (120) | (54) | (67) | (31) | (64) | (38) |
| **Total Investment Banking fees** | $ 3,013 | $ 3,173 | $ 1,526 | $ 1,487 | $ 1,541 | $ 1,351 | $ 1,631 |

(1) Investment banking fees represent total investment banking fees for *Global Banking* inclusive of self-led deals and fees included within Business Lending.

(2) Advisory includes fees on debt and equity advisory and mergers and acquisitions.

(3) Investment banking fees represent only the fee component in *Global Banking* and do not include certain less significant items shared with the Investment Banking Group under internal revenue sharing agreements.

(4) Criticized exposure corresponds to the Special Mention, Substandard and Doubtful asset categories defined by regulatory authorities. The reservable criticized exposure is on an end-of-period basis and is also shown as a percentage of total commercial utilized reservable criticized exposure, including loans and leases, standby letters of credit, financial guarantees, commercial letters of credit and bankers' acceptances.

(5) Nonperforming loans, leases and foreclosed properties are on an end-of-period basis. The nonperforming ratio is nonperforming assets divided by loans, leases and foreclosed properties.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

Bank of America Corporation and Subsidiaries

# Investment Banking Product Rankings

| | Six Months Ended June 30, 2015 | | | |
|---|---|---|---|---|
| | Global | | U.S. | |
| | Product Ranking | Market Share | Product Ranking | Market Share |
| Net investment banking revenue | 3 | 6.2% | 3 | 8.6% |
| Announced mergers and acquisitions | 4 | 22.1 | 5 | 20.2 |
| Equity capital markets | 4 | 6.3 | 2 | 10.2 |
| Debt capital markets | 3 | 6.0 | 2 | 9.8 |
| High-yield corporate debt | 4 | 7.4 | 2 | 9.1 |
| Leveraged loans | 2 | 8.5 | 2 | 10.8 |
| Mortgage-backed securities | 5 | 7.5 | 7 | 8.0 |
| Asset-backed securities | 3 | 9.5 | 2 | 12.7 |
| Convertible debt | 2 | 9.4 | 2 | 14.0 |
| Common stock underwriting | 5 | 6.0 | 4 | 9.5 |
| Investment-grade corporate debt | 2 | 6.6 | 2 | 11.9 |
| Syndicated loans | 2 | 8.1 | 2 | 11.6 |

Source: Dealogic data as of July 6, 2015. Figures above include self-led transactions.

- Rankings based on deal volumes except net investment banking revenue rankings which reflect fees.
- Debt capital markets excludes loans but includes agencies.
- Mergers and acquisitions fees included in investment banking revenues reflect 10 percent fee credit at announcement and 90 percent fee credit at completion as per Dealogic.
- Mergers and acquisitions volume rankings are for announced transactions and provide credit to all investment banks advising either side of the transaction.
- Each advisor receives full credit for the deal amount unless advising a minor stakeholder.

## Highlights

***Global top 3 rankings in:***

| | |
|---|---|
| Leveraged loans | Investment-grade corporate debt |
| Asset-backed securities | Syndicated loans |
| Convertible debt | Debt capital markets |

***U.S. top 3 rankings in:***

| | |
|---|---|
| High-yield corporate debt | Investment-grade corporate debt |
| Leveraged loans | Syndicated loans |
| Asset-backed securities | Equity capital markets |
| Convertible debt | Debt capital markets |

***Top 3 rankings excluding self-led deals:***

Global: Leveraged loans, Asset-backed securities, Convertible debt, Investment-grade corporate debt, Syndicated loans, Debt capital markets

U.S.: High-yield corporate debt, Leveraged loans, Asset-backed securities, Convertible debt, Investment-grade corporate debt, Syndicated loans, Equity capital markets, Debt capital markets

**Bank of America Corporation and Subsidiaries**

## Global Markets Segment Results

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | $ 2,037 | $ 1,968 | $ 1,028 | $ 1,009 | $ 1,036 | $ 999 | $ 962 |
| Noninterest income: | | | | | | | |
| Investment and brokerage services | 1,117 | 1,110 | 550 | 567 | 545 | 527 | 544 |
| Investment banking fees | 1,348 | 1,496 | 718 | 630 | 670 | 577 | 760 |
| Trading account profits | 3,820 | 4,135 | 1,693 | 2,127 | 76 | 1,786 | 1,768 |
| All other income | 551 | 916 | 270 | 281 | 53 | 264 | 565 |
| Total noninterest income | 6,836 | 7,657 | 3,231 | 3,605 | 1,344 | 3,154 | 3,637 |
| Total revenue, net of interest expense (FTE basis)[1] | 8,873 | 9,625 | 4,259 | 4,614 | 2,380 | 4,153 | 4,599 |
| Provision for credit losses | 27 | 38 | 6 | 21 | 26 | 45 | 20 |
| Noninterest expense | 5,854 | 5,964 | 2,723 | 3,131 | 2,513 | 3,348 | 2,875 |
| Income (loss) before income taxes (FTE basis) | 2,992 | 3,623 | 1,530 | 1,462 | (159) | 760 | 1,704 |
| Income tax expense (benefit) (FTE basis) | 1,054 | 1,211 | 537 | 517 | (85) | 388 | 602 |
| **Net income (loss)** | $ 1,938 | $ 2,412 | $ 993 | $ 945 | $ (74) | $ 372 | $ 1,102 |
| Return on average allocated capital[2] | 11% | 14% | 11% | 11% | n/m | 4% | 13% |
| Efficiency ratio (FTE basis) | 65.98 | 61.96 | 63.92 | 67.88 | 105.56% | 80.63 | 62.51 |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total trading-related assets[3] | $ 443,225 | $ 448,596 | $ 442,506 | $ 443,951 | $ 455,535 | $ 446,490 | $ 459,938 |
| Total loans and leases | 59,463 | 63,637 | 61,908 | 56,992 | 58,108 | 62,959 | 63,579 |
| Total earning assets[3] | 435,500 | 467,594 | 436,077 | 434,916 | 451,937 | 457,835 | 478,192 |
| Total assets | 600,675 | 609,370 | 602,732 | 598,595 | 611,828 | 599,976 | 617,156 |
| Total deposits | 39,709 | 41,493 | 39,718 | 39,699 | 40,941 | 39,344 | 41,323 |
| Allocated capital[2] | 35,000 | 34,000 | 35,000 | 35,000 | 34,000 | 34,000 | 34,000 |
| **Period end** | | | | | | | |
| Total trading-related assets[3] | $ 406,404 | $ 443,383 | $ 406,404 | $ 424,996 | $ 418,860 | $ 433,597 | $ 443,383 |
| Total loans and leases | 66,026 | 66,260 | 66,026 | 63,019 | 59,388 | 62,705 | 66,260 |
| Total earning assets[3] | 408,857 | 465,380 | 408,857 | 421,520 | 421,799 | 443,423 | 465,380 |
| Total assets | 580,955 | 610,435 | 580,955 | 586,843 | 579,593 | 598,806 | 610,435 |
| Total deposits | 39,326 | 41,951 | 39,326 | 38,668 | 40,746 | 39,133 | 41,951 |
| **Trading-related assets (average)** | | | | | | | |
| Trading account securities | $ 195,312 | $ 201,996 | $ 197,113 | $ 193,491 | $ 201,867 | $ 201,963 | $ 200,726 |
| Reverse repurchases | 112,461 | 114,576 | 109,626 | 115,328 | 118,286 | 116,853 | 119,823 |
| Securities borrowed | 79,909 | 88,024 | 81,091 | 78,713 | 81,071 | 83,369 | 94,989 |
| Derivative assets | 55,543 | 44,000 | 54,676 | 56,419 | 54,311 | 44,305 | 44,400 |
| **Total trading-related assets[3]** | $ 443,225 | $ 448,596 | $ 442,506 | $ 443,951 | $ 455,535 | $ 446,490 | $ 459,938 |

(1) Substantially all of *Global Markets* total revenue is sales and trading revenue and investment banking fees, with a small portion related to certain revenue sharing agreements with other business segments. For additional sales and trading revenue information, see page 31.

(2) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(3) Trading-related assets include derivative assets, which are considered non-earning assets.

n/m = not meaningful

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Global Markets Key Indicators

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Sales and trading revenue** [1] | | | | | | | |
| Fixed income, currency and commodities | **$ 4,977** | $ 5,445 | **$ 2,228** | $ 2,749 | $ 880 | $ 2,380 | $ 2,422 |
| Equities | **2,364** | 2,248 | **1,199** | 1,165 | 862 | 1,105 | 1,055 |
| **Total sales and trading revenue** | **$ 7,341** | $ 7,693 | **$ 3,427** | $ 3,914 | $ 1,742 | $ 3,485 | $ 3,477 |
| **Sales and trading revenue, excluding net debit valuation adjustment and funding valuation adjustment** [2] | | | | | | | |
| Fixed income, currency and commodities | **$ 4,891** | $ 5,309 | **$ 2,146** | $ 2,745 | $ 1,457 | $ 2,247 | $ 2,366 |
| Equities | **2,329** | 2,203 | **1,179** | 1,150 | 911 | 1,033 | 1,042 |
| **Total sales and trading revenue, excluding net debit valuation adjustment and funding valuation adjustment** | **$ 7,220** | $ 7,512 | **$ 3,325** | $ 3,895 | $ 2,368 | $ 3,280 | $ 3,408 |
| **Sales and trading revenue breakdown** | | | | | | | |
| Net interest income | **$ 1,846** | $ 1,786 | **$ 925** | $ 921 | $ 944 | $ 914 | $ 872 |
| Commissions | **1,106** | 1,101 | **544** | 562 | 541 | 522 | 540 |
| Trading | **3,801** | 4,135 | **1,676** | 2,125 | 76 | 1,784 | 1,769 |
| Other | **588** | 671 | **282** | 306 | 181 | 265 | 296 |
| **Total sales and trading revenue** | **$ 7,341** | $ 7,693 | **$ 3,427** | $ 3,914 | $ 1,742 | $ 3,485 | $ 3,477 |

(1) Includes *Global Banking* sales and trading revenue of $210 million and $153 million for the six months ended June 30, 2015 and 2014; $133 million and $76 million for the second and first quarters of 2015, and $163 million, $66 million and $67 million for the fourth, third, and second quarters of 2014, respectively.

