

**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 16, 2014

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

Delaware
(State or Other Jurisdiction of Incorporation)

1-6523
(Commission File Number)

56-0906609
(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))
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ITEM 2.02. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

On July 16, 2014, Bank of America Corporation (the "Corporation") announced financial results for thesecond quarter ended June 30, 2014, reporting second quarter net income of \$2.3 billion, or \$0.19 per diluted share. A copy of the press release announcing the Corporation's results for thesecond quarter ended June 30, 2014 (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 16, 2014, the Corporation will hold an investor conference call and webcast to discuss financial results for thesecond quarter ended June 30, 2014, 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, 2014 (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/ Neil A. Cotty
Neil A. Cotty
Chief Accounting Officer

Dated: July 16, 2014

INDEX TO EXHIBITS

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99.2	The Presentation Materials
99.3	The Supplemental Information

July 16, 2014

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 2014 Net Income of \$2.3 Billion, or \$0.19 per Diluted Share, on Revenue of \$22.0 Billion^(A)

Results Include Litigation Expense of \$4.0 Billion (Pretax) or Approximately \$0.22 per Share (After Tax)

Company Reaches Settlement With AIG to Resolve Residential Mortgage-backed Securities Claims for \$650 Million

Business Metrics Reflect Progress on Customer-focused Strategy

- *Total Period-end Deposit Balances up \$54 Billion, or 5 Percent, From Q2-13 to a Record \$1.13 Trillion*
- *Funding of \$13.7 Billion in Residential Home Loans and Home Equity Loans in Q2-14 Helped Nearly 43,000 Homeowners Purchase a Home or Refinance a Mortgage*
- *More Than 1.1 Million New Credit Cards Issued in Q2-14, With 65 Percent Going to Existing Customers*
- *Global Wealth and Investment Management Reports Record Revenue of \$4.6 Billion and Record Total Client Balances of \$2.47 Trillion*
- *Global Banking Average Loan Balances up 6 Percent From Q2-13 to \$271 Billion*
- *Bank of America Merrill Lynch Maintained a Leadership Position in Investment Banking with Total Firmwide Fees of \$1.6 Billion and Record Equity Issuance Fees in Q2-14, Excluding Self-led Deals*
- *FICC Sales and Trading Revenue, Excluding Net DVA, up 5 Percent From Q2-13^(B)*
- *Noninterest Expense, Excluding Litigation, Down 6 Percent From Q2-13 to \$14.6 Billion^(C)*
- *Credit Quality Continued to Improve With Net Charge-offs Down 49 Percent From Q2-13 to \$1.1 Billion; Net Charge-off Ratio of 0.48 Percent Is Lowest in a Decade*

Capital and Liquidity Measures Remain Strong

- *Estimated Common Equity Tier 1 Ratio Under Basel 3 (Standardized Approach, Fully Phased-in) Increased to 9.5 Percent in Q2-14; Advanced Approaches Increased to 9.9 Percent in Q2-14^(D)*
 - *Estimated Supplementary Leverage Ratios Above 2018 Required Minimums^(E)*
 - *Long-term Debt Down \$5 Billion From Year-ago Quarter*
 - *Record Global Excess Liquidity Sources of \$431 Billion, up \$89 Billion From Q2-13; Time-to-required Funding at 38 Months*
 - *Tangible Book Value per Share Increased 7 Percent From Q2-13 to \$14.24 per Share^(F)*
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CHARLOTTE — Bank of America Corporation today reported net income of \$2.3 billion, or \$0.19 per diluted share, for the second quarter of 2014, compared to net income of \$4.0 billion, or \$0.32 per diluted share, in the year-ago period. Revenue, net of interest expense, on an FTE basis^(A) declined 4 percent from the second quarter of 2013 to \$22.0 billion.

"The economy continues to strengthen, and our customers and clients are doing more business with us," said Chief Executive Officer Brian Moynihan. "Among other positive indicators, consumers are spending more, brokerage assets are up by double digits and our corporate clients are increasingly turning to us to help finance business expansion and merger activity. We are well positioned for further progress."

"During the quarter, our Basel 3 capital ratios improved and credit losses remained near historical lows," said Chief Financial Officer Bruce Thompson. "In addition, we did a good job managing expenses. Although litigation expenses were higher than the year-ago quarter, total noninterest expense, excluding litigation, declined 6 percent from the second quarter of 2013."^(C)

Selected Financial Highlights

	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
<i>(Dollars in millions, except per share data)</i>			
Net interest income, FTE basis ¹	\$ 10,226	\$ 10,286	\$ 10,771
Noninterest income	11,734	12,481	12,178
Total revenue, net of interest expense, FTE basis¹	21,960	22,767	22,949
Provision for credit losses	411	1,009	1,211
Noninterest expense ²	18,541	22,238	16,018
Net income (loss)	\$ 2,291	\$ (276)	\$ 4,012
Diluted earnings (loss) per common share	\$ 0.19	\$ (0.05)	\$ 0.32

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 \$10.0 billion, \$10.1 billion and \$10.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Total revenue, net of interest expense, on a GAAP basis was \$21.7 billion, \$22.6 billion and \$22.7 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

² Noninterest expense includes litigation expense of \$4.0 billion, \$6.0 billion and \$0.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

Net interest income, on an FTE basis, declined 5 percent from the year-ago quarter to \$10.2 billion^(A). The decline was driven by lower yields on debt securities due to a \$528 million change in market-related premium amortization expense. Excluding these market-related adjustments, net interest income was relatively stable at \$10.4 billion for both periods and the net interest margin was 2.26 percent in the second quarter of 2014, compared to 2.28 percent in the second quarter of 2013^(A).

Noninterest income was down 4 percent from the year-ago quarter, driven primarily by year-over-year declines in mortgage banking income and equity investment income. The provision for credit losses declined 66 percent from the second quarter of 2013 to \$411 million, driven by improved credit quality. Net charge-offs declined 49 percent from the second quarter of 2013 to \$1.1 billion, with the net charge-off ratio falling to 0.48 percent in the second quarter of 2014 from 0.94 percent in the year-ago quarter. During the second

quarter of 2014, the reserve release was \$662 million, compared to a reserve release of \$900 million in the second quarter of 2013.

Noninterest expense was \$18.5 billion, compared to \$16.0 billion in the year-ago quarter, driven by higher mortgage-related litigation expense, partially offset by reduced personnel expense. Substantially all litigation expense incurred in the second quarter of 2014 related to previously disclosed legacy mortgage-related matters. Excluding litigation expense, noninterest expense declined 6 percent from the year-ago quarter to \$14.6 billion, reflecting continued progress by the company to realize cost savings in its Legacy Assets and Servicing business as well as Project New BAC^(C).

The effective tax rate of 18.0 percent for the second quarter of 2014 was driven by the impact of recurring tax preference benefits on the lower level of pretax income. The effective tax rate for the second quarter of 2013 of 27.0 percent was primarily driven by recurring tax preference benefits and an increase in tax benefits from the 2012 non-U.S. restructurings.

At June 30, 2014, the company had 233,201 full-time employees, down 9 percent from the year-ago quarter and 2 percent below the first quarter of 2014.

AIG Settlement

On July 15, 2014, Bank of America executed a definitive settlement agreement with AIG to resolve all outstanding residential mortgage-backed securities (RMBS) litigation between the parties. Under the terms of the settlement, AIG will file notices of dismissal in its securities lawsuits against Bank of America and its affiliates pending in California and New York federal courts. Also, AIG has agreed to withdraw its objection to the Bank of New York Mellon private-label securities settlement (Article 77 Proceeding).

The AIG settlement amount of \$650 million was covered by litigation reserves as of June 30, 2014. Bank of America has now resolved approximately 95 percent of the unpaid principal balance of all RMBS as to which RMBS securities litigation has been filed or threatened for all Bank of America-related entities.

In addition, the parties agreed to settle three actions brought by Bank of America seeking to collect mortgage insurance proceeds due from AIG's United Guaranty mortgage insurance subsidiaries on legacy Bank of America originated and serviced loans.

Business Segment Results

The company reports results through five business segments: Consumer and Business Banking (CBB), Consumer Real Estate Services (CRES), Global Wealth and Investment Management (GWIM), Global Banking, and Global Markets, with the remaining operations recorded in All Other.

Consumer and Business Banking (CBB)

	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
<i>(Dollars in millions)</i>			
Total revenue, net of interest expense, FTE basis	\$ 7,373	\$ 7,438	\$ 7,434
Provision for credit losses	534	812	967
Noninterest expense	4,000	3,963	4,184
Net income	\$ 1,788	\$ 1,666	\$ 1,391
Return on average allocated capital ¹	24.3%	22.9%	18.6%
Average loans	\$ 160,240	\$ 162,061	\$ 163,593
Average deposits	543,566	534,557	522,244
At period-end			
Brokerage assets	\$ 105,926	\$ 100,206	\$ 84,182

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 \$21.3 billion, or 4 percent, from the year-ago quarter to \$543.6 billion. The increase was primarily driven by growth in liquid products in the current low-rate environment.
- Client brokerage assets increased \$21.7 billion, or 26 percent, from the year-ago quarter to \$105.9 billion, driven by increased market valuation and account flows.
- Credit card issuance remained strong with the company issuing 1.1 million new credit cards in the second quarter of 2014, up 18 percent from the year-ago quarter. Approximately 65 percent of these cards went to existing customers.
- The number of mobile banking customers increased 17 percent from the year-ago quarter to 15.5 million users, with 10 percent of customer deposit transactions using mobile devices.
- Return on average allocated capital was 24.3 percent in the second quarter of 2014, compared to 18.6 percent in the second quarter of 2013.

Financial Overview

Consumer and Business Banking reported net income of \$1.8 billion, up \$397 million, or 29 percent, from the year-ago quarter, reflecting lower provision for credit losses and continued progress on the company's strategy of deepening relationships and reducing costs by optimizing the delivery network. Revenue was relatively stable compared to the year-ago quarter as higher service charge income was offset by lower net interest income and slightly lower card income.

The provision for credit losses decreased \$433 million from the year-ago quarter to \$534 million, reflecting continued improvement in credit quality. Noninterest expense decreased 4 percent, or \$184 million, from the year-ago quarter to \$4.0 billion, driven by lower operating, litigation and personnel expenses. Network optimization continued with the reduction of another 72 banking centers through sales and closures during the second quarter of 2014.

Consumer Real Estate Services (CRES)

	Three Months Ended					
	June 30 2014		March 31 2014	June 30 2013		
(Dollars in millions)						
Total revenue, net of interest expense, FTE basis	\$	1,390	\$	1,192	\$	2,115
Provision for credit losses		(20)		25		291
Noninterest expense ¹		5,902		8,129		3,383
Net loss	\$	(2,802)	\$	(5,027)	\$	(930)
Average loans and leases		88,257		88,914		90,114
At period-end						
Loans and leases	\$	88,156	\$	88,355	\$	89,257

¹ Noninterest expense includes litigation expense of \$3.8 billion, \$5.8 billion and \$219 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013.

Business Highlights

- Bank of America funded \$13.7 billion in residential home loans and home equity loans during the second quarter of 2014, helping nearly 43,000 homeowners either refinance an existing mortgage or purchase a home. This included more than 5,500 first-time homebuyer mortgages and more than 13,800 mortgages to low- and moderate-income borrowers.
- The number of 60+ days delinquent first mortgage loans serviced by Legacy Assets and Servicing (LAS) declined 5 percent during the second quarter of 2014 to 263,000 loans from 277,000 loans at the end of the first quarter of 2014, and declined 47 percent from 492,000 loans at the end of the second quarter of 2013.
- Noninterest expense in LAS, excluding litigation, declined to \$1.4 billion in the second quarter of 2014 from \$1.6 billion in the first quarter of 2014 and \$2.3 billion in the year-ago quarter as the company continued to focus on reducing the number of delinquent mortgage loans in its portfolio^(G).

Financial Overview

Consumer Real Estate Services reported a net loss of \$2.8 billion for the second quarter of 2014, compared to a net loss of \$930 million for the same period in 2013, driven largely by a \$3.6 billion increase in litigation expense. Revenue declined \$725 million from the second quarter of 2013 to \$1.4 billion, driven primarily by lower core production revenue due to fewer loan originations as well as lower servicing income, primarily due to a smaller servicing portfolio.

CRES first-mortgage originations declined 59 percent in the second quarter of 2014 compared to the same period in 2013, reflecting a decline in overall market demand for refinance mortgages. Core production revenue decreased \$542 million from the year-ago quarter to \$318 million due primarily to lower volume and a reduction in revenues from sales of loans that had returned to performing status.

The provision for credit losses decreased \$311 million from the year-ago quarter to a provision benefit of \$20 million due to the continued improvement in portfolio trends.

Noninterest expense increased \$2.5 billion from the year-ago quarter to \$5.9 billion, due to a \$3.6 billion increase in litigation expense, partially offset by lower LAS default-related staffing and other default-related servicing expenses, and lower Home Loans expenses as refinance demand slowed.