(2) For this presentation, sales and trading revenue excludes net debit valuation adjustment gains (losses) which include net debit valuation adjustments on derivatives and structured liabilities. Sales and trading revenue excluding net debit valuation adjustment gains (losses) represents a non-GAAP financial measure. In the fourth quarter of 2014, the Corporation adopted a funding valuation adjustment on uncollateralized derivatives in the Corporation's *Global Markets* business. This methodology seeks to account for the value of funding costs today rather than accruing the cost over the life of the derivatives. The adoption resulted in a one-time transitional charge of $497 million recorded in the fourth quarter of 2014.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

Bank of America Corporation and Subsidiaries

# Legacy Assets & Servicing Segment Results

(Dollars in millions; except as noted)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | $ 844 | $ 739 | $ 416 | $ 428 | $ 390 | $ 387 | $ 362 |
| Noninterest income: | | | | | | | |
| Mortgage banking income | 1,143 | 660 | 682 | 461 | 241 | 152 | 369 |
| All other income (loss) | 16 | 87 | (9) | 25 | 7 | 17 | 69 |
| Total noninterest income | 1,159 | 747 | 673 | 486 | 248 | 169 | 438 |
| Total revenue, net of interest expense (FTE basis) | 2,003 | 1,486 | 1,089 | 914 | 638 | 556 | 800 |
| Provision for credit losses | 148 | (27) | 57 | 91 | (113) | 267 | (39) |
| Noninterest expense | 2,164 | 12,637 | 961 | 1,203 | 1,364 | 6,648 | 5,234 |
| Income (loss) before income taxes (FTE basis) | (309) | (11,124) | 71 | (380) | (613) | (6,359) | (4,395) |
| Income tax expense (benefit) (FTE basis) | (115) | (3,502) | 26 | (141) | (231) | (1,245) | (1,654) |
| **Net income (loss)** | $ (194) | $ (7,622) | $ 45 | $ (239) | $ (382) | $ (5,114) | $ (2,741) |
| Net interest yield (FTE basis) | 4.07% | 3.73% | 3.95% | 4.19% | 4.23% | 3.78% | 3.65% |
| Return on average allocated capital (1) | n/m | n/m | 1 | n/m | n/m | n/m | n/m |
| Efficiency ratio (FTE basis) | n/m | n/m | 88.27 | n/m | n/m | n/m | n/m |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total loans and leases | $ 31,650 | $ 37,401 | $ 30,897 | $ 32,411 | $ 33,772 | $ 35,238 | $ 36,705 |
| Total earning assets (2) | 41,822 | 39,944 | 42,267 | 41,371 | 36,581 | 40,636 | 39,863 |
| Total assets (2) | 52,532 | 56,508 | 52,449 | 52,617 | 48,557 | 53,762 | 55,626 |
| Allocated capital (1) | 24,000 | 17,000 | 24,000 | 24,000 | 17,000 | 17,000 | 17,000 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 30,024 | $ 35,984 | $ 30,024 | $ 31,690 | $ 33,055 | $ 34,484 | $ 35,984 |
| Total earning assets (2) | 40,799 | 37,233 | 40,799 | 42,590 | 33,923 | 44,916 | 37,233 |
| Total assets (2) | 50,853 | 52,647 | 50,853 | 53,538 | 45,958 | 56,900 | 52,647 |
| **Period end (in billions)** | | | | | | | |
| Mortgage serviced portfolio (3) | $ 610.0 | $ 760.0 | $ 610.0 | $ 669.0 | $ 693.0 | $ 722.0 | $ 760.0 |

(1) Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return are non-GAAP financial measures. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the segments. Other companies may define or calculate these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 45-48.)

(2) Total earning assets and total assets include asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity

(3) Includes servicing of residential mortgage loans, home equity lines of credit and home equity loans.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Legacy Assets & Servicing Key Indicators

(Dollars in millions, except as noted)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Mortgage servicing rights at fair value rollforward:** | | | | | | | |
| Balance, beginning of period | **$ 3,271** | $ 5,042 | **$ 3,108** | $ 3,271 | $ 3,986 | $ 4,134 | $ 4,577 |
| Net additions | **(69)** | 62 | **(174)** | 105 | 73 | 140 | 32 |
| Amortization of expected cash flows (1) | **(385)** | (419) | **(187)** | (198) | (198) | (201) | (209) |
| Other changes in mortgage servicing rights fair value (2) | **384** | (551) | **454** | (70) | (590) | (87) | (266) |
| **Balance, end of period (3)** | **$ 3,201** | $ 4,134 | **$ 3,201** | $ 3,108 | $ 3,271 | $ 3,986 | $ 4,134 |
| Capitalized mortgage servicing rights (% of loans serviced for investors) | **78 bps** | 82 bps | **78 bps** | 68 bps | 69 bps | 81 bps | 82 bps |
| Mortgage loans serviced for investors (in billions) | **$ 409** | $ 505 | **$ 409** | $ 459 | $ 474 | $ 491 | $ 505 |
| **Mortgage banking income** | | | | | | | |
| Servicing income: | | | | | | | |
| Servicing fees | **$ 822** | $ 1,025 | **$ 392** | $ 430 | $ 461 | $ 471 | $ 492 |
| Amortization of expected cash flows (1) | **(385)** | (419) | **(187)** | (198) | (198) | (201) | (209) |
| Fair value changes of mortgage servicing rights, net of risk management activities used to hedge certain market risks (4) | **443** | 171 | **193** | 250 | 142 | (19) | 105 |
| Other servicing-related revenue | **—** | 8 | **—** | — | — | — | 4 |
| Total net servicing income | **880** | 785 | **398** | 482 | 405 | 251 | 392 |
| Representations and warranties provision | **114** | (295) | **204** | (90) | (246) | (152) | (110) |
| Other mortgage banking income (5) | **149** | 170 | **80** | 69 | 82 | 53 | 87 |
| **Total Legacy Assets & Servicing mortgage banking income** | **$ 1,143** | $ 660 | **$ 682** | $ 461 | $ 241 | $ 152 | $ 369 |

(1) Represents the net change in fair value of the mortgage servicing rights asset due to the recognition of modeled cash flows.

(2) These amounts reflect the changes in modeled mortgage servicing rights fair value primarily due to observed changes in interest rates, volatility, spreads and the shape of the forward swap curve and periodic adjustments to valuation based on third-party price discovery. In addition, these amounts reflect periodic adjustments to the valuation model to reflect changes in the modeled relationship between inputs and their impact on projected cash flows, changes in certain cash flow assumptions such as cost to service and ancillary income per loan and the impact of periodic recalibrations of the model to reflect changes in the relationship between market interest rate spreads and projected cash flows.

(3) Does not include certain non-U.S. residential mortgage MSR balances, which are recorded in *Global Markets*.

(4) Includes gains and losses on sales of mortgage servicing rights.

(5) Consists primarily of revenue from sales of repurchased loans that had returned to performing status.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## All Other Results [1]

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| Net interest income (FTE basis) | $ 541 | $ (241) | $ 790 | $ (249) | $ (349) | $ 68 | $ (85) |
| Noninterest income: | | | | | | | |
| Card income | 134 | 176 | 65 | 69 | 90 | 92 | 88 |
| Equity investment income | 12 | 793 | 11 | 1 | (37) | (26) | 95 |
| Gains on sales of debt securities | 425 | 739 | 162 | 263 | 161 | 410 | 382 |
| All other loss | (699) | (1,251) | (263) | (436) | (611) | (587) | (595) |
| Total noninterest income | (128) | 457 | (25) | (103) | (397) | (111) | (30) |
| Total revenue, net of interest expense (FTE basis) | 413 | 216 | 765 | (352) | (746) | (43) | (115) |
| Provision for credit losses | (163) | (382) | 19 | (182) | (330) | (265) | (248) |
| Noninterest expense | 1,918 | 2,191 | 415 | 1,503 | 483 | 259 | 475 |
| Income (loss) before income taxes (FTE basis) | (1,342) | (1,593) | 331 | (1,673) | (899) | (37) | (342) |
| Income tax benefit (FTE basis) | (1,138) | (1,523) | (306) | (832) | (524) | (543) | (467) |
| **Net income (loss)** | $ (204) | $ (70) | $ 637 | $ (841) | $ (375) | $ 506 | $ 125 |
| **Balance Sheet** | | | | | | | |
| **Average** | | | | | | | |
| Total loans and leases | $ 161,850 | $ 213,966 | $ 156,006 | $ 167,758 | $ 183,091 | $ 199,404 | $ 210,576 |
| Total assets [2] | 256,289 | 286,322 | 257,078 | 255,490 | 263,166 | 272,531 | 291,723 |
| Total deposits | 20,951 | 35,731 | 22,482 | 19,406 | 22,163 | 29,880 | 36,471 |
| **Period end** | | | | | | | |
| Total loans and leases | $ 146,557 | $ 205,471 | $ 146,557 | $ 159,885 | $ 172,612 | $ 188,356 | $ 205,471 |
| Total equity investments | 4,670 | 5,126 | 4,670 | 4,716 | 4,886 | 5,001 | 5,126 |
| Total assets [3] | 272,038 | 293,086 | 272,038 | 252,136 | 261,381 | 266,319 | 293,086 |
| Total deposits | 22,964 | 33,824 | 22,964 | 19,467 | 19,241 | 25,419 | 33,824 |

(1) *All Other* consists of ALM activities, equity investments, the international consumer card business, liquidating businesses, residual expense allocations and other. ALM activities encompass residential mortgage securities, interest rate and foreign currency risk management activities including the residual net interest income allocation, the impact of certain allocation methodologies and accounting hedge ineffectiveness. Beginning with new originations in 2014, we retain certain residential mortgages in *Consumer Banking*, consistent with where the overall relationship is managed; previously such mortgages were in *All Other*. Additionally, certain residential mortgage loans that are managed by *Legacy Assets & Servicing* are held in *All Other*. The results of certain ALM activities are allocated to our business segments. Equity investments include our merchant services joint venture as well as Global Principal Investments which is comprised of a portfolio of equity, real estate and other alternative investments.