Global Wealth and Investment Management (GWIM)

	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
<i>(Dollars in millions)</i>			
Total revenue, net of interest expense, FTE basis	\$ 4,589	\$ 4,547	\$ 4,499
Provision for credit losses	(8)	23	(15)
Noninterest expense	3,447	3,359	3,270
Net income	\$ 724	\$ 729	\$ 759
Return on average allocated capital ¹	24.3%	24.7%	30.6%
Average loans and leases	\$ 118,512	\$ 115,945	\$ 109,589
Average deposits	240,042	242,792	235,344
At period-end (dollars in billions)			
Assets under management	\$ 878.7	\$ 841.8	\$ 743.6
Total client balances ²	2,468.2	2,395.8	2,215.1

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 are defined as assets under management, client brokerage assets, assets in custody, client deposits and loans (including margin receivables).

Business Highlights

- Client balances increased 11 percent from the year-ago quarter to a record \$2.47 trillion, driven by higher market levels and net inflows. Second-quarter 2014 long-term assets under management (AUM) flows of \$11.9 billion were the 20th consecutive quarter of positive flows.

- Asset management fees grew to a record \$1.95 billion, up 15 percent from the year-ago quarter.
- Average loan balances increased 8 percent from the year-ago quarter to \$118.5 billion.
- Pretax margin was 25.1 percent in the second quarter of 2014, compared to the record year-ago margin of 27.6 percent, marking the sixth straight quarter over 25 percent.

Financial Overview

Global Wealth and Investment Management reported net income of \$724 million, compared to \$759 million in the second quarter of 2013. Revenue increased 2 percent from the year-ago quarter to a record \$4.6 billion, driven by higher noninterest income related to improved market valuation and long-term AUM flows.

Credit quality remained strong in the second quarter with the provision for credit losses relatively stable compared to the year-ago quarter. Noninterest expense increased 5 percent to \$3.4 billion, driven in part by higher revenue-related incentive compensation and other volume-related expenses and additional investments in technology and other areas to support business growth.

Return on average allocated capital was 24.3 percent in the second quarter of 2014, down from 30.6 percent in the year-ago quarter, as relatively stable earnings were more than offset by increased capital allocations.

Client balances rose 11 percent from the year-ago quarter to \$2.47 trillion, driven largely by higher market levels, long-term AUM flows of \$49.0 billion and period-end client loan growth of \$8.5 billion. Assets under management rose \$135.1 billion, or 18 percent, from the second quarter of 2013 to \$878.7 billion, driven by increased market valuation and long-term AUM flows. Average deposit balances increased \$4.7 billion from the second quarter of 2013 to \$240.0 billion.

Global Banking

(Dollars in millions)	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
Total revenue, net of interest expense, FTE basis	\$ 4,179	\$ 4,269	\$ 4,138
Provision for credit losses	132	265	163
Noninterest expense	1,899	2,028	1,849
Net income	\$ 1,353	\$ 1,236	\$ 1,297
Return on average allocated capital ¹	17.5%	16.2%	22.6%
Average loans and leases	\$ 271,417	\$ 271,475	\$ 255,674
Average deposits	258,937	256,433	226,912

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 (BAML) was ranked No. 2 in global net investment banking fees in the second quarter of 2014 with firmwide investment banking fees of \$1.6 billion, excluding self-led deals^(H). Global Banking achieved record equity underwriting fees, excluding self-led deals.
- BAML ranked among the top three financial institutions globally in leveraged loans, convertible debt, asset-backed securities, common stock underwriting, investment grade corporate debt and syndicated loans during the second quarter of 2014^(H).
- BAML was recently awarded two of Euromoney magazine's most prestigious accolades: Best Global Investment Bank and Best Global Transaction Services House, marking the first time Euromoney awarded one firm both awards in the same year.
- Average loan and lease balances increased \$15.7 billion, or 6 percent, from the year-ago quarter, to \$271.4 billion, with growth in the commercial and industrial loan portfolio and the commercial real estate and leasing portfolios.
- Average deposits increased \$32.0 billion, or 14 percent, from the year-ago quarter to \$258.9 billion primarily due to increased client liquidity and international growth.

Financial Overview

Global Banking reported net income of \$1.4 billion in the second quarter of 2014, compared to \$1.3 billion in the year-ago quarter as a decline in the provision for credit losses was partially offset by higher noninterest expense. Revenue of \$4.2 billion was relatively stable compared to the second quarter of 2013.

Global Corporate Banking revenue increased to \$1.6 billion in the second quarter of 2014, up \$29 million from the year-ago quarter, and Global Commercial Banking revenue decreased \$59 million to \$1.7 billion. Included in these results are Business Lending revenue of \$1.8 billion, down \$80 million from the year-ago quarter, and Global Transaction

Services revenue of \$1.5 billion, up \$50 million from the year-ago period. Global Banking investment banking fees, excluding self-led deals, increased \$33 million versus the year-ago quarter.

The provision for credit losses decreased \$31 million from the year-ago quarter to \$132 million. Noninterest expense increased \$50 million, or 3 percent, from the year-ago quarter to \$1.9 billion, primarily from higher litigation expense.

Return on average allocated capital was 17.5 percent in the second quarter of 2014, down from 22.6 percent in the year-ago quarter, as modest earnings improvement was more than offset by increased capital allocations.

Global Markets¹

	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
<i>(Dollars in millions)</i>			
Total revenue, net of interest expense, FTE basis	\$ 4,583	\$ 5,012	\$ 4,194
Provision for credit losses	19	19	(16)
Noninterest expense	2,862	3,077	2,770
Net income	\$ 1,101	\$ 1,308	\$ 962
Return on average allocated capital ²	13.0%	15.6%	12.9%
Total average assets	\$ 617,103	\$ 601,439	\$ 656,109

¹ During 2014, the management of structured liabilities and the associated DVA were moved into Global Markets from All Other to better align the performance risk of these instruments. As such, net DVA represents the combined total of net DVA on derivatives and structured liabilities. Prior periods have been reclassified to conform to current period presentation. Net DVA gains were \$69 million, \$112 million and \$49 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, 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

- Fixed Income, Currency and Commodities (FICC) sales and trading revenue, excluding net DVA^(B), increased 5 percent from the second quarter of 2013 to \$2.4 billion.
- Return on average allocated capital was 13.0 percent in the second quarter of 2014, compared to 12.9 percent in the second quarter of 2013, reflecting increased net income which was largely offset by an increase in allocated capital compared to the year-ago quarter.

Financial Overview

Global Markets reported net income of \$1.1 billion in the second quarter of 2014, up 14 percent from the year-ago quarter. Revenue increased \$389 million, or 9 percent, from the year-ago quarter to \$4.6 billion, reflecting higher equity investment gains (not included in sales and trading) and increased investment banking fees.

Total sales and trading revenue was comparable to the year-ago quarter at \$3.5 billion. Excluding net DVA, sales and trading revenue was \$3.4 billion in both periods⁽¹⁾. FICC sales

and trading revenue, excluding net DVA^(B), was \$2.4 billion in the second quarter of 2014, an increase of \$117 million, or 5 percent, from the year-ago quarter, reflecting improved performance in mortgage and municipal products, partially offset by declines in foreign exchange and commodities. Equities sales and trading revenue, excluding net DVA^(J), was \$1.0 billion, a decrease of \$162 million, or 14 percent, from the year-ago quarter as low volatility depressed secondary market volumes and reduced client activity. In addition to sales and trading, there was an equity investment gain of \$240 million in the second quarter of 2014.

Noninterest expense was \$2.9 billion compared to \$2.8 billion in the year-ago quarter.

All Other¹

	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
<i>(Dollars in millions)</i>			
Total revenue, net of interest expense, FTE basis^{2,3}	\$ (154)	\$ 309	\$ 569
Provision for credit losses	(246)	(135)	(179)
Noninterest expense ⁴	431	1,682	562
Net income (loss)	\$ 127	\$ (188)	\$ 533
Total average loans	210,575	217,391	238,910

¹ All Other consists of ALM activities, equity investments, the international consumer card business, liquidating businesses and other. ALM activities encompass the whole-loan residential mortgage portfolio and investment 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.

² Revenue includes equity investment income of \$56 million, \$674 million and \$576 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively, and gains on sales of debt securities of \$382 million, \$357 million and \$452 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

³ During 2014, the management of structured liabilities and the associated DVA were moved into Global Markets from All Other to better align the performance risk of these instruments. Prior periods have been reclassified to conform to current period presentation.

⁴ The three months ended March 31, 2014 included \$717 million of expense related to annual retirement-eligible incentive compensation.

All Other reported net income of \$127 million in the second quarter of 2014, compared to net income of \$533 million for the same period a year ago. The decline was primarily driven by lower equity investment income and the negative quarterly impact of market-related net interest income adjustments compared to the year-ago quarter. This was partially offset by an improvement in the provision for credit losses driven primarily by recoveries on bulk sales of nonperforming loans, and lower noninterest expense.

Credit Quality

(Dollars in millions)	Three Months Ended		
	June 30 2014	March 31 2014	June 30 2013
Provision for credit losses	\$ 411	\$ 1,009	\$ 1,211
Net charge-offs ¹	1,073	1,388	2,111
Net charge-off ratio ^{1, 2}	0.48%	0.62%	0.94%
Net charge-off ratio, excluding the PCI loan portfolio ²	0.49	0.64	0.97
Net charge-off ratio, including PCI write-offs ²	0.55	0.79	1.07
At period-end			
Nonperforming loans, leases and foreclosed properties	\$ 15,300	\$ 17,732	\$ 21,280
Nonperforming loans, leases and foreclosed properties ratio ³	1.70%	1.96%	2.33%
Allowance for loan and lease losses	\$ 15,811	\$ 16,618	\$ 21,235
Allowance for loan and lease losses ratio ⁴	1.75%	1.84%	2.33%

¹ Excludes write-offs of PCI loans of \$160 million, \$391 million and \$313 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

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

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 ratios are 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 the second quarter of 2014. Compared with the second quarter a year ago, net charge-offs declined across all major portfolios and the provision for credit losses decreased. The number of 30+ days performing delinquent loans, excluding fully-insured loans, declined across all consumer portfolios from the year-ago quarter, reaching record low levels in the U.S. credit card portfolio. Additionally, reservable criticized balances and nonperforming loans, leases and foreclosed properties continued to decline, down 17 percent and 28 percent respectively, from the year-ago period.

Net charge-offs were \$1.1 billion in the second quarter of 2014, down from \$1.4 billion in the first quarter of 2014 and \$2.1 billion in the second quarter of 2013. The second quarter of 2014 included \$185 million of recoveries associated with the \$2.1 billion bulk sale of nonperforming loans.

The provision for credit losses declined to \$411 million in the second quarter of 2014 from \$1.2 billion in the second quarter of 2013, driven by lower levels of delinquencies across the consumer lending portfolio, as well as improvement in the consumer real estate portfolios, primarily due to increased home prices. During the second quarter of 2014, the reserve release was \$662 million compared to a reserve release of \$900 million in the second quarter of 2013.

The allowance for loan and lease losses to annualized net charge-off coverage ratio was 3.67 times in the second quarter of 2014, compared with 2.95 times in the first quarter of 2014 and 2.51 times in the second quarter of 2013. The increase was due to the improvement in net charge-offs discussed above. The allowance to annualized net charge-off coverage ratio, excluding the purchased credit-impaired (PCI) portfolio, was 3.25 times, 2.58 times and 2.04 times for the same periods, respectively.

Nonperforming loans, leases and foreclosed properties were \$15.3 billion at June 30, 2014, a decrease from \$17.7 billion at March 31, 2014 and \$21.3 billion at June 30, 2013.

Capital and Liquidity Management^{1,2,3}

		At June 30 2014	At March 31 2014
<i>(Dollars in billions)</i>			
Basel 3 Transition (under standardized approach)			
Common equity tier 1 capital - Basel 3	\$	153.6	\$ 150.9
Risk-weighted assets		1,282.7	1,282.1
Common equity tier 1 capital ratio - Basel 3		12.0%	11.8%
Basel 3 Fully Phased-in (under standardized approach)³			
Common equity tier 1 capital - Basel 3	\$	137.2	130.1
Risk-weighted assets		1,437.0	1,447.4
Common equity tier 1 capital ratio - Basel 3		9.5%	9.0%
		At June 30 2014	At March 31 2014
<i>(Dollars in millions, except per share information)</i>			
Tangible common equity ratio ⁴		7.14%	7.00%
Total shareholders' equity	\$	237,411	\$ 231,888
Common equity ratio		10.25%	10.17%
Tangible book value per share ⁴	\$	14.24	\$ 13.81
Book value per share		21.16	20.75

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 and Advanced approaches 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. The Basel 3 rules require approval by banking regulators of certain models used as part of risk-weighted asset calculations. If these models are not approved, the company's capital ratio would likely be adversely impacted, which in some cases could be significant.

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 approach for measuring risk-weighted assets was 12.0 percent at June 30, 2014, up from 11.8 percent at March 31, 2014.

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 9.5 percent at June 30, 2014, up from 9.0 percent at March 31, 2014 ^(D).

The estimated common equity tier 1 capital ratio under the Basel 3 Advanced approaches on a fully phased-in basis increased to 9.9 percent from 9.6 percent at March 31, 2014 ^(D).

In connection with the final U.S. rule and Notice of Proposed Rulemaking (NPR) issued on April 8 and effective in 2015 ^(E), the company's estimated supplementary leverage ratios were above the 5 percent supplementary leverage ratio minimum for bank holding companies, and both of the company's primary bank subsidiaries were above the 6 percent supplementary leverage ratio minimum for primary bank subsidiaries.

At June 30, 2014, the company's Global Excess Liquidity Sources totaled \$431 billion, compared to \$427 billion at March 31, 2014 and \$342 billion at June 30, 2013. Time-to-required funding was 38 months at June 30, 2014, compared to 35 months at March 31, 2014 and 32 months at June 30, 2013.

Period-end common shares issued and outstanding were 10.52 billion at June 30, 2014, 10.53 billion at March 31, 2014 and 10.74 billion at June 30, 2013. During the second quarter of 2014, approximately 14 million common shares were repurchased for approximately \$233 million at an average price of \$16.16 per share.

Tangible book value per share ^(F) was \$14.24 at June 30, 2014, compared to \$13.81 at March 31, 2014 and \$13.32 at June 30, 2013. Book value per share was \$21.16 at June 30, 2014, compared to \$20.75 at March 31, 2014 and \$20.18 at June 30, 2013.

End Notes

- (A) 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 \$10.0 billion, \$10.1 billion and \$10.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, 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 (\$0.2) billion, (\$0.3) billion, and \$0.4 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Total revenue, net of interest expense, on a GAAP basis was \$21.7 billion, \$22.6 billion and \$22.7 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.
- (B) FICC sales and trading revenue, excluding net DVA is a non-GAAP financial measure. Net DVA included in FICC revenue was gains (losses) of \$56 million, \$80 million and \$(37) million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.
- (C) Noninterest expense excluding litigation is a non-GAAP financial measure. Noninterest expense including litigation was \$18.5 billion, \$22.2 billion and \$16.0 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Noninterest expense excluding litigation was \$14.6 billion, \$16.2 billion and \$15.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Litigation expense was \$4.0 billion, \$6.0 billion and \$0.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.
- (D) 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. The company's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized and Advanced approaches 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. These estimates will evolve over time as the company's businesses change and as a result of further rulemaking or clarification by U.S. regulatory agencies. The Basel 3 rules require approval by banking regulators of certain models used as part of risk-weighted asset calculations. If these models are not approved, the company's capital ratio would likely be adversely impacted, which in some cases could be significant. The company continues to evaluate the potential impact of proposed rules and anticipates it will be in compliance with any final rules by the proposed effective dates.
- (E) The supplementary leverage ratio includes the estimated increase to the supplementary leverage exposure in accordance with the U.S. Notice of Proposed Rulemaking approved on April 8, 2014. The supplementary leverage ratio is measured using the quarter-end
-

tier 1 capital calculated under Basel 3 on a fully phased-in basis, divided by the simple average of the sum of on-balance sheet assets and certain off-balance sheet exposures, including, among other items, derivatives and securities financing transactions, at the end of each month in the quarter.

- (F) 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 \$21.16 at June 30, 2014, compared to \$20.75 at March 31, 2014 and \$20.18 at June 30, 2013. For more information, refer to pages 22-24 of this press release.
- (G) Legacy Assets and Servicing (LAS) noninterest expense, excluding litigation, is a non-GAAP financial measure. LAS noninterest expense was \$5.2 billion, \$7.4 billion and \$2.5 billion for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. LAS litigation expense was \$3.8 billion, \$5.8 billion and \$0.2 billion in the three months ended June 30, 2014, March 31, 2014 and June 30, 2013.
- (H) Rankings per Dealogic as of July 1, 2014.
- (I) Sales and trading revenue excluding the impact of net DVA is a non-GAAP financial measure. Net DVA gains were \$69 million, \$112 million and \$49 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively. In the first quarter of 2014, the management of structured liabilities and the associated DVA were moved into Global Markets from All Other to better align the performance risk of these instruments. As such, net DVA represents the combined total of net DVA on derivatives and structured liabilities. Prior periods have been reclassified to conform to current period presentation.
- (J) Equity sales and trading revenue, excluding net DVA is a non-GAAP financial measure. Equities net DVA gains were \$13 million, \$32 million and \$86 million for the three months ended June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

Note: Chief Executive Officer Brian Moynihan and Chief Financial Officer Bruce Thompson will discuss second-quarter 2014 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 on July 16 through midnight, July 24 by telephone at 800.753.8546 (U.S.) or 1.402.220.0685 (international).

Bank of America

Bank of America is one of the world's largest financial institutions, serving individual consumers, small businesses, 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 49 million consumer and small business relationships with approximately 5,000 retail banking offices and approximately 16,000 ATMs and award-winning online banking with 30 million active users and more than 15 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 more than 40 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.” The forward-looking statements made 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 matters. These statements are not guarantees of future results or performance and involve certain 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 2013 Annual Report on Form 10-K, and in any of Bank of America’s subsequent Securities and Exchange Commission filings: the potential negative impacts of the Company’s prior adjustment to its regulatory capital ratios, including without limitation the results of the Federal Reserve’s review of the resubmitted Comprehensive Capital Analysis and Review, or the revised capital actions that have been resubmitted to the Federal Reserve, the Company’s ability to resolve representations and warranties repurchase claims made by monolines and private-label and other investors, including as a result of any adverse court rulings, and the chance that the Company could face related servicing, securities, fraud, indemnity or other claims from one or more counterparties, including monolines or private-label and other investors; the possibility that final court approval of negotiated settlements is not obtained; the possibility that the court decision with respect to the BNY Mellon Settlement is overturned on appeal in whole or in part; potential claims, damages, penalties and fines resulting from pending or future litigation and regulatory proceedings, including proceedings instituted by the U.S. Department of Justice, state Attorneys General and other members of the RMBS Working Group of the Financial Fraud Enforcement Task Force concerning mortgage-related matters; 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; 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; the possibility that future claims, damages, penalties and fines may occur in excess of the Company’s recorded liability and estimated range of possible losses for litigation exposures; 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; uncertainties related to the timing and pace of Federal Reserve tapering of quantitative easing, and the impact on global interest rates, currency exchange rates, and economic conditions in a number of countries; the possibility of future inquiries or investigations regarding pending or completed foreclosure activities; the possibility that unexpected foreclosure delays could impact the rate of decline of default-

related servicing costs; uncertainty regarding timing and the potential impact of regulatory capital and liquidity requirements (including Basel 3); the negative impact of the Dodd-Frank Wall Street Reform and Consumer Protection Act on the Company's businesses and earnings, including as a result of additional regulatory interpretation and rulemaking and the success of the Company's actions to mitigate such impacts; the potential impact of implementing and conforming to the Volcker Rule; the potential impact of future derivative regulations; 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; reputational damage that may result from negative publicity, fines and penalties from regulatory violations and judicial proceedings; the Company's ability to fully realize the anticipated cost savings in Legacy Assets and Servicing and the anticipated cost savings and other benefits from Project New BAC, including in accordance with currently anticipated timeframes; a failure in or breach of the Company's operational or security systems or infrastructure, or those of third parties with which we do business, including as a result of cyber attacks; the impact on the Company's business, financial condition and results of operations of a potential higher interest rate environment; 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.

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www.bankofamerica.com

Bank of America Corporation and Subsidiaries

Selected Financial Data

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

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Summary Income Statement					
Net interest income	\$ 20,098	\$ 21,213	\$ 10,013	\$ 10,085	\$ 10,549
Noninterest income	24,215	24,711	11,734	12,481	12,178
Total revenue, net of interest expense	44,313	45,924	21,747	22,566	22,727
Provision for credit losses	1,420	2,924	411	1,009	1,211
Noninterest expense	40,779	35,518	18,541	22,238	16,018
Income (loss) before income taxes	2,114	7,482	2,795	(681)	5,498
Income tax expense (benefit)	99	1,987	504	(405)	1,486
Net income (loss)	\$ 2,015	\$ 5,495	\$ 2,291	\$ (276)	\$ 4,012
Preferred stock dividends	494	814	256	238	441
Net income (loss) applicable to common shareholders	\$ 1,521	\$ 4,681	\$ 2,035	\$ (514)	\$ 3,571
Common shares issued	25,149	44,480	224	24,925	364
Average common shares issued and outstanding	10,539,769	10,787,357	10,519,359	10,560,518	10,775,867
Average diluted common shares issued and outstanding ⁽¹⁾	10,599,641	11,549,693	11,265,123	10,560,518	11,524,510

Summary Average Balance Sheet

Total loans and leases	\$ 916,012	\$ 910,269	\$ 912,580	\$ 919,482	\$ 914,234
Total debt securities	337,845	349,794	345,889	329,711	343,260
Total earning assets	1,822,177	1,845,651	1,840,850	1,803,298	1,833,541
Total assets	2,154,494	2,198,443	2,169,555	2,139,266	2,184,610
Total deposits	1,123,399	1,077,631	1,128,563	1,118,178	1,079,956
Common shareholders' equity	222,705	218,509	222,215	223,201	218,790
Total shareholders' equity	236,173	236,024	235,797	236,553	235,063

Performance Ratios

Return on average assets	0.19 %	0.50 %	0.42 %	n/m	0.74 %
Return on average tangible common shareholders' equity ⁽²⁾	2.05	6.53	5.47	n/m	9.88

Per common share information

Earnings (loss)	\$ 0.14	\$ 0.43	\$ 0.19	\$ (0.05)	\$ 0.33
Diluted earnings (loss) ⁽¹⁾	0.14	0.42	0.19	(0.05)	0.32
Dividends paid	0.02	0.02	0.01	0.01	0.01
Book value	21.16	20.18	21.16	20.75	20.18
Tangible book value ⁽²⁾	14.24	13.32	14.24	13.81	13.32

	June 30 2014	March 31 2014	June 30 2013
Summary Period-End Balance Sheet			
Total loans and leases	\$ 911,899	\$ 916,217	\$ 921,570
Total debt securities	352,883	340,696	336,403
Total earning assets	1,830,546	1,812,832	1,779,883
Total assets	2,170,557	2,149,851	2,123,320
Total deposits	1,134,329	1,133,650	1,080,783
Common shareholders' equity	222,565	218,536	216,791
Total shareholders' equity	237,411	231,888	231,032
Period-end common shares issued and outstanding	10,515,825	10,530,045	10,743,098

Credit Quality

	June 30 2014	June 30 2013	Second Quarter 2014	First Quarter 2014	Second Quarter 2013
Total net charge-offs	\$ 2,461	\$ 4,628	\$ 1,073	\$ 1,388	\$ 2,111
Net charge-offs as a percentage of average loans and leases outstanding ⁽³⁾	0.55 %	1.04 %	0.48 %	0.62 %	0.94 %
Provision for credit losses	\$ 1,420	\$ 2,924	\$ 411	\$ 1,009	\$ 1,211

	June 30 2014	March 31 2014	June 30 2013
Total nonperforming loans, leases and foreclosed properties ⁽⁴⁾	\$ 15,300	\$ 17,732	\$ 21,280

Nonperforming loans, leases and foreclosed properties as a percentage of total loans, leases and foreclosed properties ⁽⁹⁾		1.70%		1.96%		2.33%
Allowance for loan and lease losses	\$	15,811	\$	16,618	\$	21,235
Allowance for loan and lease losses as a percentage of total loans and leases outstanding ⁽⁹⁾		1.75%		1.84%		2.33%

For footnotes see page 18.

More

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Selected Financial Data (continued)

(Dollars in millions)

<u>Capital Management</u>	Basel 3 Transition		Basel 1
	June 30 2014	March 31 2014	June 30 2013
Risk-based capital metrics^(5, 6):			
Common equity tier 1 capital	\$ 153,582	\$ 150,922	n/a
Tier 1 common capital	n/a	n/a	\$ 136,546
Common equity tier 1 capital ratio	12.0 %	11.8 %	n/a
Tier 1 common capital ratio ⁽⁷⁾	n/a	n/a	10.6 %
Tier 1 leverage ratio	7.7	7.4	7.4
Tangible equity ratio ⁽⁸⁾	7.85	7.65	7.67
Tangible common equity ratio ⁽⁸⁾	7.14	7.00	6.98
Regulatory Capital Reconciliations^(5, 6)			
	June 30 2014	March 31 2014	
Regulatory capital – Basel 3 transition to fully phased-in			
Common equity tier 1 capital (transition)	\$ 153,582	\$ 150,922	
Adjustments and deductions recognized in Tier 1 capital during transition	(10,547)	(11,302)	
Other adjustments and deductions phased in during transition	(5,852)	(9,474)	
Common equity tier 1 capital (fully phased-in)	\$ 137,183	\$ 130,146	
	June 30 2014	March 31 2014	
Risk-weighted assets – As reported to Basel 3 (fully phased-in)			
As reported risk-weighted assets	\$ 1,282,720	\$ 1,282,117	
Change in risk-weighted assets from reported to fully phased-in	154,240	165,332	
Basel 3 Standardized approach risk-weighted assets (fully phased-in)	1,436,960	1,447,449	
Change in risk-weighted assets for advanced models	(49,464)	(86,234)	
Basel 3 Advanced approaches risk-weighted assets (fully phased-in)	\$ 1,387,496	\$ 1,361,215	
Regulatory capital ratios			
Basel 3 Standardized approach common equity tier 1 (transition)	12.0 %	11.8 %	
Basel 3 Standardized approach common equity tier 1 (fully phased-in)	9.5	9.0	
Basel 3 Advanced approaches common equity tier 1 (fully phased-in)	9.9	9.6	

(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 first quarter of 2014 because of the net loss.