(2) Includes elimination of segments' excess asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity of $497.4 billion and $477.2 billion for the six months ended June 30, 2015 and 2014; $493.0 billion, $501.8 billion, $483.2 billion, $490.7 billion and $480.8 billion for the second and first quarters of 2015, and the fourth, third and second quarters of 2014, respectively.

(3) Includes elimination of segments' excess asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity of $488.5 billion, $512.6 billion, $474.8 billion, $483.5 billion and $486.6 billion at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Outstanding Loans and Leases

(Dollars in millions)

| | June 30 2015 | March 31 2015 | June 30 2014 |
|---|---|---|---|
| **Consumer** | | | |
| Residential mortgage [1] | **$ 198,825** | $ 207,925 | $ 237,136 |
| Home equity | **81,006** | 83,571 | 89,499 |
| U.S. credit card | **88,403** | 87,288 | 89,020 |
| Non-U.S. credit card | **10,276** | 9,660 | 11,999 |
| Direct/Indirect consumer [2] | **84,754** | 82,141 | 82,586 |
| Other consumer [3] | **2,000** | 1,842 | 2,079 |
| Total consumer loans excluding loans accounted for under the fair value option | **465,264** | 472,427 | 512,319 |
| Consumer loans accounted for under the fair value option [4] | **1,971** | 2,055 | 2,154 |
| **Total consumer** | **467,235** | 474,482 | 514,473 |
| **Commercial** | | | |
| U.S. commercial [5] | **248,296** | 238,307 | 231,622 |
| Commercial real estate [6] | **52,344** | 49,446 | 46,815 |
| Commercial lease financing | **25,342** | 24,468 | 24,565 |
| Non-U.S. commercial | **87,574** | 84,842 | 85,677 |
| Total commercial loans excluding loans accounted for under the fair value option | **413,556** | 397,063 | 388,679 |
| Commercial loans accounted for under the fair value option [4] | **5,658** | 6,411 | 8,747 |
| **Total commercial** | **419,214** | 403,474 | 397,426 |
| **Total loans and leases** | **$ 886,449** | $ 877,956 | $ 911,899 |

(1) Includes pay option loans of $2.6 billion, $2.9 billion and $3.7 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. The Corporation no longer originates pay option loans.

(2) Includes auto and specialty lending loans of $39.6 billion, $38.9 billion and $37.7 billion, unsecured consumer lending loans of $1.1 billion, $1.3 billion and $2.0 billion, U.S. securities-based lending loans of $38.6 billion, $36.6 billion and $33.8 billion, non-U.S. consumer loans of $4.0 billion, $4.0 billion and $4.4 billion, student loans of $596 million, $611 million and $3.8 billion and other consumer loans of $809 million, $743 million and $937 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(3) Includes consumer finance loans of $618 million, $646 million and $1.1 billion, consumer leases of $1.2 billion, $1.1 billion and $819 million, consumer overdrafts of $227 million, $120 million and $170 million and other non-U.S. consumer loans of $3 million, $3 million and $3 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(4) Consumer loans accounted for under the fair value option were residential mortgage loans of $1.8 billion, $1.9 billion and $2.0 billion and home equity loans of $208 million, $205 million and $170 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Commercial loans accounted for under the fair value option were U.S. commercial loans of $2.3 billion, $2.0 billion and $1.3 billion and non-U.S. commercial loans of $3.4 billion, $4.5 billion and $7.4 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(5) Includes U.S. small business commercial loans, including card-related products, of $13.2 billion, $13.2 billion and $13.5 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(6) Includes U.S. commercial real estate loans of $48.6 billion, $46.7 billion and $45.5 billion and non-U.S. commercial real estate loans of $3.7 billion, $2.8 billion and $1.3 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Quarterly Average Loans and Leases by Business Segment

(Dollars in millions)

| | Second Quarter 2015 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Total Corporation** | **Consumer Banking** | **GWIM** | **Global Banking** | **Global Markets** | **Legacy Assets & Servicing** | **All Other** |
| **Consumer** | | | | | | | |
| Residential mortgage | **$ 207,356** | **$ 13,928** | **$ 52,944** | **$ 7** | **$ 3** | **$ 900** | **$ 139,574** |
| Home equity | **82,640** | **44,662** | **5,919** | **4** | **206** | **29,977** | **1,872** |
| U.S. credit card | **87,460** | **84,385** | **3,075** | **—** | **—** | **—** | **—** |
| Non-U.S. credit card | **10,012** | **—** | **—** | **—** | **—** | **—** | **10,012** |
| Direct/Indirect consumer | **83,698** | **40,539** | **42,464** | **4** | **—** | **—** | **691** |
| Other consumer | **1,885** | **1,243** | **8** | **1** | **—** | **—** | **633** |
| **Total consumer** | **473,051** | **184,757** | **104,410** | **16** | **209** | **30,877** | **152,782** |
| **Commercial** | | | | | | | |
| U.S. commercial | **244,540** | **16,922** | **23,608** | **162,580** | **36,993** | **20** | **4,417** |
| Commercial real estate | **50,478** | **24** | **2,049** | **44,066** | **4,173** | **—** | **166** |
| Commercial lease financing | **24,723** | **—** | **4** | **25,728** | **373** | **—** | **(1,382)** |
| Non-U.S. commercial | **88,623** | **—** | **199** | **68,241** | **20,160** | **—** | **23** |
| **Total commercial** | **408,364** | **16,946** | **25,860** | **300,615** | **61,699** | **20** | **3,224** |
| **Total loans and leases** | **$ 881,415** | **$ 201,703** | **$ 130,270** | **$ 300,631** | **$ 61,908** | **$ 30,897** | **$ 156,006** |

| | First Quarter 2015 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Total Corporation | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| **Consumer** | | | | | | | |
| Residential mortgage | $ 215,030 | $ 11,151 | $ 51,647 | $ 7 | $ — | $ 920 | $ 151,305 |
| Home equity | 84,915 | 45,331 | 6,112 | 4 | 197 | 31,467 | 1,804 |
| U.S. credit card | 88,695 | 85,577 | 3,118 | — | — | — | — |
| Non-U.S. credit card | 10,002 | — | — | — | — | — | 10,002 |
| Direct/Indirect consumer | 80,713 | 39,293 | 40,619 | 4 | — | — | 797 |
| Other consumer | 1,847 | 1,166 | 16 | 2 | 1 | — | 662 |
| **Total consumer** | 481,202 | 182,518 | 101,512 | 17 | 198 | 32,387 | 164,570 |
| **Commercial** | | | | | | | |
| U.S. commercial | 234,907 | 17,035 | 22,572 | 156,137 | 34,747 | 24 | 4,392 |
| Commercial real estate | 48,234 | 28 | 1,908 | 42,163 | 3,951 | — | 184 |
| Commercial lease financing | 24,495 | — | 4 | 25,442 | 450 | — | (1,401) |
| Non-U.S. commercial | 83,555 | — | 133 | 65,763 | 17,646 | — | 13 |
| **Total commercial** | 391,191 | 17,063 | 24,617 | 289,505 | 56,794 | 24 | 3,188 |
| **Total loans and leases** | $ 872,393 | $ 199,581 | $ 126,129 | $ 289,522 | $ 56,992 | $ 32,411 | $ 167,758 |

| | Second Quarter 2014 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Total Corporation | Consumer Banking | GWIM | Global Banking | Global Markets | Legacy Assets & Servicing | All Other |
| **Consumer** | | | | | | | |
| Residential mortgage | $ 243,406 | $ 5,731 | $ 48,855 | $ 6 | $ — | $ 961 | $ 187,853 |
| Home equity | 90,729 | 46,676 | 6,578 | 8 | 160 | 35,710 | 1,597 |
| U.S. credit card | 88,058 | 84,849 | 3,209 | — | — | — | — |
| Non-U.S. credit card | 11,759 | — | — | — | — | — | 11,759 |
| Direct/Indirect consumer | 82,102 | 40,069 | 37,348 | 5 | 12 | — | 4,668 |
| Other consumer | 2,011 | 890 | 9 | 1 | — | — | 1,111 |
| **Total consumer** | 518,065 | 178,215 | 95,999 | 20 | 172 | 36,671 | 206,988 |
| **Commercial** | | | | | | | |
| U.S. commercial | 230,486 | 17,168 | 20,688 | 151,924 | 35,906 | 34 | 4,766 |
| Commercial real estate | 48,315 | 30 | 1,672 | 44,437 | 1,937 | — | 239 |
| Commercial lease financing | 24,409 | — | 4 | 25,165 | 743 | — | (1,503) |
| Non-U.S. commercial | 91,305 | — | 149 | 66,249 | 24,821 | — | 86 |
| **Total commercial** | 394,515 | 17,198 | 22,513 | 287,775 | 63,407 | 34 | 3,588 |
| **Total loans and leases** | $ 912,580 | $ 195,413 | $ 118,512 | $ 287,795 | $ 63,579 | $ 36,705 | $ 210,576 |

Certain prior period amounts have been reclassified among the segments to conform to current period presentation.