(2) Return on average tangible 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 Measures on pages 22-24.

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

(4) 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.

(5) Regulatory capital ratios are preliminary.

(6) 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. We reported under Basel 1 (which included the Market Risk Final Rules) at June 30, 2013. 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 company's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized and Advanced approaches 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. The Basel 3 rules require approval by banking regulators of certain models used as part of risk-weighted asset calculations. If these models are not approved, the company's capital ratio would likely be adversely impacted, which in some cases could be significant.

(7) Tier 1 common capital ratio equals Tier 1 capital excluding preferred stock, trust preferred securities, hybrid securities and minority interest divided by risk-weighted assets.

(8) 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 Measures on pages 22-24.

n/a = not applicable
n/m = not meaningful

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

More

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Quarterly Results by Business Segment

(Dollars in millions)

Second Quarter 2014						
	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Total revenue, net of interest expense (FTE basis) ⁽¹⁾	\$ 7,373	\$ 1,390	\$ 4,589	\$ 4,179	\$ 4,583	\$ (154)
Provision for credit losses	534	(20)	(8)	132	19	(246)
Noninterest expense	4,000	5,902	3,447	1,899	2,862	431
Net income (loss)	1,788	(2,802)	724	1,353	1,101	127
Return on average allocated capital ⁽²⁾	24.33 %	n/m	24.33 %	17.51 %	13.01 %	n/m

Balance Sheet

Average						
Total loans and leases	\$ 160,240	\$ 88,257	\$ 118,512	\$ 271,417	\$ 63,579	\$ 210,575
Total deposits	543,566	n/m	240,042	258,937	n/m	35,851
Allocated capital ⁽²⁾	29,500	23,000	12,000	31,000	34,000	n/m
Period end						
Total loans and leases	\$ 161,142	\$ 88,156	\$ 120,187	\$ 270,683	\$ 66,260	\$ 205,471
Total deposits	545,530	n/m	237,046	270,268	n/m	31,999

First Quarter 2014						
	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Total revenue, net of interest expense (FTE basis) ⁽¹⁾	\$ 7,438	\$ 1,192	\$ 4,547	\$ 4,269	\$ 5,012	\$ 309
Provision for credit losses	812	25	23	265	19	(135)
Noninterest expense	3,963	8,129	3,359	2,028	3,077	1,682
Net income (loss)	1,666	(5,027)	729	1,236	1,308	(188)
Return on average allocated capital ⁽²⁾	22.92 %	n/m	24.74 %	16.18 %	15.64 %	n/m

Balance Sheet

Average						
Total loans and leases	\$ 162,061	\$ 88,914	\$ 115,945	\$ 271,475	\$ 63,696	\$ 217,391
Total deposits	534,557	n/m	242,792	256,433	n/m	34,381
Allocated capital ⁽²⁾	29,500	23,000	12,000	31,000	34,000	n/m
Period end						
Total loans and leases	\$ 160,127	\$ 88,355	\$ 116,482	\$ 273,239	\$ 64,598	\$ 213,416
Total deposits	552,211	n/m	244,051	257,502	n/m	32,818

Second Quarter 2013						
	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Total revenue, net of interest expense (FTE basis) ⁽¹⁾	\$ 7,434	\$ 2,115	\$ 4,499	\$ 4,138	\$ 4,194	\$ 569
Provision for credit losses	967	291	(15)	163	(16)	(179)
Noninterest expense	4,184	3,383	3,270	1,849	2,770	562
Net income (loss)	1,391	(930)	759	1,297	962	533
Return on average allocated capital ⁽²⁾	18.62 %	n/m	30.59 %	22.62 %	12.89 %	n/m

Balance Sheet

Average						
Total loans and leases	\$ 163,593	\$ 90,114	\$ 109,589	\$ 255,674	\$ 56,354	\$ 238,910
Total deposits	522,244	n/m	235,344	226,912	n/m	34,017
Allocated capital ⁽²⁾	30,000	24,000	10,000	23,000	30,000	n/m
Period end						
Total loans and leases	\$ 164,851	\$ 89,257	\$ 111,785	\$ 258,503	\$ 63,127	\$ 234,047
Total deposits	525,085	n/m	235,012	228,934	n/m	34,858

⁽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

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More

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Year-to-Date Results by Business Segment

(Dollars in millions)

	Six Months Ended June 30, 2014					
	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Total revenue, net of interest expense (FTE basis) ⁽¹⁾	\$ 14,811	\$ 2,582	\$ 9,136	\$ 8,448	\$ 9,595	\$ 155
Provision for credit losses	1,346	5	15	397	38	(381)
Noninterest expense	7,963	14,031	6,806	3,927	5,939	2,113
Net income (loss)	3,454	(7,829)	1,453	2,589	2,409	(61)
Return on average allocated capital ⁽²⁾	23.63 %	n/m	24.53 %	16.85 %	14.32 %	n/m

Balance Sheet

Average						
Total loans and leases	\$ 161,145	\$ 88,584	\$ 117,235	\$ 271,446	\$ 63,637	\$ 213,965
Total deposits	539,087	n/m	241,409	257,692	n/m	35,119
Allocated capital ⁽²⁾	29,500	23,000	12,000	31,000	34,000	n/m
Period end						
Total loans and leases	\$ 161,142	\$ 88,156	\$ 120,187	\$ 270,683	\$ 66,260	\$ 205,471
Total deposits	545,530	n/m	237,046	270,268	n/m	31,999

	Six Months Ended June 30, 2013					
	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Total revenue, net of interest expense (FTE basis) ⁽¹⁾	\$ 14,846	\$ 4,427	\$ 8,920	\$ 8,168	\$ 8,973	\$ 1,023
Provision for credit losses	1,919	626	7	312	(11)	71
Noninterest expense	8,349	8,788	6,523	3,685	5,843	2,330
Net income (loss)	2,833	(3,086)	1,479	2,581	2,074	(386)
Return on average allocated capital ⁽²⁾	19.08 %	n/m	30.00 %	22.64 %	13.97 %	n/m

Balance Sheet

Average						
Total loans and leases	\$ 164,713	\$ 91,531	\$ 107,845	\$ 249,903	\$ 54,529	\$ 241,748
Total deposits	512,424	n/m	244,329	224,132	n/m	34,883
Allocated capital ⁽²⁾	30,000	24,000	10,000	23,000	30,000	n/m
Period end						
Total loans and leases	\$ 164,851	\$ 89,257	\$ 111,785	\$ 258,503	\$ 63,127	\$ 234,047
Total deposits	525,085	n/m	235,012	228,934	n/m	34,858

⁽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.

More

This information is preliminary and based on company data available at the time of the 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		Second Quarter 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Net interest income	\$ 20,512	\$ 21,646	\$ 10,226	\$ 10,286	\$ 10,771
Total revenue, net of interest expense	44,727	46,357	21,960	22,767	22,949
Net interest yield ⁽²⁾	2.26%	2.36%	2.22%	2.29%	2.35%
Efficiency ratio	91.17	76.62	84.43	97.68	69.80
Other Data			June 30 2014	March 31 2014	June 30 2013
Number of banking centers - U.S.			5,023	5,095	5,328
Number of branded ATMs - U.S.			15,976	16,214	16,354
Ending full-time equivalent employees			233,201	238,560	257,158

⁽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 Measures on pages 22-24.

⁽²⁾ Beginning in the first quarter of 2014, interest-bearing deposits placed with the Federal Reserve and certain non-U.S. central banks are included in earning assets. Prior period yields have been reclassified to conform to current period presentation.

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

More

This information is preliminary and based on company data available at the time of the 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 evaluates its business segment results based on measures that utilize average allocated capital. The Corporation 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 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, business segment exposures and risk profile, regulatory constraints and strategic plans. As part of this process, in the first quarter of 2014, the Corporation adjusted the amount of capital being allocated to its business segments. This change resulted in a reduction of the unallocated capital, which is reflected in *All Other*, and an aggregate increase to the amount of capital being allocated to the business segments. Prior periods were not restated.

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, 2014 and 2013 and the three months ended June 30, 2014, March 31, 2014 and June 30, 2013. 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		Second Quarter 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Reconciliation of net interest income to net interest income on a fully taxable-equivalent basis					
Net interest income	\$ 20,098	\$ 21,213	\$ 10,013	\$ 10,085	\$ 10,549
Fully taxable-equivalent adjustment	414	433	213	201	222
Net interest income on a fully taxable-equivalent basis	\$ 20,512	\$ 21,646	\$ 10,226	\$ 10,286	\$ 10,771
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	\$ 44,313	\$ 45,924	\$ 21,747	\$ 22,566	\$ 22,727
Fully taxable-equivalent adjustment	414	433	213	201	222
Total revenue, net of interest expense on a fully taxable-equivalent basis	\$ 44,727	\$ 46,357	\$ 21,960	\$ 22,767	\$ 22,949
Reconciliation of income tax expense (benefit) to income tax expense (benefit) on a fully taxable-equivalent basis					
Income tax expense (benefit)	\$ 99	\$ 1,987	\$ 504	\$ (405)	\$ 1,486
Fully taxable-equivalent adjustment	414	433	213	201	222
Income tax expense (benefit) on a fully taxable-equivalent basis	\$ 513	\$ 2,420	\$ 717	\$ (204)	\$ 1,708
Reconciliation of average common shareholders' equity to average tangible common shareholders' equity					
Common shareholders' equity	\$ 222,705	\$ 218,509	\$ 222,215	\$ 223,201	\$ 218,790
Goodwill	(69,832)	(69,937)	(69,822)	(69,842)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,354)	(6,409)	(5,235)	(5,474)	(6,270)
Related deferred tax liabilities	2,132	2,393	2,100	2,165	2,360
Tangible common shareholders' equity	\$ 149,651	\$ 144,556	\$ 149,258	\$ 150,050	\$ 144,950
Reconciliation of average shareholders' equity to average tangible shareholders' equity					
Shareholders' equity	\$ 236,173	\$ 236,024	\$ 235,797	\$ 236,553	\$ 235,063
Goodwill	(69,832)	(69,937)	(69,822)	(69,842)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,354)	(6,409)	(5,235)	(5,474)	(6,270)
Related deferred tax liabilities	2,132	2,393	2,100	2,165	2,360
Tangible shareholders' equity	\$ 163,119	\$ 162,071	\$ 162,840	\$ 163,402	\$ 161,223

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

More

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Reconciliations to GAAP Financial Measures (continued)

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Reconciliation of period-end common shareholders' equity to period-end tangible common shareholders' equity					
Common shareholders' equity	\$ 222,565	\$ 216,791	\$ 222,565	\$ 218,536	\$ 216,791
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,297
Tangible common shareholders' equity	\$ 149,734	\$ 143,054	\$ 149,734	\$ 145,457	\$ 143,054
Reconciliation of period-end shareholders' equity to period-end tangible shareholders' equity					
Shareholders' equity	\$ 237,411	\$ 231,032	\$ 237,411	\$ 231,888	\$ 231,032
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,297
Tangible shareholders' equity	\$ 164,580	\$ 157,295	\$ 164,580	\$ 158,809	\$ 157,295
Reconciliation of period-end assets to period-end tangible assets					
Assets	\$ 2,170,557	\$ 2,123,320	\$ 2,170,557	\$ 2,149,851	\$ 2,123,320
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,297
Tangible assets	\$ 2,097,726	\$ 2,049,583	\$ 2,097,726	\$ 2,076,772	\$ 2,049,583
Book value per share of common stock					
Common shareholders' equity	\$ 222,565	\$ 216,791	\$ 222,565	\$ 218,536	\$ 216,791
Ending common shares issued and outstanding	10,515,825	10,743,098	10,515,825	10,530,045	10,743,098
Book value per share of common stock	\$ 21.16	\$ 20.18	\$ 21.16	\$ 20.75	\$ 20.18
Tangible book value per share of common stock					
Tangible common shareholders' equity	\$ 149,734	\$ 143,054	\$ 149,734	\$ 145,457	\$ 143,054
Ending common shares issued and outstanding	10,515,825	10,743,098	10,515,825	10,530,045	10,743,098
Tangible book value per share of common stock	\$ 14.24	\$ 13.32	\$ 14.24	\$ 13.81	\$ 13.32

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

More

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Reconciliations to GAAP Financial Measures (continued)

(Dollars in millions)

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Reconciliation of return on average allocated capital⁽¹⁾					
Consumer & Business Banking					
Reported net income	\$ 3,454	\$ 2,833	\$ 1,788	\$ 1,666	\$ 1,391
Adjustment related to intangibles ⁽²⁾	2	4	1	1	2
Adjusted net income	\$ 3,456	\$ 2,837	\$ 1,789	\$ 1,667	\$ 1,393
Average allocated equity ⁽³⁾	\$ 61,468	\$ 62,063	\$ 61,460	\$ 61,475	\$ 62,050
Adjustment related to goodwill and a percentage of intangibles	(31,968)	(32,063)	(31,960)	(31,975)	(32,050)
Average allocated capital	\$ 29,500	\$ 30,000	\$ 29,500	\$ 29,500	\$ 30,000
Global Wealth & Investment Management					
Reported net income	\$ 1,453	\$ 1,479	\$ 724	\$ 729	\$ 759
Adjustment related to intangibles ⁽²⁾	7	9	4	3	4
Adjusted net income	\$ 1,460	\$ 1,488	\$ 728	\$ 732	\$ 763
Average allocated equity ⁽³⁾	\$ 22,233	\$ 20,311	\$ 22,222	\$ 22,243	\$ 20,300
Adjustment related to goodwill and a percentage of intangibles	(10,233)	(10,311)	(10,222)	(10,243)	(10,300)
Average allocated capital	\$ 12,000	\$ 10,000	\$ 12,000	\$ 12,000	\$ 10,000
Global Banking					
Reported net income	\$ 2,589	\$ 2,581	\$ 1,353	\$ 1,236	\$ 1,297
Adjustment related to intangibles ⁽²⁾	1	1	1	—	1
Adjusted net income	\$ 2,590	\$ 2,582	\$ 1,354	\$ 1,236	\$ 1,298
Average allocated equity ⁽³⁾	\$ 53,406	\$ 45,411	\$ 53,405	\$ 53,407	\$ 45,416
Adjustment related to goodwill and a percentage of intangibles	(22,406)	(22,411)	(22,405)	(22,407)	(22,416)
Average allocated capital	\$ 31,000	\$ 23,000	\$ 31,000	\$ 31,000	\$ 23,000
Global Markets					
Reported net income	\$ 2,409	\$ 2,074	\$ 1,101	\$ 1,308	\$ 962
Adjustment related to intangibles ⁽²⁾	5	4	3	2	2
Adjusted net income	\$ 2,414	\$ 2,078	\$ 1,104	\$ 1,310	\$ 964
Average allocated equity ⁽³⁾	\$ 39,374	\$ 35,364	\$ 39,373	\$ 39,375	\$ 35,357
Adjustment related to goodwill and a percentage of intangibles	(5,374)	(5,364)	(5,373)	(5,375)	(5,357)
Average allocated capital	\$ 34,000	\$ 30,000	\$ 34,000	\$ 34,000	\$ 30,000

⁽¹⁾ There are no adjustments to reported net income (loss) or average allocated equity for Consumer Real Estate Services.

⁽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.

This information is preliminary and based on company data available at the time of the presentation.

Bank of America 2Q14 Financial Results

July 16, 2014

Bank of America 

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



2Q14 Results

Summary Income Statement (\$B, except EPS) ¹

	2Q14
Net interest income ^{2,3}	\$10.2
Noninterest income	11.7
Total revenue, net of interest expense ^{2,3}	22.0
Noninterest expense	18.5
Pre-tax, pre-provision earnings ^{2,3}	3.4
Provision for credit losses	0.4
Income before income taxes ^{2,3}	3.0
Income tax expense ^{2,3}	0.7
Net income	\$2.3
Diluted earnings per share	\$0.19
Average diluted common shares (in billions)	11.3

- 2Q14 net income of \$2.3B, or \$0.19 per diluted share, included pre-tax litigation expense of \$4.0B, or \$0.22 per share after-tax

¹ Amounts may not total due to rounding.

² FTE basis. Represents a non-GAAP financial measure.

³ Represents a non-GAAP financial measure. On a GAAP basis, net interest income; total revenue, net of interest expense; pre-tax, pre-provision earnings; income before income taxes; and income tax expense were \$10.0B, \$21.7B, \$3.2B, \$2.8B, and \$504MM, respectively, for 2Q14. For reconciliations of these measures to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

Balance Sheet Highlights

\$ in billions, except for share amounts; end of period balances	2Q14	1Q14	2Q13
Balance Sheet			
Total assets	\$2,170.6	\$2,149.9	\$2,123.3
Total loans and leases	911.9	916.2	921.6
Total deposits	1,134.3	1,133.7	1,080.8
Long-term debt	257.1	254.8	262.5
Preferred stock	14.8	13.4	14.2
Per Share Data			
Tangible book value per common share ¹	\$14.24	\$13.81	\$13.32
Book value per common share	21.16	20.75	20.18
Common shares outstanding (in billions)	10.52	10.53	10.74
Capital			
Tangible common shareholders' equity ¹	\$149.7	\$145.5	\$143.1
Tangible common equity ratio ¹	7.14 %	7.00 %	6.98 %
Common shareholders' equity	\$222.6	\$218.5	\$216.8
Common equity ratio	10.25 %	10.17 %	10.21 %
Returns			
Return on average assets	0.42 %	n/m	0.74 %
Return on average common shareholders' equity	3.68	n/m	6.55
Return on average tangible common shareholders' equity ¹	5.47	n/m	9.88

- Total assets increased \$20.7B from 1Q14, driven by increased repo activity and higher securities balances
- Total loans and leases declined \$4.3B from 1Q14, due principally to reductions in our discretionary residential mortgage portfolio, which included \$2.1B in bulk sales of nonperforming loans
 - Excluding residential mortgage, consumer loans increased slightly as total U.S. credit card balances grew \$1.3B and securities-based lending to our wealth management clients increased \$1.8B, while home equity continued to decline
 - Commercial loan growth was mostly offset by reductions in commercial real estate and certain large paydowns in the quarter
- Deposits remain at record levels
- Issued \$1.5B of preferred stock during 2Q14
- Tangible book value per share increased to \$14.24 ¹ and tangible common equity ratio grew to 7.14% ¹, driven by earnings as well as improvement in accumulated other comprehensive income (AOCI) from increasing value of debt securities

¹ Represents a non-GAAP financial measure. For reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.
n/m = not meaningful

Regulatory Capital ¹

Basel 3 Transition (under Standardized approach) ²

\$ in billions	2Q14	1Q14
Common equity tier 1 capital	\$153.6	\$150.9
Risk-weighted assets	1,282.7	1,282.1
Common equity tier 1 capital ratio	12.0 %	11.8 %
Tier 1 capital ratio	12.5	11.9
Tier 1 leverage ratio	7.7	7.4

Basel 3 Fully Phased-in

\$ in billions	2Q14	1Q14	Required Minimum ³
Common equity tier 1 capital ⁴	\$137.2	\$130.1	
Risk-weighted assets (under Standardized approach) ⁴	1,437.0	1,447.4	
Common equity tier 1 capital ratio (under Standardized approach) ⁴	9.5 %	9.0 %	8.5% by 2019
Bank Holding Company SLR ⁵	> 5.0	~ 5.0	5% by 2018
Bank SLR ⁵	> 6.0	> 6.0	6% by 2018

Basel 3 Transition (under Standardized approach) ²

- Common equity tier 1 capital (CET1) ratio was 12.0% in 2Q14

Basel 3 Fully Phased-in ⁴

- CET1 capital increased \$7.0B from 1Q14 on earnings, AOCI improvement and lower capital deductions
- Under the fully phased-in Standardized approach, the estimated CET1 ratio increased to 9.5% in 2Q14 from 9.0% in 1Q14
- Under the fully phased-in Advanced approaches, the estimated CET1 ratio increased to 9.9% in 2Q14 from 9.6% in 1Q14

Supplementary Leverage Ratio (SLR) ^{3, 5}

- In connection with the final U.S. rule and proposed NPR issued on April 8, 2014, on a fully phased-in basis, we estimate our bank holding company SLR is above the 5% required minimum and both primary bank subsidiaries are in excess of the 6% required minimum

¹ Regulatory capital ratios are preliminary. For important presentation information, see slide 24.

² On January 1, 2014, the Basel 3 rules became effective, subject to transition provisions primarily related to regulatory deductions and adjustments impacting CET1 capital and Tier 1 capital.

³ The fully phased-in 8.5% CET1 capital ratio minimum includes the 2.5% capital conservation buffer, 0% countercyclical buffer and an estimated 1.5% SIFI buffer (based on the Financial Stability Board's

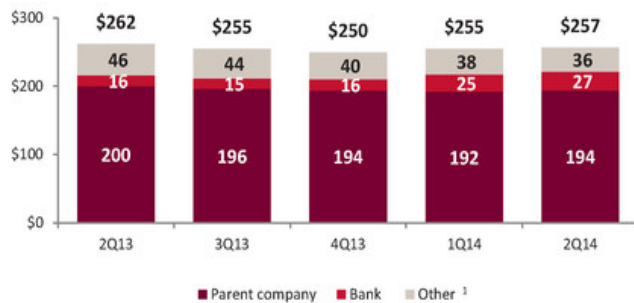
"Update of group of global systemically important banks (G-SIBs)" issued on November 11, 2013). The 5.0% Bank Holding Company SLR minimum includes the 2.0% leverage buffer.

⁴ Represents a non-GAAP financial measure. See slide 22 for reconciliations.

⁵ Includes the estimated increase to the supplementary leverage exposure as proposed by banking regulators on April 8, 2014. The ratio is measured using quarter-end tier 1 capital calculated under Basel 3 on a fully phased-in basis. The denominator is calculated as the simple average of the sum of on-balance sheet assets and certain off-balance sheet exposures, including, among other items, derivatives and securities financing transactions, at the end of each month in the quarter.

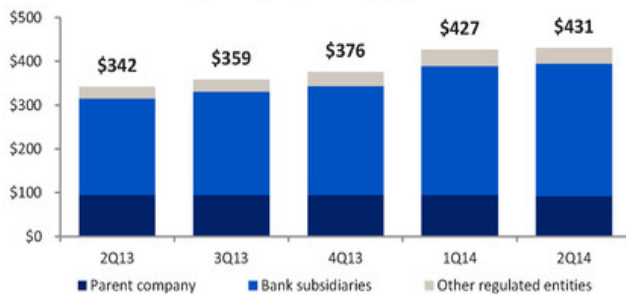
Funding and Liquidity

Long-term Debt (\$B)

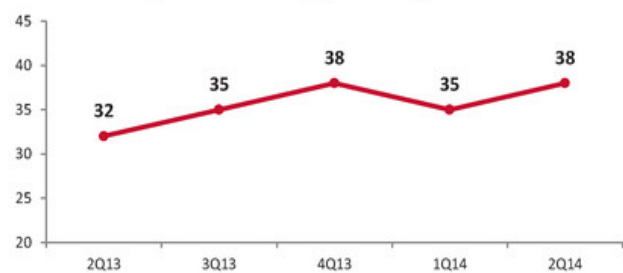


- Long-term debt increased \$2.3B from 1Q14, which includes the \$7.6B issuance that settled on April 1, 2014
 - Long-term debt yields declined 12bps from 1Q14, primarily driven by lower new issuance spreads
 - Parent long-term debt issuance expected to be less than contractual maturities of \$13B during the second half of 2014 ³
- Global Excess Liquidity Sources ² of \$431B, up \$4B from 1Q14, driven by increased liquidity at our bank subsidiaries
 - Parent company liquidity remained strong at \$92B
 - Time to Required Funding ⁴ at 38 months

Global Excess Liquidity Sources (\$B) ²



Time to Required Funding (months) ⁴



¹ Includes consolidated variable interest entities, some of which are securitizations that consolidate into our bank entities, and other non-holding company long-term debt.

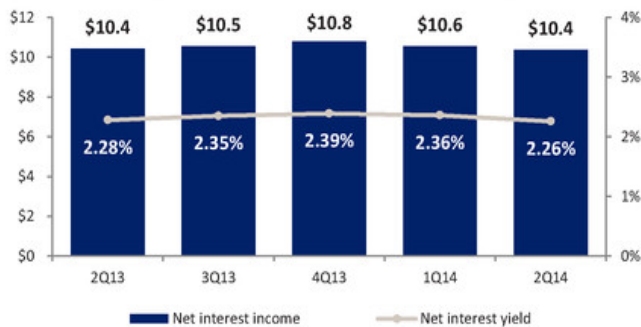
² Global Excess Liquidity Sources include cash and high-quality, liquid, unencumbered securities, limited to U.S. government securities, U.S. agency securities, U.S. agency MBS, and a select group of non-U.S. government and supranational securities, and are readily available to meet funding requirements 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.

³ Parent company debt maturities are defined as maturities of senior or subordinated debt issued by Bank of America Corporation. Remaining contractual maturities of \$13B include \$3B of structured note maturities.

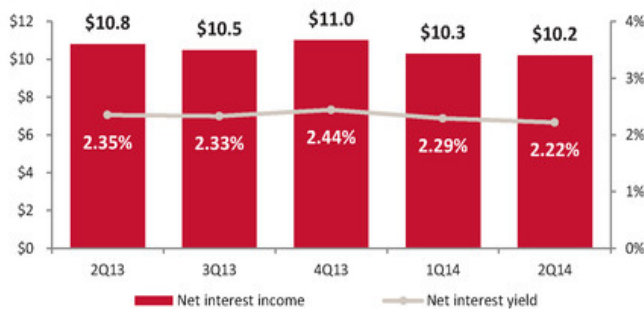
⁴ Time to Required Funding (TRF) is a debt coverage measure and is expressed as the number of months unsecured holding company obligations of Bank of America Corporation can be met using only its Global Excess Liquidity Sources without issuing debt or sourcing additional liquidity. For 2Q13 through 2Q14, we have included in the amount of unsecured contractual obligations the \$8.6B liability, including estimated costs, for settlements such as the previously announced BNY Mellon private-label securitization settlement. 1Q14 TRF is adjusted for the FHFA settlement. Including the \$7.6B long-term debt issuance unsettled as of 1Q14, TRF for 1Q14 would have been 37 months.