# Commercial Credit Exposure by Industry (1, 2, 3)

(Dollars in millions)

| | Commercial Utilized | | | Total Commercial Committed | | |
|---|---|---|---|---|---|---|
| | **June 30 2015** | March 31 2015 | June 30 2014 | **June 30 2015** | March 31 2015 | June 30 2014 |
| Diversified financials | **$ 68,976** | $ 65,579 | $ 72,302 | **$ 114,441** | $ 111,306 | $ 120,705 |
| Real estate [4] | **58,006** | 57,930 | 52,982 | **78,965** | 78,357 | 74,535 |
| Retailing | **36,731** | 34,612 | 33,941 | **63,136** | 58,701 | 54,983 |
| Capital goods | **30,566** | 29,254 | 28,921 | **55,057** | 54,171 | 53,444 |
| Government and public education | **43,055** | 42,894 | 40,174 | **50,582** | 51,066 | 47,613 |
| Healthcare equipment and services | **33,232** | 31,636 | 32,410 | **50,548** | 49,022 | 55,737 |
| Banking | **42,764** | 46,539 | 42,543 | **48,942** | 51,732 | 51,100 |
| Energy | **22,473** | 22,174 | 20,744 | **47,341** | 45,416 | 40,826 |
| Materials | **24,382** | 24,586 | 23,292 | **46,661** | 46,503 | 42,809 |
| Food, beverage and tobacco | **17,796** | 17,100 | 15,357 | **35,664** | 35,083 | 31,792 |
| Consumer services | **21,635** | 21,987 | 21,414 | **34,310** | 34,094 | 34,391 |
| Commercial services and supplies | **19,132** | 18,473 | 19,259 | **31,892** | 30,623 | 31,013 |
| Media | **12,181** | 11,615 | 11,801 | **27,153** | 21,596 | 23,283 |
| Transportation | **18,391** | 18,050 | 16,227 | **26,006** | 25,655 | 23,787 |
| Utilities | **11,161** | 10,559 | 9,898 | **25,601** | 25,679 | 26,549 |
| Individuals and trusts | **17,614** | 16,723 | 15,790 | **22,375** | 21,568 | 19,811 |
| Software and services | **5,607** | 5,542 | 6,296 | **14,451** | 15,052 | 13,360 |
| Technology hardware and equipment | **6,187** | 5,158 | 6,883 | **13,792** | 14,125 | 13,428 |
| Pharmaceuticals and biotechnology | **6,049** | 5,956 | 4,534 | **13,054** | 16,800 | 13,221 |
| Consumer durables and apparel | **6,110** | 6,457 | 5,793 | **10,633** | 10,827 | 10,274 |
| Automobiles and components | **4,799** | 5,203 | 3,446 | **10,185** | 10,479 | 9,000 |
| Insurance, including monolines | **4,404** | 4,758 | 4,827 | **10,154** | 10,402 | 11,075 |
| Telecommunication services | **3,934** | 3,991 | 4,269 | **9,990** | 10,407 | 10,207 |
| Food and staples retailing | **3,831** | 3,812 | 4,079 | **7,286** | 7,482 | 7,831 |
| Religious and social organizations | **4,700** | 4,692 | 5,144 | **6,257** | 6,215 | 6,965 |
| Other | **5,754** | 7,249 | 5,544 | **13,838** | 12,704 | 8,686 |
| **Total commercial credit exposure by industry** | **$ 529,470** | $ 522,529 | $ 507,870 | **$ 868,314** | $ 855,065 | $ 836,425 |
| Net credit default protection purchased on total commitments [5] | | | | **$ (5,584)** | $ (6,720) | $ (8,678) |

(1) Includes loans and leases, standby letters of credit and financial guarantees, derivative assets, assets held-for-sale, commercial letters of credit, bankers' acceptances, securitized assets, foreclosed properties and other collateral acquired. Derivative assets are carried at fair value, reflect the effects of legally enforceable master netting agreements and have been reduced by the amount of cash collateral applied of $39.7 billion, $52.7 billion and $41.2 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Not reflected in utilized and committed exposure is additional non-cash derivative collateral held of $22.6 billion, $21.8 billion and $16.3 billion, which consists primarily of other marketable securities at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(2) Total commercial utilized and total commercial committed exposure include loans and letters of credit accounted for under the fair value option and are comprised of loans outstanding of $5.7 billion, $6.4 billion and $8.7 billion and issued letters of credit at notional value of $246 million, $469 million and $553 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. In addition, total commercial committed exposure includes unfunded loan commitments at notional value of $7.9 billion, $8.4 billion and $9.5 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(3) Includes U.S. small business commercial exposure.

(4) Industries are viewed from a variety of perspectives to best isolate the perceived risks. For purposes of this table, the real estate industry is defined based on the borrowers' or counterparties' primary business activity using operating cash flows and primary source of repayment as key factors.

(5) Represents net notional credit protection purchased.

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Net Credit Default Protection by Maturity Profile (1)

| | June 30 2015 | March 31 2015 |
|---|---|---|
| Less than or equal to one year | **35%** | 40% |
| Greater than one year and less than or equal to five years | **63** | 58 |
| Greater than five years | **2** | 2 |
| **Total net credit default protection** | **100%** | 100% |

(1) To mitigate the cost of purchasing credit protection, credit exposure can be added by selling credit protection. The distribution of maturities for net credit default protection purchased is shown in this table.

# Net Credit Default Protection by Credit Exposure Debt Rating (1)

(Dollars in millions)

| | June 30, 2015 | | March 31, 2015 | |
|---|---|---|---|---|
| **Ratings (2, 3)** | **Net Notional (4)** | **Percent of Total** | Net Notional (4) | Percent of Total |
| A | **$ (622)** | **11.1%** | $ (758) | 11.3% |
| BBB | **(2,196)** | **39.3** | (3,168) | 47.1 |
| BB | **(1,908)** | **34.2** | (2,013) | 30.0 |
| B | **(762)** | **13.6** | (689) | 10.3 |
| CCC and below | **(70)** | **1.3** | (56) | 0.8 |
| NR (5) | **(26)** | **0.5** | (36) | 0.5 |
| **Total net credit default protection** | **$ (5,584)** | **100.0%** | $ (6,720) | 100.0% |

(1) To mitigate the cost of purchasing credit protection, credit exposure can be added by selling credit protection. The distribution of debt rating for net notional credit default protection purchased is shown as a negative and the net notional credit protection sold is shown as a positive amount.
(2) Ratings are refreshed on a quarterly basis.
(3) Ratings of BBB- or higher are considered to meet the definition of investment grade.
(4) Represents net credit default protection (purchased) sold.
(5) NR is comprised of index positions held and any names that have not been rated.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Top 20 Non-U.S. Countries Exposure

(Dollars in millions)

| | Funded Loans and Loan Equivalents (1) | Unfunded Loan Commitments | Net Counterparty Exposure (2) | Securities/ Other Investments (3) | Country Exposure at June 30 2015 | Hedges and Credit Default Protection (4) | **Net Country Exposure at June 30 2015 (5)** | Increase (Decrease) from March 31 2015 |
|---|---|---|---|---|---|---|---|---|
| United Kingdom | $ 26,804 | $ 12,270 | $ 7,914 | $ 5,527 | $ 52,515 | $ (2,846) | **$ 49,669** | $ 3,345 |
| Canada | 6,385 | 6,948 | 2,060 | 4,355 | 19,748 | (1,922) | **17,826** | 249 |
| Germany | 5,534 | 4,401 | 4,199 | 5,047 | 19,181 | (3,299) | **15,882** | 472 |
| Brazil | 10,801 | 315 | 452 | 4,252 | 15,820 | (340) | **15,480** | (1,002) |
| Japan | 9,491 | 500 | 3,992 | 2,845 | 16,828 | (1,762) | **15,066** | (1,228) |
| France | 2,428 | 4,709 | 1,500 | 6,302 | 14,939 | (2,877) | **12,062** | 2,022 |
| China | 9,799 | 385 | 691 | 1,251 | 12,126 | (841) | **11,285** | (138) |
| India | 6,779 | 324 | 181 | 3,533 | 10,817 | (263) | **10,554** | (888) |
| Hong Kong | 7,896 | 340 | 1,022 | 591 | 9,849 | (35) | **9,814** | 1,682 |
| Netherlands | 3,143 | 3,373 | 957 | 1,644 | 9,117 | (893) | **8,224** | (391) |
| South Korea | 4,036 | 963 | 1,138 | 2,548 | 8,685 | (696) | **7,989** | 419 |
| Australia | 3,320 | 2,027 | 680 | 1,819 | 7,846 | (532) | **7,314** | 97 |
| Switzerland | 3,567 | 3,127 | 688 | 733 | 8,115 | (1,023) | **7,092** | (35) |
| Italy | 2,988 | 1,475 | 1,618 | 929 | 7,010 | (1,522) | **5,488** | 1,148 |
| Singapore | 2,417 | 240 | 675 | 1,126 | 4,458 | (64) | **4,394** | 288 |
| Spain | 2,300 | 529 | 269 | 1,105 | 4,203 | (499) | **3,704** | (281) |
| Mexico | 2,904 | 917 | 222 | 41 | 4,084 | (611) | **3,473** | (321) |
| Turkey | 2,998 | 173 | 26 | 50 | 3,247 | (192) | **3,055** | 386 |
| Russia | 3,310 | 51 | 245 | 19 | 3,625 | (741) | **2,884** | 60 |
| United Arab Emirates | 1,733 | 258 | 976 | 35 | 3,002 | (125) | **2,877** | 526 |
| **Total top 20 non-U.S. countries exposure** | $ 118,633 | $ 43,325 | $ 29,505 | $ 43,752 | $ 235,215 | $ (21,083) | **$ 214,132** | $ 6,410 |

(1) Includes loans, leases, and other extensions of credit and funds, including letters of credit and due from placements, which have not been reduced by collateral, hedges or credit default protection. Funded loans and loan equivalents are reported net of charge-offs but prior to any allowance for loan and lease losses.

(2) Net counterparty exposure includes the fair value of derivatives, including the counterparty risk associated with credit default swaps, and secured financing transactions. Derivative exposures are presented net of $27.2 billion in collateral, which is predominantly cash, pledged under legally enforceable master netting agreements. Secured financing transaction exposures are presented net of eligible cash or securities pledged as collateral. The notional amount of reverse repurchase transactions was $98.3 billion. Counterparty exposure is not presented net of hedges or credit default protection.

(3) Long securities exposures are netted on a single-name basis to, but not below, zero by short exposures and net credit default swaps purchased, consisting of single-name and net indexed and tranched credit default swaps.

(4) Represents credit default protection purchased, net of credit default protection sold, which is used to mitigate the Corporation's risk to country exposures as listed, consisting of net single-name and net indexed and tranched credit default swaps. Amounts are calculated based on the credit default swaps notional amount assuming a zero recovery rate less any fair value receivable or payable.

(5) Represents country exposure less hedges and credit default protection purchased, net of credit default protection sold.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Nonperforming Loans, Leases and Foreclosed Properties

(Dollars in millions)

| | June 30 2015 | March 31 2015 | December 31 2014 | September 30 2014 | June 30 2014 |
|---|---|---|---|---|---|
| Residential mortgage | **$ 5,985** | $ 6,421 | $ 6,889 | $ 8,118 | $ 9,235 |
| Home equity | **3,563** | 3,759 | 3,901 | 4,026 | 4,181 |
| Direct/Indirect consumer | **26** | 28 | 28 | 30 | 29 |
| Other consumer | **1** | 1 | 1 | 14 | 15 |
| Total consumer | **9,575** | 10,209 | 10,819 | 12,188 | 13,460 |
| U.S. commercial | **869** | 680 | 701 | 757 | 849 |
| Commercial real estate | **126** | 132 | 321 | 445 | 252 |
| Commercial lease financing | **19** | 16 | 3 | 7 | 8 |
| Non-U.S. commercial | **80** | 79 | 1 | 45 | 7 |
| | **1,094** | 907 | 1,026 | 1,254 | 1,116 |
| U.S. small business commercial | **78** | 89 | 87 | 98 | 100 |
| Total commercial | **1,172** | 996 | 1,113 | 1,352 | 1,216 |
| Total nonperforming loans and leases | **10,747** | 11,205 | 11,932 | 13,540 | 14,676 |
| Foreclosed properties [1] | **818** | 896 | 697 | 692 | 624 |
| **Total nonperforming loans, leases and foreclosed properties [2, 3, 4]** | **$ 11,565** | $ 12,101 | $ 12,629 | $ 14,232 | $ 15,300 |
| | | | | | |
| Fully-insured home loans past due 30 days or more and still accruing | **$ 11,871** | $ 12,743 | $ 14,617 | $ 16,280 | $ 17,347 |
| Consumer credit card past due 30 days or more and still accruing | **1,650** | 1,749 | 1,884 | 1,903 | 1,923 |
| Other loans past due 30 days or more and still accruing | **3,429** | 3,532 | 3,953 | 4,326 | 4,064 |
| **Total loans past due 30 days or more and still accruing [3, 5, 6]** | **$ 16,950** | $ 18,024 | $ 20,454 | $ 22,509 | $ 23,334 |
| | | | | | |
| Fully-insured home loans past due 90 days or more and still accruing | **$ 8,917** | $ 9,912 | $ 11,407 | $ 13,045 | $ 14,137 |
| Consumer credit card past due 90 days or more and still accruing | **828** | 883 | 961 | 935 | 990 |
| Other loans past due 90 days or more and still accruing | **195** | 173 | 286 | 609 | 523 |
| **Total loans past due 90 days or more and still accruing [3, 5, 6]** | **$ 9,940** | $ 10,968 | $ 12,654 | $ 14,589 | $ 15,650 |
| | | | | | |
| Nonperforming loans, leases and foreclosed properties/Total assets [7] | **0.54%** | 0.57% | 0.60% | 0.67% | 0.71% |
| Nonperforming loans, leases and foreclosed properties/Total loans, leases and foreclosed properties [7] | **1.31** | 1.39 | 1.45 | 1.61 | 1.70 |
| Nonperforming loans and leases/Total loans and leases [7] | **1.22** | 1.29 | 1.37 | 1.53 | 1.63 |
| | | | | | |
| Commercial utilized reservable criticized exposure [8] | **$ 13,312** | $ 12,303 | $ 11,570 | $ 11,766 | $ 12,430 |
| Commercial utilized reservable criticized exposure/Commercial utilized reservable exposure [8] | **2.97%** | 2.85% | 2.74% | 2.79% | 2.92% |
| Total commercial utilized criticized exposure/Commercial utilized exposure [8] | **3.08** | 2.99 | 2.97 | 2.97 | 3.15 |

(1) Foreclosed property balances do not include properties insured by certain government-guaranteed loans, principally FHA-insured loans, that entered foreclosure of $1.3 billion, $1.2 billion, $1.1 billion, $1.1 billion and $1.1 billion at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(2) Balances do not include past due consumer credit card, consumer loans secured by real estate where repayments are insured by the Federal Housing Administration and individually insured long-term stand-by agreements (fully-insured home loans), and in general, other consumer and commercial loans not secured by real estate.

(3) Balances do not include purchased credit-impaired loans even though the customer may be contractually past due. Purchased credit-impaired loans were recorded at fair value upon acquisition and accrete interest income over the remaining life of the loan.

| (4) Balances do not include the following: | June 30 2015 | March 31 2015 | December 31 2014 | September 30 2014 | June 30 2014 |
|---|---|---|---|---|---|
| Nonperforming loans held-for-sale | **$ 298** | $ 344 | $ 219 | $ 255 | $ 598 |
| Nonperforming loans accounted for under the fair value option | **339** | 380 | 392 | 436 | 427 |
| Nonaccruing troubled debt restructured loans removed from the purchased credit-impaired portfolio prior to January 1, 2010 | **72** | 86 | 102 | 101 | 140 |

(5) Balances do not include loans held-for-sale past due 30 days or more and still accruing of $42 million, $125 million, $475 million, $42 million and $37 million at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively, and loans held-for-sale past due 90 days or more and still accruing of $0, $44 million, $249 million, $0 and $0 at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively. At June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, there were $141 million, $132 million, $147 million, $147 million and $153 million, respectively, of loans accounted for under the fair value option past due 30 days or more and still accruing interest.

(6) These balances are excluded from total nonperforming loans, leases and foreclosed properties.

(7) Total assets and total loans and leases do not include loans accounted for under the fair value option of $7.6 billion, $8.5 billion, $8.7 billion, $8.2 billion and $10.9 billion at June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(8) Criticized exposure corresponds to the Special Mention, Substandard and Doubtful asset categories defined by regulatory authorities. The reservable criticized exposure excludes loans held-for-sale, exposure accounted for under the fair value option and other nonreservable exposure.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Nonperforming Loans, Leases and Foreclosed Properties Activity [1]

(Dollars in millions)

| | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|
| **Nonperforming Consumer Loans and Leases:** | | | | | |
| **Balance, beginning of period** | **$ 10,209** | $ 10,819 | $ 12,188 | $ 13,460 | $ 15,844 |
| Additions to nonperforming loans and leases: | | | | | |
| New nonperforming loans and leases | **1,424** | 1,469 | 1,709 | 1,516 | 1,825 |
| Reductions to nonperforming loans and leases: | | | | | |
| Paydowns and payoffs | **(289)** | (253) | (310) | (522) | (325) |
| Sales | **(542)** | (371) | (1,347) | (957) | (1,825) |
| Returns to performing status[2] | **(631)** | (867) | (728) | (810) | (939) |
| Charge-offs [3] | **(484)** | (460) | (533) | (431) | (640) |
| Transfers to foreclosed properties | **(112)** | (128) | (160) | (183) | (157) |
| Transfers (to) from loans held-for-sale | **—** | — | — | 115 | (323) |
| Total net reductions to nonperforming loans and leases | **(634)** | (610) | (1,369) | (1,272) | (2,384) |
| **Total nonperforming consumer loans and leases, end of period** | **9,575** | 10,209 | 10,819 | 12,188 | 13,460 |
| Foreclosed properties | **553** | 632 | 630 | 614 | 547 |
| **Nonperforming consumer loans, leases and foreclosed properties, end of period** | **$ 10,128** | $ 10,841 | $ 11,449 | $ 12,802 | $ 14,007 |
| | | | | | |
| **Nonperforming Commercial Loans and Leases [4]:** | | | | | |
| **Balance, beginning of period** | **$ 996** | $ 1,113 | $ 1,352 | $ 1,216 | $ 1,265 |
| Additions to nonperforming loans and leases: | | | | | |
| New nonperforming loans and leases | **419** | 287 | 214 | 477 | 275 |
| Advances | **15** | 2 | 6 | 33 | 1 |
| Reductions to nonperforming loans and leases: | | | | | |
| Paydowns | **(103)** | (110) | (202) | (161) | (183) |
| Sales | **(65)** | (16) | (81) | (12) | (29) |
| Return to performing status[5] | **(27)** | (24) | (77) | (80) | (41) |
| Charge-offs | **(56)** | (51) | (95) | (116) | (71) |
| Transfers to foreclosed properties | **(7)** | (205) | (4) | (5) | (1) |
| Total net additions (reductions) to nonperforming loans and leases | **176** | (117) | (239) | 136 | (49) |
| **Total nonperforming commercial loans and leases, end of period** | **1,172** | 996 | 1,113 | 1,352 | 1,216 |
| Foreclosed properties | **265** | 264 | 67 | 78 | 77 |
| **Nonperforming commercial loans, leases and foreclosed properties, end of period** | **$ 1,437** | $ 1,260 | $ 1,180 | $ 1,430 | $ 1,293 |

(1) For amounts excluded from nonperforming loans, leases and foreclosed properties, see footnotes to Nonperforming Loans, Leases and Foreclosed Properties table on page 40.
(2) Consumer loans and leases may be returned to performing status when all principal and interest is current and full repayment of the remaining contractual principal and interest is expected, or when the loan otherwise becomes well-secured and is in the process of collection. Certain troubled debt restructurings are classified as nonperforming at the time of restructuring and may only be returned to performing status after considering the borrower's sustained repayment performance for a reasonable period, generally six months.
(3) Our policy is not to classify consumer credit card and non-bankruptcy related consumer loans not secured by real estate as nonperforming; therefore, the charge-offs on these loans have no impact on nonperforming activity and, accordingly, are excluded from this table.
(4) Includes U.S. small business commercial activity. Small business card loans are excluded as they are not classified as nonperforming.
(5) Commercial loans and leases may be returned to performing status when all principal and interest is current and full repayment of the remaining contractual principal and interest is expected, or when the loan otherwise becomes well-secured and is in the process of collection. Troubled debt restructurings are generally classified as performing after a sustained period of demonstrated payment performance.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