Net Interest Income

NII Excluding Market-related Adjustments (\$B) ^{1, 2}



Reported Net Interest Income (NII) (\$B) ¹



- Reported NII of \$10.2B, down \$0.1B from 1Q14
- Excluding market-related adjustments, NII of \$10.4B declined \$0.2B from 1Q14, and the net interest yield declined 10bps to 2.26%

Drivers included:

- Lower consumer loan balances and lower loan yields
- Seasonal decline in trading NII

Partially offset by:

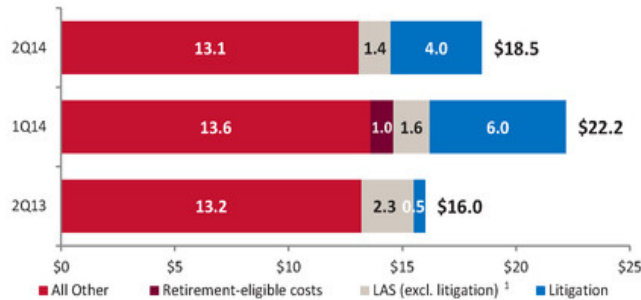
- One additional interest accrual day
- The balance sheet continues to be asset sensitive and positioned for NII to benefit as rates move higher, particularly on the short-end of the curve

¹ FTE basis. Represents a non-GAAP financial measure. On a GAAP basis, reported NII was \$10.0B, \$10.1B, \$10.8B, \$10.3B and \$10.5B for 2Q14, 1Q14, 4Q13, 3Q13 and 2Q13, respectively. For reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

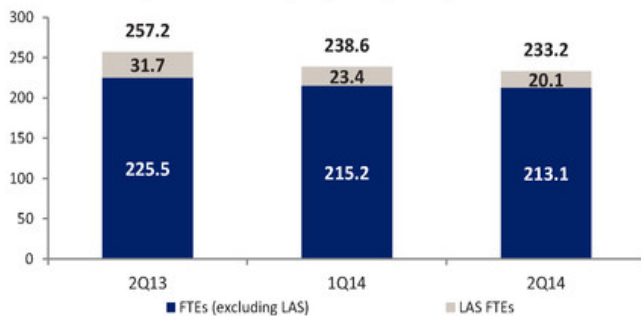
² NII on a FTE basis excluding market-related adjustments represents a non-GAAP financial measure. Market-related adjustments of premium amortization expense and hedge ineffectiveness were (\$0.2)B, (\$0.3)B, \$0.2B, \$0.0B and \$0.4B for 2Q14, 1Q14, 4Q13, 3Q13 and 2Q13, respectively.

Expense Highlights

Noninterest Expense (\$B)



Full-time Equivalent Employees (000's)



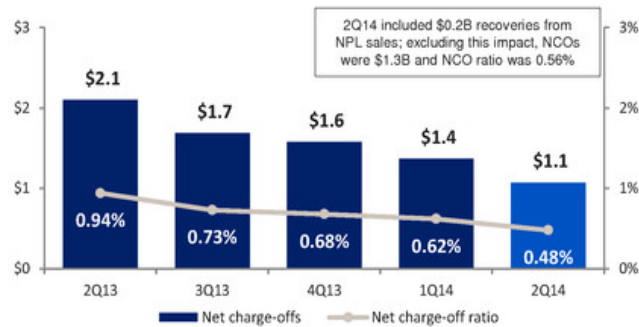
- Total noninterest expense of \$18.5B in 2Q14 declined \$3.7B from 1Q14
 - Litigation expense of \$4.0B, down \$2.0B from 1Q14
 - 1Q14 included annual retirement-eligible incentive compensation costs of \$1.0B
- Litigation expense in 2Q14 driven by \$3.8B net increase in reserves for previously disclosed legacy mortgage-related matters, including the AIG settlement
- Noninterest expense, excluding litigation and retirement-eligible costs², declined \$0.7B from 1Q14, due primarily to lower revenue-related incentive compensation
 - Lower LAS expenses, and to a lesser extent New BAC cost savings, drove \$1.0B decline compared to 2Q13
- FTE headcount down 2.3% from 1Q14, due primarily to reductions in LAS as well as Home Loans staff in response to lower mortgage originations over the past few quarters
- Quarterly New BAC cost savings of \$2.0B now expected to be achieved by 4Q14
- Quarterly LAS expense, excluding litigation, now expected to decline to \$1.1B by 1Q15

¹ Represents a non-GAAP financial measure. LAS noninterest expense was \$5.2B, \$7.4B and \$2.5B in 2Q14, 1Q14 and 2Q13, respectively. LAS mortgage-related litigation expense was \$3.8B, \$5.8B and \$215MM in 2Q14, 1Q14 and 2Q13, respectively.

² Represents a non-GAAP financial measure.

Asset Quality Trends Continued to Improve

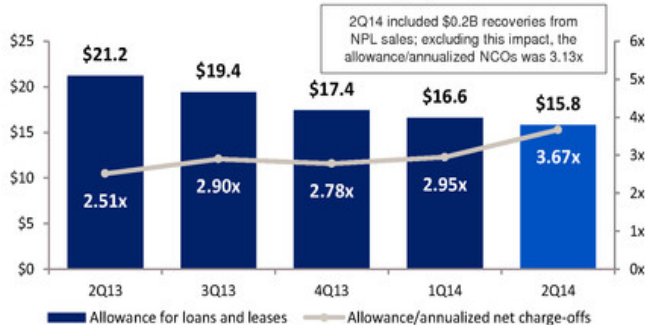
Net Charge-offs (\$B) ^{1, 2}



Consumer 30+ Days Performing Past Due (\$B) ³



Allowance for Loans and Leases (\$B) ^{2, 4}



Provision for Credit Losses (\$B)



¹ Net charge-offs exclude write-offs of PCI loans of \$160MM, \$391MM, \$741MM, \$443MM and \$313MM for 2Q14, 1Q14, 4Q13, 3Q13 and 2Q13, 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 0.55%, 0.79%, 1.00%, 0.92% and 1.07% for 2Q14, 1Q14, 4Q13, 3Q13 and 2Q13, respectively.

² 4Q13 includes \$144MM of charge-offs associated with a clarification of regulatory guidance on the accounting for TDRs in the home loans portfolio. Excluding this impact, NCOs were \$1.4B, NCO ratio was 62bps and the allowance/annualized NCOs ratio was 3.08x.

³ Excludes FHA-insured loans and other loans individually insured under long-term standby agreements.

⁴ The allowance/annualized net charge-offs and PCI write-offs ratios were 3.20x, 2.30x, 1.89x, 2.30x and 2.18x, and the allowance (excluding PCI loans)/annualized net charge-offs ratios were 3.25x, 2.58x, 2.38x, 2.42x and 2.04x, which excludes valuation allowance on PCI loans of \$1.8B, \$2.1B, \$2.5B, \$3.2B and \$3.9B for 2Q14, 1Q14, 4Q13, 3Q13 and 2Q13, respectively.

Consumer & Business Banking (CBB)

\$ in millions	Inc/(Dec)		
	2Q14	1Q14	2Q13
Net interest income ¹	\$4,929	(\$22)	(\$105)
Noninterest income	2,444	(43)	44
Total revenue, net of interest expense ¹	7,373	(65)	(61)
Provision for credit losses	534	(278)	(433)
Noninterest expense	4,000	37	(184)
Income tax expense ¹	1,051	54	159
Net income	\$1,788	\$122	\$397

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Average deposits	\$543.6	\$534.6	\$522.2
Rate paid on deposits	0.06 %	0.07 %	0.12 %
Average loans and leases	\$160.2	\$162.1	\$163.6
Client brokerage assets	105.9	100.2	84.2
Debit card purchase volumes	69.5	65.9	67.7
Mobile banking customers (MM)	15.5	15.0	13.2
Number of banking centers	5,023	5,095	5,328
Return on average allocated capital ²	24.3 %	22.9 %	18.6 %
Allocated capital ²	\$29.5	\$29.5	\$30.0

Total U.S. consumer credit card ³ (\$ in billions)	2Q14	1Q14	2Q13
Average outstandings	\$88.1	\$89.5	\$89.7
Credit card purchase volumes	53.6	48.9	51.9
New card accounts (MM)	1.13	1.03	0.96
Net charge-off ratio	3.11 %	3.25 %	4.10 %
Risk-adjusted margin	8.97	9.49	8.41

¹ FTE basis.

² Represents a non-GAAP financial measure. For important presentation information, see slide 24, and for reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

³ Total U.S. consumer credit card includes portfolios in CBB and GWIM. In 2Q14 and 1Q14, \$3.2B and \$3.3B, respectively, of the U.S. consumer credit card portfolio was included in GWIM with the remaining in CBB.

- Net income of \$1.8B, up 7% from 1Q14 and 29% from 2Q13
- Revenue was relatively flat vs. both comparative periods, as lower NII was partially offset by higher service charges
- Provision for credit losses declined vs. both 1Q14 and 2Q13, driven by continued improvement in credit quality
- Expenses down 4% from 2Q13 and up slightly vs. 1Q14
- Customer activity highlights:
 - Organic average deposit growth of \$10.7B from 1Q14 and \$24.5B from 2Q13
 - Rate paid on deposits declined to 6bps in 2Q14
 - Client brokerage assets increased to \$106B in 2Q14, driven by improved market valuation and account flows
 - Mobile banking users reached 15.5MM; 10% of deposit transactions completed through mobile devices
 - Banking centers reduced to 5,023, down 72 from 1Q14
 - Issued over 1.1MM new total U.S. consumer credit cards, 65% to existing customers
 - Average total U.S. consumer credit card ³ balances decreased from 1Q14 due to seasonality; ending balances up \$1.3B

Consumer Real Estate Services (CRES)¹

\$ in millions	2Q14	Inc/(Dec)	
		1Q14	2Q13
Net interest income ²	\$697	(\$4)	(\$2)
Noninterest income	693	202	(723)
Total revenue, net of interest expense ²	1,390	198	(725)
Provision for credit losses	(20)	(45)	(311)
Noninterest expense, excluding litigation ³	2,094	(196)	(1,070)
Litigation expense	3,808	(2,031)	3,589
Income tax expense (benefit) ²	(1,690)	245	(1,061)
Net loss	(\$2,802)	\$2,225	(\$1,872)

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Average loans and leases	\$88.3	\$88.9	\$90.1
Total home loan originations ⁴ :			
First mortgage	11.1	8.9	25.3
Home equity	2.6	2.0	1.5
Core production revenue ⁵	0.3	0.3	0.9
Servicing income	0.4	0.4	0.7
First lien servicing portfolio (# loans in MM)	4.1	4.2	5.3
MSR, end of period (EOP)	4.1	4.6	5.8
Capitalized MSR (bps)	82	87	77
Serviced for investors (EOP, in trillions)	0.5	0.5	0.8
LAS expense (excluding litigation) ³	1.4	1.6	2.3
60+ days delinquent first lien loans ('000's)	263	277	492
LAS employees ('000's) ⁶	22.3	26.2	37.9

¹ CRES includes Home Loans and Legacy Assets & Servicing.

² FTE basis.

³ Represents a non-GAAP financial measure. CRES noninterest expense was \$5.9B, \$8.1B and \$3.4B in 2Q14, 1Q14 and 2Q13, respectively. CRES litigation expense was \$3.8B, \$5.8B and \$219MM for 2Q14, 1Q14 and 2Q13, respectively. LAS noninterest expense was \$5.2B, \$7.4B and \$2.5B in 2Q14, 1Q14 and 2Q13, respectively. LAS litigation expense was \$3.8B, \$5.8B and \$215MM for 2Q14, 1Q14 and 2Q13, respectively.

⁴ Home loan originations include loan production in CRES with the remaining first mortgage and home equity loan production primarily in GWIM.

⁵ Core production revenue excludes representations and warranties provision.

⁶ Includes other FTEs supporting LAS (contractors and offshore).

- 2Q14 net loss of \$2.8B decreased \$2.2B from 1Q14, driven primarily by lower litigation expense
- Total first-lien retail mortgage originations⁴ increased 25% from 1Q14 to \$11.1B
 - Origination pipeline at the end of 2Q14 was up 15% vs. 1Q14
- Core production revenue increased \$45MM from 1Q14 and reflects improved volumes
- Servicing income was relatively flat vs. 1Q14, as lower servicing fees were offset by improved net MSR hedge results
- Representations and warranties provision of \$87MM declined \$91MM from 1Q14
- Provision for credit losses improved \$45MM from 1Q14, driven by continued portfolio improvements
- LAS expense, excluding litigation³, declined to \$1.4B from \$1.6B in 1Q14
 - 60+ days delinquent loans serviced dropped 14k from 1Q14 to 263k in 2Q14
- Total staffing declined 14% from 1Q14, due primarily to continued reductions in LAS, as well as actions taken in sales and fulfillment as refinance demand slowed

Global Wealth & Investment Management (GWIM)

\$ in millions	Inc/(Dec)		
	2Q14	1Q14	2Q13
Net interest income ¹	\$1,485	\$0	(\$20)
Noninterest income	3,104	42	110
Total revenue, net of interest expense ¹	4,589	42	90
Provision for credit losses	(8)	(31)	7
Noninterest expense	3,447	88	177
Income tax expense ¹	426	(10)	(59)
Net income	\$724	(\$5)	(\$35)

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Long-term AUM flows	\$11.9	\$17.4	\$7.7
Liquidity AUM flows	0.1	(2.4)	(0.7)
Financial Advisors (in thousands) ²	15.6	15.3	15.8
Financial Advisor Productivity (\$ in MM) ³	\$1.06	\$1.06	\$1.01
Wealth Advisors (in thousands) ²	16.7	16.5	17.0
Pre-tax margin	25.1 %	25.6 %	27.6 %
Return on average allocated capital ⁴	24.3	24.7	30.6
Allocated capital ⁴	\$12.0	\$12.0	\$10.0

¹ FTE basis.