# Quarterly Net Charge-offs and Net Charge-off Ratios [1, 2]

(Dollars in millions)

| | Second Quarter 2015 | | First Quarter 2015 | | Fourth Quarter 2014 | | Third Quarter 2014 | | Second Quarter 2014 | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Net Charge-offs** | **Amount** | **Percent** | Amount | Percent | Amount | Percent | Amount | Percent | Amount | Percent |
| Residential mortgage [3] | **$ 177** | **0.35 %** | $ 197 | 0.37 % | $ (259) | (0.46)% | $ 53 | 0.09 % | $ (35) | (0.06)% |
| Home equity | **151** | **0.73** | 172 | 0.82 | 277 | 1.27 | 89 | 0.40 | 239 | 1.06 |
| U.S. credit card | **584** | **2.68** | 621 | 2.84 | 612 | 2.71 | 625 | 2.79 | 683 | 3.11 |
| Non-U.S. credit card | **51** | **2.03** | 44 | 1.80 | 52 | 1.90 | 67 | 2.26 | 47 | 1.59 |
| Direct/Indirect consumer | **24** | **0.11** | 34 | 0.17 | 44 | 0.21 | 34 | 0.17 | 33 | 0.16 |
| Other consumer | **33** | **7.00** | 49 | 10.88 | 68 | 13.31 | 56 | 10.48 | 47 | 9.26 |
| **Total consumer** | **1,020** | **0.87** | 1,117 | 0.95 | 794 | 0.64 | 924 | 0.72 | 1,014 | 0.79 |
| U.S. commercial [4] | **(1)** | **—** | 7 | 0.01 | 19 | 0.04 | 58 | 0.11 | 6 | 0.01 |
| Commercial real estate | **(4)** | **(0.03)** | 5 | 0.04 | (8) | (0.07) | (6) | (0.05) | (32) | (0.27) |
| Commercial lease financing | **—** | **—** | 5 | 0.09 | 1 | 0.02 | (3) | (0.05) | (5) | (0.07) |
| Non-U.S. commercial | **2** | **0.01** | (2) | (0.01) | 2 | 0.01 | 1 | — | 12 | 0.06 |
| | **(3)** | **—** | 15 | 0.02 | 14 | 0.02 | 50 | 0.05 | (19) | (0.02) |
| U.S. small business commercial | **51** | **1.56** | 62 | 1.90 | 71 | 2.10 | 69 | 2.03 | 78 | 2.34 |
| **Total commercial** | **48** | **0.05** | 77 | 0.08 | 85 | 0.09 | 119 | 0.12 | 59 | 0.06 |
| **Total net charge-offs** | **$ 1,068** | **0.49** | $ 1,194 | 0.56 | $ 879 | 0.40 | $ 1,043 | 0.46 | $ 1,073 | 0.48 |
| **By Business Segment** | | | | | | | | | | |
| Consumer Banking | **$ 726** | **1.44 %** | $ 806 | 1.64 % | $ 832 | 1.66 % | $ 815 | 1.64 % | $ 894 | 1.83 % |
| Global Wealth & Investment Management | **17** | **0.05** | 18 | 0.06 | 36 | 0.12 | 6 | 0.02 | 4 | 0.01 |
| Global Banking | **(2)** | **—** | 6 | 0.01 | 2 | — | 52 | 0.07 | (8) | (0.01) |
| Global Markets | **—** | **—** | — | — | — | — | — | — | 3 | 0.02 |
| Legacy Assets & Servicing | **99** | **1.32** | 122 | 1.56 | 199 | 2.40 | 42 | 0.48 | 169 | 1.90 |
| All Other | **228** | **0.59** | 242 | 0.59 | (190) | (0.41) | 128 | 0.26 | 11 | 0.02 |
| **Total net charge-offs** | **$ 1,068** | **0.49** | $ 1,194 | 0.56 | $ 879 | 0.40 | $ 1,043 | 0.46 | $ 1,073 | 0.48 |

(1) Net charge-off ratios are calculated as annualized net charge-offs divided by average outstanding loans and leases excluding loans accounted for under the fair value option during the period for each loan and lease category. Excluding the purchased credit-impaired loan portfolio, total annualized net charge-offs as a percentage of total average loans and leases outstanding were 0.50, 0.57, 0.41, 0.48 and 0.49 for the three months ended June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(2) Excludes write-offs of purchased credit-impaired loans of $290 million, $288 million, $13 million, $246 million and $160 million for the three months ended June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively. Including the write-offs of purchased credit-impaired loans, total annualized net charge-offs and purchased credit-impaired write-offs as a percentage of total average loans and leases outstanding were 0.62, 0.70, 0.40, 0.57 and 0.55 for the three months ended June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(3) Includes nonperforming loan sales recoveries and other recoveries of $27 million, $40 million, $314 million, $39 million and $185 million for the three months ended June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014, respectively.

(4) Excludes U.S. small business commercial loans.

Certain prior period amounts have been reclassified to conform to current period presentation.

**Bank of America Corporation and Subsidiaries**

## Year-to-Date Net Charge-offs and Net Charge-off Ratios (1, 2)

(Dollars in millions)

| | Six Months Ended June 30 | | | |
|---|---|---|---|---|
| | 2015 | | 2014 | |
| **Net Charge-offs** | **Amount** | **Percent** | Amount | Percent |
| Residential mortgage (3) | **$ 374** | **0.36 %** | $ 92 | 0.08 % |
| Home equity | **323** | **0.78** | 541 | 1.19 |
| U.S. credit card | **1,205** | **2.76** | 1,401 | 3.18 |
| Non-U.S. credit card | **95** | **1.91** | 123 | 2.12 |
| Direct/Indirect consumer | **58** | **0.14** | 91 | 0.22 |
| Other consumer | **82** | **8.91** | 105 | 10.64 |
| **Total consumer** | **2,137** | **0.91** | 2,353 | 0.91 |
| U.S. commercial (4) | **6** | **0.01** | 11 | 0.01 |
| Commercial real estate | **1** | **0.01** | (69) | (0.29) |
| Commercial lease financing | **5** | **0.04** | (7) | (0.05) |
| Non-U.S. commercial | **—** | **—** | 31 | 0.07 |
| | **12** | **0.01** | (34) | (0.02) |
| U.S. small business commercial | **113** | **1.73** | 142 | 2.14 |
| **Total commercial** | **125** | **0.06** | 108 | 0.06 |
| **Total net charge-offs** | **$ 2,262** | **0.53** | $ 2,461 | 0.55 |
| | | | | |
| **By Business Segment** | | | | |
| Consumer Banking | **$ 1,532** | **1.54 %** | $ 1,850 | 1.90 % |
| Global Wealth & Investment Management | **35** | **0.06** | 29 | 0.05 |
| Global Banking | **4** | **—** | (23) | (0.02) |
| Global Markets | **—** | **—** | 2 | 0.01 |
| Legacy Assets & Servicing | **221** | **1.45** | 386 | 2.14 |
| All Other | **470** | **0.59** | 217 | 0.21 |
| **Total net charge-offs** | **$ 2,262** | **0.53** | $ 2,461 | 0.55 |

(1) Net charge-off ratios are calculated as annualized net charge-offs divided by average outstanding loans and leases excluding loans accounted for under the fair value option during the period for each loan and lease category. Excluding the purchased credit-impaired loan portfolio, total annualized net charge-offs as a percentage of total average loans and leases outstanding were 0.54 and 0.56 for the six months ended June 30, 2015 and 2014

(2) Excludes write-offs of purchased credit-impaired loans of $578 million and $551 million for the six months ended June 30, 2015 and 2014 Including the write-offs of purchased credit-impaired loans, total annualized net charge-offs and purchased credit-impaired write-offs as a percentage of total average loans and leases outstanding were 0.66 and 0.67 for the six months ended June 30, 2015 and 2014

(3) Includes nonperforming loan sales recoveries and other recoveries of $67 million and $185 million for the six months ended June 30, 2015 and 2014.

(4) Excludes U.S. small business commercial loans.

Certain prior period amounts have been reclassified to conform to current period presentation.

## Bank of America Corporation and Subsidiaries

# Allocation of the Allowance for Credit Losses by Product Type

(Dollars in millions)

| Allowance for loan and lease losses | June 30, 2015 Amount | June 30, 2015 Percent of Total | June 30, 2015 Percent of Loans and Leases Outstanding (1, 2) | March 31, 2015 Amount | March 31, 2015 Percent of Total | March 31, 2015 Percent of Loans and Leases Outstanding (1, 2) | June 30, 2014 Amount | June 30, 2014 Percent of Total | June 30, 2014 Percent of Loans and Leases Outstanding (1, 2) |
|---|---|---|---|---|---|---|---|---|---|
| Residential mortgage | **$ 1,997** | **15.28%** | **1.00%** | $ 2,426 | 17.74% | 1.17% | $ 3,214 | 20.33% | 1.36% |
| Home equity | **2,744** | **21.00** | **3.39** | 2,824 | 20.65 | 3.38 | 3,694 | 23.36 | 4.13 |
| U.S. credit card | **3,060** | **23.42** | **3.46** | 3,252 | 23.78 | 3.73 | 3,524 | 22.29 | 3.96 |
| Non-U.S. credit card | **339** | **2.59** | **3.30** | 343 | 2.51 | 3.55 | 424 | 2.68 | 3.53 |
| Direct/Indirect consumer | **254** | **1.94** | **0.30** | 282 | 2.06 | 0.34 | 371 | 2.35 | 0.45 |
| Other consumer | **49** | **0.37** | **2.45** | 52 | 0.38 | 2.79 | 98 | 0.62 | 4.71 |
| **Total consumer** | **8,443** | **64.60** | **1.81** | 9,179 | 67.12 | 1.94 | 11,325 | 71.63 | 2.21 |
| U.S. commercial (3) | **2,694** | **20.62** | **1.08** | 2,633 | 19.25 | 1.11 | 2,712 | 17.15 | 1.17 |
| Commercial real estate | **1,041** | **7.97** | **1.99** | 1,031 | 7.54 | 2.09 | 963 | 6.09 | 2.06 |
| Commercial lease financing | **157** | **1.20** | **0.62** | 150 | 1.10 | 0.61 | 137 | 0.87 | 0.56 |
| Non-U.S. commercial | **733** | **5.61** | **0.84** | 683 | 4.99 | 0.80 | 674 | 4.26 | 0.79 |
| **Total commercial (4)** | **4,625** | **35.40** | **1.12** | 4,497 | 32.88 | 1.13 | 4,486 | 28.37 | 1.15 |
| **Allowance for loan and lease losses** | **13,068** | **100.00%** | **1.49** | 13,676 | 100.00% | 1.57 | 15,811 | 100.00% | 1.75 |
| **Reserve for unfunded lending commitments** | **588** | | | 537 | | | 503 | | |
| **Allowance for credit losses** | **$ 13,656** | | | $ 14,213 | | | $ 16,314 | | |