² Includes Financial Advisors in CBB of 1,716, 1,598 and 1,587 at 2Q14, 1Q14 and 2Q13, respectively.

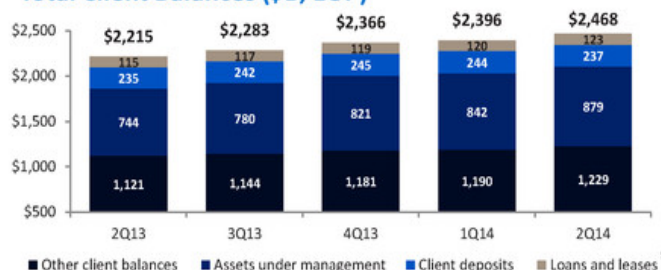
³ Financial Advisor Productivity is defined as annualized Merrill Lynch Global Wealth Management total revenue divided by the total number of Financial Advisors (excluding Financial Advisors in CBB). Total revenue excludes corporate allocation of net interest income related to certain ALM activities.

⁴ Represents a non-GAAP financial measure. For important presentation information, see slide 24, and for reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

⁵ Includes margin receivables which are classified in customer and other receivables on the Consolidated Balance Sheet.

- Solid 2Q14 results included record revenue of \$4.6B
- Net income was \$0.7B, and pre-tax margin was 25.1%
- Record asset management fees drove noninterest income higher, despite lower transactional activity
- Noninterest expense increased from 2Q13, reflecting higher revenue-related incentive compensation, other volume-related expenses and additional investments in technology and other areas to support business growth
 - Increase versus 1Q14 driven by higher revenue-related incentive compensation, litigation-related costs and marketing
- Client balances grew to nearly \$2.5T, driven by improved market valuation and net inflows
 - Long-term AUM flows of \$11.9B, positive for the 20th consecutive quarter
 - Record period-end loans of \$123B, up 3% from 1Q14

Total Client Balances (\$B, EOP)



Global Banking

\$ in millions	2Q14	Inc/(Dec)	
		1Q14	2Q13
Net interest income ¹	\$2,239	(\$63)	(\$13)
Noninterest income	1,940	(27)	54
Total revenue, net of interest expense ¹	4,179	(90)	41
Provision for credit losses	132	(133)	(31)
Noninterest expense	1,899	(129)	50
Income tax expense ¹	795	55	(34)
Net income	\$1,353	\$117	\$56

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Average loans and leases	\$271.4	\$271.5	\$255.7
Average deposits	258.9	256.4	226.9
Business Lending revenue	1.8	1.9	1.9
Global Transaction Services revenue	1.5	1.5	1.4
Return on average allocated capital ²	17.5 %	16.2 %	22.6 %
Allocated capital ²	\$31.0	\$31.0	\$23.0
Net charge-off ratio	(0.04) %	(0.03) %	0.12 %
Reservable criticized	\$9.5	\$9.5	\$10.6
Nonperforming assets	0.7	0.7	1.1

Corporation-wide IB Fees (\$ in millions)	2Q14	1Q14	2Q13
Advisory	\$265	\$286	\$262
Debt	891	1,025	987
Equity	514	313	356
Gross IB fees (incl. self-led)	1,670	1,624	1,605
Self-led	(39)	(82)	(49)
Net IB fees (excl. self-led)	\$1,631	\$1,542	\$1,556

- Net income of \$1.4B, up 9% from 1Q14 and 4% from 2Q13
- Maintained leadership position with \$1.6B in corporation-wide investment banking fees (excluding self-led deals)
 - Record equity underwriting fees, up 44% from 2Q13
 - Ranked #2 globally in IB fees with 6.7% market share ³
- Provision for credit losses declined \$133MM from 1Q14
- Noninterest expense decreased \$129MM vs. 1Q14, due to lower incentive compensation and business support expenses, and increased \$50MM from 2Q13 driven primarily by higher litigation expense
- Average loans and leases of \$271.4B, up \$15.7B, or 6%, from 2Q13, due to growth in Commercial & Industrial, Commercial Real Estate and Leasing
 - Flat relative to 1Q14 due to reductions in commercial real estate and certain large paydowns
- Average deposits increased 14% from 2Q13 and 1% from 1Q14, benefitting from increased customer liquidity
- Return on average allocated capital increased to 17.5% from 16.2% in 1Q14

¹ FTE basis.

² Represents a non-GAAP financial measure. For important presentation information, see slide 24, and for reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

³ Ranking per Dealogic as of July 1, 2014.

Global Markets

\$ in millions	2Q14	Inc/(Dec)	
		1Q14	2Q13
Net interest income ¹	\$952	(\$45)	(\$57)
Noninterest income	3,631	(384)	446
Total revenue, net of interest expense ^{1,2}	4,583	(429)	389
Provision for credit losses	19	0	35
Noninterest expense	2,862	(215)	92
Income tax expense ¹	601	(7)	123
Net income	\$1,101	(\$207)	\$139

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Average trading-related assets	\$459.9	\$437.1	\$491.0
Average loans and leases	63.6	63.7	56.4
IB fees	0.8	0.7	0.7
Sales and trading revenue	3.5	4.2	3.5
Sales and trading revenue (excl. net DVA) ³	3.4	4.1	3.4
FICC (excl. net DVA) ⁴	2.4	2.9	2.3
Equities (excl. net DVA) ⁴	1.0	1.2	1.2
Average VaR (\$ in MM) ⁵	51	71	69
Return on average allocated capital ⁶	13.0 %	15.6 %	12.9 %
Allocated capital ⁶	\$34.0	\$34.0	\$30.0

¹ FTE basis.

² In addition to sales and trading revenue, Global Markets shares with Global Banking in certain deal economics from investment banking and loan origination activities.

³ Represents a non-GAAP financial measure. During 1Q14, the management of structured liabilities and the associated DVA were moved into Global Markets from All Other to better align the performance risk of these instruments. As such, net DVA represents the combined total of net DVA on derivatives and structured liabilities. Prior periods have been reclassified to conform to current period presentation. Net DVA results were gains of \$69MM, \$112MM and \$49MM for 2Q14, 1Q14 and 2Q13, respectively.

⁴ For this presentation, sales and trading revenue excludes net DVA gains (losses), which represents a non-GAAP financial measure. Net DVA included in FICC revenue was gains (losses) of \$56MM, \$80MM and (\$37)MM for 2Q14, 1Q14 and 2Q13, respectively. Net DVA included in equities revenue was gains of \$13MM, \$32MM and \$86MM for 2Q14, 1Q14 and 2Q13, respectively.

⁵ 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 \$27MM, \$37MM and \$40MM for 2Q14, 1Q14 and 2Q13, respectively.

⁶ Represents a non-GAAP financial measure. For important presentation information, see slide 24, and for reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

- Net income of \$1.1B increased 14% vs. 2Q13
- Revenue increased \$389MM, or 9%, from 2Q13, driven by higher equity investment gains (not included in sales and trading) and increased investment banking fees
- Excluding net DVA ^{3,4}, sales and trading revenue of \$3.4B was relatively flat vs. 2Q13 and decreased \$697MM, or 17%, vs. 1Q14
 - FICC revenue increased \$117MM, or 5%, vs. 2Q13, driven by improved conditions in mortgages and munis, partially offset by a decline in FX and commodities
 - 2Q14 revenues decreased \$576MM, or 20%, vs. 1Q14, following a seasonally stronger first quarter
 - Equities revenue decreased \$162MM, or 14%, vs. 2Q13 and \$121MM, or 11%, vs. 1Q14 as low volatility depressed secondary market volumes and client activity
- Noninterest expense declined \$215MM from 1Q14; up \$92MM from 2Q13 driven by investments in technology and staff support

All Other ¹

\$ in millions	2Q14	Inc/(Dec)	
		1Q14	2Q13
Net interest income ²	(\$76)	\$74	(\$348)
Noninterest income	(78)	(537)	(375)
Total revenue, net of interest expense ²	(154)	(463)	(723)
Provision for credit losses	(246)	(111)	(67)
Noninterest expense	431	(1,251)	(131)
Income tax expense (benefit) ²	(466)	584	(119)
Net income	\$127	\$315	(\$406)

Key Indicators (\$ in billions)	2Q14	1Q14	2Q13
Average loans and leases	\$210.6	\$217.4	\$238.9
Average deposits	35.9	34.4	34.0
Book value of Global Principal Investments	1.1	1.3	2.2
Total BAC equity investment exposure	11.5	12.0	14.3

- Net income improvement from 1Q14 driven by the absence of the 1Q14 annual retirement-eligible incentive compensation costs and improvement in provision for credit losses, partially offset by lower equity investment gains

- Revenue was impacted by the following selected items:

\$ in millions	2Q14	1Q14	2Q13
Equity investment income	\$56	\$674	\$576
Gains on sales of debt securities	382	357	452
U.K. payment protection insurance provision ³	(43)	(141)	(29)

- Provision improved from 1Q14, primarily driven by \$0.2B of recoveries on bulk sales of nonperforming loans
- Noninterest expense decreased from 1Q14, driven by the absence of the 1Q14 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 the whole-loan residential mortgage portfolio and investment 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. The results of certain ALM activities are allocated to our business segments. Equity investments include Global Principal Investments and certain other investments. Additionally, All Other includes certain residential mortgage loans that are managed by LAS. During 1Q14, the management of structured liabilities and the associated DVA (previously referred to as fair value adjustments on structured liabilities) were moved into Global Markets from All Other to better align the performance risk of these instruments. Prior periods have been reclassified to conform to current period presentation.

² FTE basis.

³ In the U.K., we previously sold payment protection insurance through our international card services business to credit card and consumer loan customers.

Key Takeaways

- Business performance showed good progress
 - Solid client activity across all segments
 - Global Banking, Global Markets and Global Wealth & Investment Management grew revenue from 2Q13
 - Consumer and Business Banking improved earnings 29% from 2Q13
 - Legacy Assets and Servicing reduced delinquent loans and associated costs
- Continued progress on legacy issues
 - Completed a definitive agreement with AIG
 - Resolves all outstanding RMBS litigation with AIG
 - AIG agreed to withdraw its objection to the Bank of New York Mellon PLS settlement (Article 77 Proceeding)
 - Increased reserves for previously disclosed legacy mortgage-related matters
- Further strengthened capital and liquidity levels
- Lowered costs to drive improved efficiency
- Asset quality improved to decade lows



Appendix

Results by Business Segment

\$ in millions	2Q14						
	Total Corporation	CBB	CRES	GWIM	Global Banking	Global Markets	All Other
Net interest income ^{1,2}	\$10,226	\$4,929	\$697	\$1,485	\$2,239	\$952	(\$76)
Card income	1,441	1,166	-	46	102	39	88
Service charges	1,866	1,091	-	19	680	76	-
Investment and brokerage services	3,291	62	-	2,642	36	540	11
Investment banking income (loss)	1,631	2	(1)	75	834	760	(39)
Equity investment income	357	41	-	1	-	259	56
Trading account profits (losses)	1,832	(1)	3	45	34	1,768	(17)
Mortgage banking income (loss)	527	-	606	1	-	-	(80)
Gains (losses) on sales of debt securities	382	-	7	-	-	(7)	382
Other income (loss)	407	83	78	275	254	196	(479)
Total noninterest income	11,734	2,444	693	3,104	1,940	3,631	(78)
Total revenue, net of interest expense ^{1,2}	21,960	7,373	1,390	4,589	4,179	4,583	(154)
Total noninterest expense	18,541	4,000	5,902	3,447	1,899	2,862	431
Pre-tax, pre-provision earnings (loss) ^{1,2}	3,419	3,373	(4,512)	1,142	2,280	1,721	(585)
Provision for credit losses	411	534	(20)	(8)	132	19	(246)
Income (loss) before income taxes ^{1,2}	3,008	2,839	(4,492)	1,150	2,148	1,702	(339)
Income tax expense (benefit) ^{1,2}	717	1,051	(1,690)	426	795	601	(466)
Net income (loss)	\$2,291	\$1,788	(\$2,802)	\$724	\$1,353	\$1,101	\$127

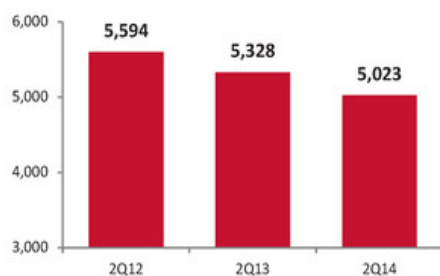
¹ FTE basis. FTE basis for the total Corporation and pre-tax, pre-provision earnings are non-GAAP financial measures.