**Asset Quality Indicators**

| | June 30, 2015 | March 31, 2015 | June 30, 2014 |
|---|---|---|---|
| Allowance for loan and lease losses/Total loans and leases (2) | **1.49%** | 1.57% | 1.75% |
| Allowance for loan and lease losses (excluding the valuation allowance for purchased credit-impaired loans)/Total loans and leases (excluding purchased credit-impaired loans) (2, 5) | **1.39** | 1.45 | 1.59 |
| Allowance for loan and lease losses/Total nonperforming loans and leases (6) | **122** | 122 | 108 |
| Allowance for loan and lease losses (excluding the valuation allowance for purchased credit-impaired loans)/Total nonperforming loans and leases (5) | **111** | 110 | 95 |
| Ratio of the allowance for loan and lease losses/Annualized net charge-offs (7) | **3.05** | 2.82 | 3.67 |
| Ratio of the allowance for loan and lease losses (excluding the valuation allowance for purchased credit-impaired loans)/Annualized net charge-offs (5, 7) | **2.79** | 2.55 | 3.25 |
| Ratio of the allowance for loan and lease losses/Annualized net charge-offs and purchased credit-impaired write-offs | **2.40** | 2.28 | 3.20 |

(1) Ratios are calculated as allowance for loan and lease losses as a percentage of loans and leases outstanding excluding loans accounted for under the fair value option. Consumer loans accounted for under the fair value option included residential mortgage loans of $1.8 billion, $1.9 billion and $2.0 billion and home equity loans of $208 million, $205 million and $170 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Commercial loans accounted for under the fair value option included U.S. commercial loans of $2.3 billion, $2.0 billion and $1.3 billion and non-U.S. commercial loans of $3.4 billion, $4.5 billion and $7.4 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(2) Total loans and leases do not include loans accounted for under the fair value option of $7.6 billion, $8.5 billion and $10.9 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(3) Includes allowance for loan and lease losses for U.S. small business commercial loans of $525 million, $533 million and $511 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(4) Includes allowance for loan and lease losses for impaired commercial loans of $156 million, $155 million and $278 million at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(5) Excludes valuation allowance on purchased credit-impaired loans of $1.1 billion, $1.3 billion and $1.8 billion at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(6) Allowance for loan and lease losses includes $5.1 billion, $5.5 billion and $6.5 billion allocated to products (primarily the Consumer Lending portfolios within *Consumer Banking* and purchased credit-impaired loans) that are excluded from nonperforming loans and leases at June 30, 2015, March 31, 2015 and June 30, 2014, respectively. Excluding these amounts, allowance for loan and lease losses as a percentage of total nonperforming loans and leases was 75 percent, 73 percent and 64 percent at June 30, 2015, March 31, 2015 and June 30, 2014, respectively.

(7) Net charge-offs exclude $290 million, $288 million and $160 million of write-offs in the purchased credit-impaired loan portfolio at June 30, 2015, March 31, 2015 and June 30, 2014. These write-offs decreased the purchased credit-impaired valuation allowance included as part of the allowance for loan and lease losses.

Certain prior period amounts have been reclassified to conform to current period presentation.

## Exhibit A: Non-GAAP Reconciliations

### Bank of America Corporation and Subsidiaries

# Reconciliations to GAAP Financial Measures

(Dollars in millions)

The Corporation evaluates its business based on a fully taxable-equivalent basis, a non-GAAP financial measure. The Corporation believes managing the business with net interest income on a fully taxable-equivalent basis provides a more accurate picture of the interest margin for comparative purposes. Total revenue, net of interest expense, includes net interest income on a fully taxable-equivalent basis and noninterest income. The Corporation views related ratios and analyses (i.e., efficiency ratios and net interest yield) on a fully taxable-equivalent basis. To derive the fully taxable-equivalent basis, net interest income is adjusted to reflect tax-exempt income on an equivalent before-tax basis with a corresponding increase in income tax expense. For purposes of this calculation, the Corporation uses the federal statutory tax rate of 35 percent. This measure ensures comparability of net interest income arising from taxable and tax-exempt sources. The efficiency ratio measures the costs expended to generate a dollar of revenue, and net interest yield measures the basis points the Corporation earns over the cost of funds.

The Corporation also evaluates its business based on the following ratios that utilize tangible equity, a non-GAAP financial measure. Tangible equity represents an adjusted shareholders' equity or common shareholders' equity amount which has been reduced by goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Return on average tangible common shareholders' equity measures the Corporation's earnings contribution as a percentage of adjusted average common shareholders' equity. The tangible common equity ratio represents adjusted ending common shareholders' equity divided by total assets less goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Return on average tangible shareholders' equity measures the Corporation's earnings contribution as a percentage of adjusted average total shareholders' equity. The tangible equity ratio represents adjusted ending shareholders' equity divided by total assets less goodwill and intangible assets (excluding mortgage servicing rights), net of related deferred tax liabilities. Tangible book value per common share represents adjusted ending common shareholders' equity divided by ending common shares outstanding. These measures are used to evaluate the Corporation's use of equity. In addition, profitability, relationship and investment models all use return on average tangible shareholders' equity as key measures to support our overall growth goals.

In addition, the Corporation periodically reviews capital allocated to its businesses and allocates capital annually during the strategic and capital planning processes. We utilize a methodology that considers the effect of regulatory capital requirements in addition to internal risk-based capital models. The Corporation's internal risk-based capital models use a risk-adjusted methodology incorporating each segment's credit, market, interest rate, business and operational risk components. Return on average allocated capital is calculated as net income, adjusted for cost of funds and earnings credits and certain expenses related to intangibles, divided by average allocated capital. Allocated capital and the related return both represent non-GAAP financial measures. Allocated capital is reviewed periodically and refinements are made based on multiple considerations that include, but are not limited to, risk-weighted assets measured under Basel 3 Standardized and Advanced approaches, business segment exposures and risk profile, and strategic plans. As part of this process, in 2015, the Corporation adjusted the amount of capital being allocated to its business segments, primarily *Legacy Assets & Servicing*.

See the tables below and on pages 46-48 for reconciliations of these non-GAAP financial measures to financial measures defined by GAAP for the six months ended June 30, 2015 and 2014 and the three months ended June 30, 2015, March 31, 2015, December 31, 2014, September 30, 2014 and June 30, 2014. The Corporation believes the use of these non-GAAP financial measures provides additional clarity in assessing the results of the Corporation. Other companies may define or calculate supplemental financial data differently.

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Fourth Quarter 2014 | Third Quarter 2014 | Second Quarter 2014 |
|---|---|---|---|---|---|---|---|
| **Reconciliation of net interest income to net interest income on a fully taxable-equivalent basis** | | | | | | | |
| Net interest income | **$ 19,939** | $ 20,098 | **$ 10,488** | $ 9,451 | $ 9,635 | $ 10,219 | $ 10,013 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 230 | 225 | 213 |
| **Net interest income on a fully taxable-equivalent basis** | **$ 20,386** | $ 20,512 | **$ 10,716** | $ 9,670 | $ 9,865 | $ 10,444 | $ 10,226 |
| **Reconciliation of total revenue, net of interest expense to total revenue, net of interest expense on a fully taxable-equivalent basis** | | | | | | | |
| Total revenue, net of interest expense | **$ 43,319** | $ 44,313 | **$ 22,117** | $ 21,202 | $ 18,725 | $ 21,209 | $ 21,747 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 230 | 225 | 213 |
| **Total revenue, net of interest expense on a fully taxable-equivalent basis** | **$ 43,766** | $ 44,727 | **$ 22,345** | $ 21,421 | $ 18,955 | $ 21,434 | $ 21,960 |
| **Reconciliation of income tax expense to income tax expense on a fully taxable-equivalent basis** | | | | | | | |
| Income tax expense | **$ 3,584** | $ 99 | **$ 2,199** | $ 1,385 | $ 1,260 | $ 663 | $ 504 |
| Fully taxable-equivalent adjustment | **447** | 414 | **228** | 219 | 230 | 225 | 213 |
| **Income tax expense on a fully taxable-equivalent basis** | **$ 4,031** | $ 513 | **$ 2,427** | $ 1,604 | $ 1,490 | $ 888 | $ 717 |
| **Reconciliation of average common shareholders' equity to average tangible common shareholders' equity** | | | | | | | |
| Common shareholders' equity | **$ 227,078** | $ 222,711 | **$ 228,780** | $ 225,357 | $ 224,479 | $ 222,374 | $ 222,221 |
| Goodwill | **(69,776)** | (69,832) | **(69,775)** | (69,776) | (69,782) | (69,792) | (69,822) |
| Intangible assets (excluding mortgage servicing rights) | **(4,412)** | (5,354) | **(4,307)** | (4,518) | (4,747) | (4,992) | (5,235) |
| Related deferred tax liabilities | **1,922** | 2,132 | **1,885** | 1,959 | 2,019 | 2,077 | 2,100 |
| **Tangible common shareholders' equity** | **$ 154,812** | $ 149,657 | **$ 156,583** | $ 153,022 | $ 151,969 | $ 149,667 | $ 149,264 |
| **Reconciliation of average shareholders' equity to average tangible shareholders' equity** | | | | | | | |
| Shareholders' equity | **$ 248,413** | $ 236,179 | **$ 251,054** | $ 245,744 | $ 243,454 | $ 238,040 | $ 235,803 |
| Goodwill | **(69,776)** | (69,832) | **(69,775)** | (69,776) | (69,782) | (69,792) | (69,822) |
| Intangible assets (excluding mortgage servicing rights) | **(4,412)** | (5,354) | **(4,307)** | (4,518) | (4,747) | (4,992) | (5,235) |
| Related deferred tax liabilities | **1,922** | 2,132 | **1,885** | 1,959 | 2,019 | 2,077 | 2,100 |
| **Tangible shareholders' equity** | **$ 176,147** | $ 163,125 | **$ 178,857** | $ 173,409 | $ 170,944 | $ 165,333 | $ 162,846 |

Certain prior period amounts have been reclassified to conform to current period presentation.

**Exhibit A: Non-GAAP Reconciliations (continued)**

**Bank of America Corporation and Subsidiaries**

# Reconciliations to GAAP Financial Measures

(Dollars in millions)

| | Six Months Ended June 30 | | Second Quarter | First Quarter | Fourth Quarter | Third Quarter | Second Quarter |
|---|---|---|---|---|---|---|---|
| | **2015** | 2014 | **2015** | 2015 | 2014 | 2014 | 2014 |
| **Reconciliation of period-end common shareholders' equity to period-end tangible common shareholders' equity** | | | | | | | |
| Common shareholders' equity | **$ 229,386** | $ 222,565 | **$ 229,386** | $ 227,915 | $ 224,162 | $ 220,768 | $ 222,565 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,777) | (69,784) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (4,612) | (4,849) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 1,960 | 2,019 | 2,078 |
| **Tangible common shareholders' equity** | **$ 157,236** | $ 149,734 | **$ 157,236** | $ 155,648 | $ 151,733 | $ 148,154 | $ 149,734 |
| **Reconciliation of period-end shareholders' equity to period-end tangible shareholders' equity** | | | | | | | |
| Shareholders' equity | **$ 251,659** | $ 237,411 | **$ 251,659** | $ 250,188 | $ 243,471 | $ 238,681 | $ 237,411 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,777) | (69,784) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (4,612) | (4,849) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 1,960 | 2,019 | 2,078 |
| **Tangible shareholders' equity** | **$ 179,509** | $ 164,580 | **$ 179,509** | $ 177,921 | $ 171,042 | $ 166,067 | $ 164,580 |
| **Reconciliation of period-end assets to period-end tangible assets** | | | | | | | |
| Assets | **$ 2,149,034** | $ 2,170,557 | **$ 2,149,034** | $ 2,143,545 | $ 2,104,534 | $ 2,123,613 | $ 2,170,557 |
| Goodwill | **(69,775)** | (69,810) | **(69,775)** | (69,776) | (69,777) | (69,784) | (69,810) |
| Intangible assets (excluding mortgage servicing rights) | **(4,188)** | (5,099) | **(4,188)** | (4,391) | (4,612) | (4,849) | (5,099) |
| Related deferred tax liabilities | **1,813** | 2,078 | **1,813** | 1,900 | 1,960 | 2,019 | 2,078 |
| **Tangible assets** | **$ 2,076,884** | $ 2,097,726 | **$ 2,076,884** | $ 2,071,278 | $ 2,032,105 | $ 2,050,999 | $ 2,097,726 |

Certain prior period amounts have been reclassified to conform to current period presentation.

## Exhibit A: Non-GAAP Reconciliations (continued)

**Bank of America Corporation and Subsidiaries**

# Reconciliations to GAAP Financial Measures

(Dollars in millions)

| | Six Months Ended June 30 | | Second Quarter | First Quarter | Fourth Quarter | Third Quarter | Second Quarter |
|---|---|---|---|---|---|---|---|
| | **2015** | 2014 | **2015** | 2015 | 2014 | 2014 | 2014 |
| **Reconciliation of return on average allocated capital** (1) | | | | | | | |
| **Consumer Banking** | | | | | | | |
| Reported net income | **$ 3,179** | $ 3,102 | **$ 1,704** | $ 1,475 | $ 1,662 | $ 1,678 | $ 1,634 |
| Adjustment related to intangibles (2) | **2** | 2 | **1** | 1 | 1 | 1 | 1 |
| **Adjusted net income** | **$ 3,181** | $ 3,104 | **$ 1,705** | $ 1,476 | $ 1,663 | $ 1,679 | $ 1,635 |
| Average allocated equity (3) | **$ 59,339** | $ 60,410 | **$ 59,330** | $ 59,348 | $ 60,367 | $ 60,386 | $ 60,403 |
| Adjustment related to goodwill and a percentage of intangibles | **(30,339)** | (30,410) | **(30,330)** | (30,348) | (30,367) | (30,386) | (30,403) |
| **Average allocated capital** | **$ 29,000** | $ 30,000 | **$ 29,000** | $ 29,000 | $ 30,000 | $ 30,000 | $ 30,000 |
| **Global Wealth & Investment Management** | | | | | | | |
| Reported net income | **$ 1,341** | $ 1,455 | **$ 690** | $ 651 | $ 706 | $ 813 | $ 726 |
| Adjustment related to intangibles (2) | **6** | 7 | **3** | 3 | 3 | 3 | 3 |
| **Adjusted net income** | **$ 1,347** | $ 1,462 | **$ 693** | $ 654 | $ 709 | $ 816 | $ 729 |
| Average allocated equity (3) | **$ 22,137** | $ 22,233 | **$ 22,106** | $ 22,168 | $ 22,186 | $ 22,204 | $ 22,222 |
| Adjustment related to goodwill and a percentage of intangibles | **(10,137)** | (10,233) | **(10,106)** | (10,168) | (10,186) | (10,204) | (10,222) |
| **Average allocated capital** | **$ 12,000** | $ 12,000 | **$ 12,000** | $ 12,000 | $ 12,000 | $ 12,000 | $ 12,000 |
| **Global Banking** | | | | | | | |
| Reported net income | **$ 2,617** | $ 2,738 | **$ 1,251** | $ 1,366 | $ 1,513 | $ 1,513 | $ 1,445 |
| Adjustment related to intangibles (2) | **—** | 1 | **—** | — | — | — | — |
| **Adjusted net income** | **$ 2,617** | $ 2,739 | **$ 1,251** | $ 1,366 | $ 1,513 | $ 1,513 | $ 1,445 |
| Average allocated equity (3) | **$ 58,936** | $ 57,449 | **$ 58,952** | $ 58,920 | $ 57,437 | $ 57,440 | $ 57,447 |
| Adjustment related to goodwill and a percentage of intangibles | **(23,936)** | (23,949) | **(23,952)** | (23,920) | (23,937) | (23,940) | (23,947) |
| **Average allocated capital** | **$ 35,000** | $ 33,500 | **$ 35,000** | $ 35,000 | $ 33,500 | $ 33,500 | $ 33,500 |
| **Global Markets** | | | | | | | |
| Reported net income (loss) | **$ 1,938** | $ 2,412 | **$ 993** | $ 945 | $ (74) | $ 372 | $ 1,102 |
| Adjustment related to intangibles (2) | **4** | 5 | **2** | 2 | 2 | 2 | 2 |
| **Adjusted net income (loss)** | **$ 1,942** | $ 2,417 | **$ 995** | $ 947 | $ (72) | $ 374 | $ 1,104 |
| Average allocated equity (3) | **$ 40,424** | $ 39,380 | **$ 40,458** | $ 40,389 | $ 39,378 | $ 39,383 | $ 39,380 |
| Adjustment related to goodwill and a percentage of intangibles | **(5,424)** | (5,380) | **(5,458)** | (5,389) | (5,378) | (5,383) | (5,380) |
| **Average allocated capital** | **$ 35,000** | $ 34,000 | **$ 35,000** | $ 35,000 | $ 34,000 | $ 34,000 | $ 34,000 |

For footnotes see page48.

Certain prior period amounts have been reclassified to conform to current period presentation.

## Exhibit A: Non-GAAP Reconciliations (continued)

### Bank of America Corporation and Subsidiaries

# Reconciliations to GAAP Financial Measures

(Dollars in millions)

| | Six Months Ended June 30 2015 | Six Months Ended June 30 2014 | Second Quarter 2015 | First Quarter 2015 | Second Quarter 2014 |
|---|---|---|---|---|---|
| **Consumer Banking** | | | | | |
| Deposits | | | | | |
| Reported net income | **$ 1,264** | $ 1,193 | **$ 726** | $ 538 | $ 632 |
| Adjustment related to intangibles(2) | **—** | — | **—** | — | — |
| **Adjusted net income** | **$ 1,264** | $ 1,193 | **$ 726** | $ 538 | $ 632 |
| Average allocated equity(3) | **$ 30,423** | $ 29,426 | **$ 30,423** | $ 30,424 | $ 29,428 |
| Adjustment related to goodwill and a percentage of intangibles | **(18,423)** | (18,426) | **(18,423)** | (18,424) | (18,428) |
| **Average allocated capital** | **$ 12,000** | $ 11,000 | **$ 12,000** | $ 12,000 | $ 11,000 |
| Consumer Lending | | | | | |
| Reported net income | **$ 1,915** | $ 1,909 | **$ 978** | $ 937 | $ 1,002 |
| Adjustment related to intangibles(2) | **2** | 2 | **1** | 1 | 1 |
| **Adjusted net income** | **$ 1,917** | $ 1,911 | **$ 979** | $ 938 | $ 1,003 |
| Average allocated equity(3) | **$ 28,915** | $ 30,984 | **$ 28,907** | $ 28,923 | $ 30,975 |
| Adjustment related to goodwill and a percentage of intangibles | **(11,915)** | (11,984) | **(11,907)** | (11,923) | (11,975) |
| **Average allocated capital** | **$ 17,000** | $ 19,000 | **$ 17,000** | $ 17,000 | $ 19,000 |

(1) There are no adjustments to reported net income (loss) or average allocated equity for *Legacy Assets & Servicing*.
(2) Represents cost of funds, earnings credits and certain expenses related to intangibles.
(3) Average allocated equity is comprised of average allocated capital plus capital for the portion of goodwill and intangibles specifically assigned to the business segment.

Certain prior period amounts have been reclassified to conform to current period presentation.