² For reconciliations to GAAP financial measures, see the accompanying reconciliations in the earnings press release and other earnings-related information.

Business Metrics Reflect Progress

Consumer Metrics

Banking Centers



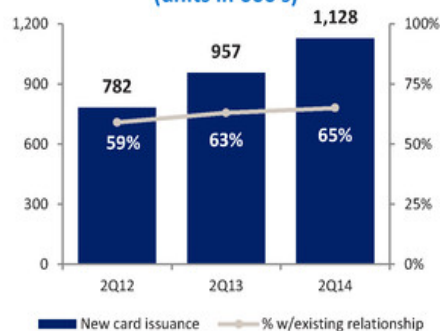
Mobile Banking Active Accounts (units in MM) ¹



Avg. Consumer and Business Banking Deposits (\$B) and Rate Paid (bps)



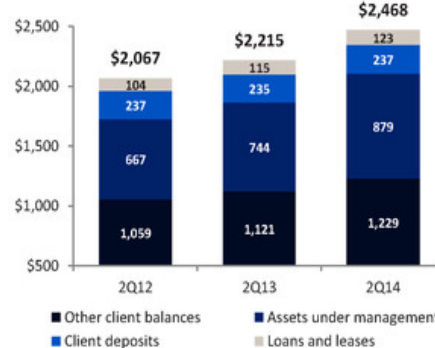
Total U.S. Consumer New Card Issuance (units in 000's)



Merrill Edge Brokerage Assets (\$B)



GWIM Client Balances (\$B) ²



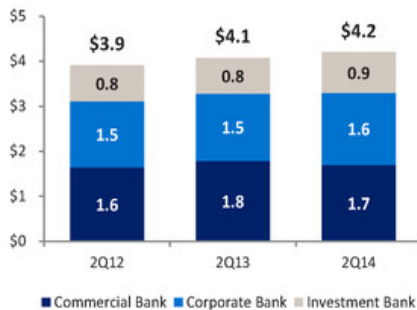
¹ Mobile check deposits capability launched in mid-2012.

² Loans and leases include margin receivables which are classified in customer and other receivables on the Consolidated Balance Sheet.

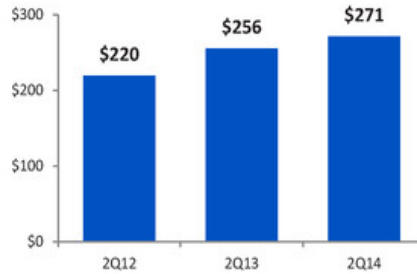
Business Metrics Reflect Progress

Banking and Markets Metrics

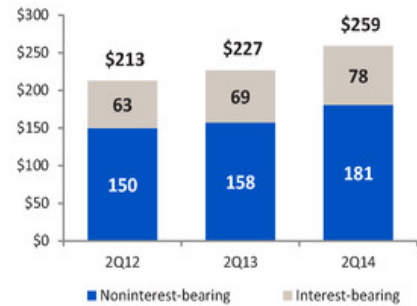
Global Banking Revenue (\$B) ¹



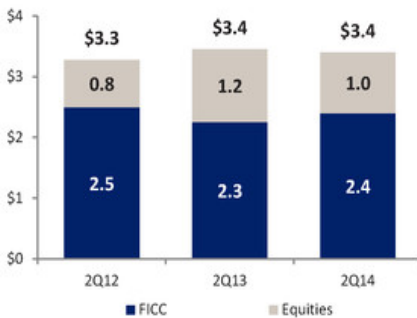
Avg. Global Banking Loans (\$B)



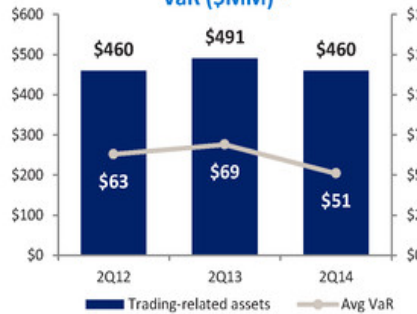
Avg. Global Banking Deposits (\$B)



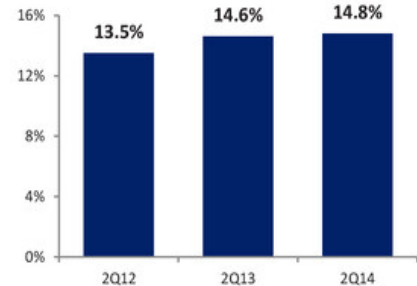
Sales & Trading Revenue (excl. DVA) (\$B) ²



Avg. Trading-related Assets (\$B) and VaR (\$MM) ³



Market Share in U.S. Cash Equities ⁴



¹ FTE basis. Represents a non-GAAP financial measure.

² Represents a non-GAAP financial measure. During 1Q14, the management of structured liabilities and the associated DVA were moved into Global Markets from All Other to better align the performance risk of these instruments. As such, net DVA represents the combined total of net DVA on derivatives and structured liabilities. Prior periods have been reclassified to conform to current period presentation. Net DVA results were gains (losses) of \$69MM, \$49MM and (\$220)MM for 2Q14, 2Q13 and 2Q12, respectively. Amounts may not total due to rounding.

³ VaR model uses historical simulation approach based on three years of historical data and an expected shortfall methodology equivalent to a 99% confidence level.

⁴ Source: Bloomberg and based on share of S&P 500.

Representations and Warranties Exposure ¹

New Claim Trends (UPB)						
\$ in millions	2Q13	3Q13	4Q13	1Q14	2Q14	Mix ²
Pre 2005	\$30	\$48	\$42	\$96	\$24	2 %
2005	37	207	278	74	72	7
2006	430	826	1,614	973	351	42
2007	561	303	1,826	50	1,948	45
2008	39	112	30	11	4	2
Post 2008	74	60	38	48	39	2
New Claims	\$1,171	\$1,556	\$3,828	\$1,252	\$2,438	
% GSEs	40 %	32 %	10 %	12 %	4 %	
Rescinded claims	\$409	\$412	\$471	\$162	\$255	
Approved repurchases	351	269	270	177	240	

Outstanding Claims by Counterparty (UPB)					
\$ in millions	2Q13	3Q13	4Q13	1Q14	2Q14
GSEs	\$1,035	\$998	\$170	\$124	\$76
Private	13,826	14,649	17,953	18,604	20,551
Monolines	1,535	1,533	1,532	1,536	1,085
Total	\$16,396	\$17,180	\$19,655	\$20,264	\$21,712

2Q14, 1Q14 and 4Q13 include new claims of \$1.9B, \$0.9B and \$2.7B submitted without individual loan file reviews

2Q14 includes outstanding claims of \$6.8B submitted without individual loan file reviews

Reserves Established (Balances Shown for 2004-2008 Originations) (\$B)					
Counterparty	Original Balance	Outstanding Balance	Have Paid	Reserves Established ^{3,4}	Commentary ^{3,5}
GSE - Whole loans	\$1,118	\$215			FHLMC and FNMA Agreements
Second-lien monoline	81	10			Completed agreements with Assured, Syncora, MBIA and FGIC
Whole loans sold	55	10			Reserves established
Private label (CFC issued)	409	102			BNY Mellon settlement received court approval and pending appeal
Private label (non CFC bank issued)	244	42			Reserves established; Included in RPL
Private label (3rd party issued)	176	43			Reserves established; Included in RPL
	\$2,083	\$422	\$25.2	\$12.1	

¹ Exposures identified above relate only to repurchase claims associated with purported representations and warranties breaches. They do not include any exposures associated with related litigation matters; separate foreclosure costs and related costs and assessments; or possible losses related to potential claims for breaches of performance of servicing obligations, potential securities law or fraud claims, potential indemnity or other claims against us, including claims related to loans guaranteed by the FHA. If adverse to us, the aforementioned items could have a material adverse effect on our financial results in future periods.

² Mix for new claim trends is calculated based on last four quarters.

³ 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.

⁴ Does not include litigation reserves established. In addition, the company currently estimates the RPL could be up to \$4B over accruals at June 30, 2014, unchanged from March 31, 2014. The remaining RPL covers principally non-GSE exposures.

⁵ Refer to pages 54-57 of the Corporation's 2013 Annual Report on Form 10-K on file with the SEC for additional disclosures.

Home Loans Asset Quality Key Indicators

\$ in millions	Residential Mortgage ¹				Home Equity ¹			
	2Q14		1Q14		2Q14		1Q14	
	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	\$237,136	\$138,751	\$242,977	\$141,428	\$89,499	\$83,432	\$91,476	\$85,141
Loans average	241,432	141,735	245,562	143,336	90,568	84,375	92,592	86,160
Net charge-offs ²	(\$35)	(\$35)	\$127	\$127	\$239	\$239	\$302	\$302
% of average loans	(0.06) %	(0.10) %	0.21 %	0.36 %	1.06 %	1.14 %	1.32 %	1.42 %
Allowance for loan losses	\$3,214	\$2,195	\$3,502	\$2,337	\$3,694	\$2,877	\$4,054	\$3,117
% of loans	1.36 %	1.58 %	1.44 %	1.65 %	4.13 %	3.45 %	4.43 %	3.66 %
Average refreshed (C)LTV ³		66		66		71		70
90%+ refreshed (C)LTV ³		15 %		15 %		26 %		26 %
Average refreshed FICO		735		732		746		745
% below 620 FICO		9 %		10 %		7 %		7 %

¹ Excludes FVO loans.

² Excludes write-offs of PCI loans of \$70MM and \$281MM related to residential mortgage and \$90MM and \$110MM related to home equity for 2Q14 and 1Q14. Net charge-off ratios including the PCI write-offs for residential mortgage were 0.06% and 0.67%, and for home equity were 1.46% and 1.81% for 2Q14 and 1Q14.

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, 2}

\$ in millions	June 30	March 31
Regulatory Capital – Basel 3 transition to fully phased-in	2014	2014
Common equity tier 1 capital (transition)	\$153,582	\$150,922
Adjustments and deductions recognized in Tier 1 capital during transition	(10,547)	(11,302)
Other adjustments and deductions phased in during transition	(5,852)	(9,474)
Common equity tier 1 capital (fully phased-in)	\$137,183	\$130,146
Risk-weighted Assets – As reported to Basel 3 (fully phased-in)	June 30	March 31
	2014	2014
As reported risk-weighted assets	\$1,282,720	\$1,282,117
Change in risk-weighted assets from reported to fully phased-in	154,240	165,332
Base 3 Standardized approach risk-weighted assets (fully phased-in)	1,436,960	1,447,449
Change in risk-weighted assets for advanced models	(49,464)	(86,234)
Base 3 Advanced approaches risk-weighted assets (fully phased-in)	\$1,387,496	\$ 1,361,215
Regulatory Capital Ratios	June 30	March 31
	2014	2014
Base 3 Standardized approach common equity tier 1 (transition)	12.0 %	11.8 %
Base 3 Standardized approach common equity tier 1 (fully phased-in)	9.5	9.0
Base 3 Advanced approaches common equity tier 1 (fully phased-in)	9.9	9.6

¹ Regulatory capital ratios are preliminary. For important presentation information, see slide 24.

² On January 1, 2014, the Basel 3 rules became effective, subject to transition provisions primarily related to regulatory deductions and adjustments impacting CET1 capital and Tier 1 capital.

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.” The forward-looking statements made in this presentation 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 matters. These statements are not guarantees of future results or performance and involve certain 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 2013 Annual Report on Form 10-K, and in any of Bank of America’s subsequent Securities and Exchange Commission filings: the potential negative impacts of the Company’s prior adjustment to its regulatory capital ratios, including without limitation the results of the Federal Reserve’s review of the resubmitted Comprehensive Capital Analysis and Review, or the revised capital actions that have been resubmitted to the Federal Reserve; the Company’s ability to resolve representations and warranties repurchase claims made by monolines and private-label and other investors, including as a result of any adverse court rulings, and the chance that the Company could face related servicing, securities, fraud, indemnity or other claims from one or more counterparties, including monolines or private-label and other investors; the possibility that final court approval of negotiated settlements is not obtained; the possibility that the court decision with respect to the BNY Mellon Settlement is overturned on appeal in whole or in part; potential claims, damages, penalties and fines resulting from pending or future litigation and regulatory proceedings, including proceedings instituted by the U.S. Department of Justice, state Attorneys General and other members of the RMBS Working Group of the Financial Fraud Enforcement Task Force concerning mortgage-related matters; 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; 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; the possibility that future claims, damages, penalties and fines may occur in excess of the Company’s recorded liability and estimated range of possible losses for litigation exposures; 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; uncertainties related to the timing and pace of Federal Reserve tapering of quantitative easing, and the impact on global interest rates, currency exchange rates, and economic conditions in a number of countries; the possibility of future inquiries or investigations regarding pending or completed foreclosure activities; the possibility that unexpected foreclosure delays could impact the rate of decline of default-related servicing costs; uncertainty regarding timing and the potential impact of regulatory capital and liquidity requirements (including Basel 3); the negative impact of the Dodd-Frank Wall Street Reform and Consumer Protection Act on the Company’s businesses and earnings, including as a result of additional regulatory interpretation and rulemaking and the success of the Company’s actions to mitigate such impacts; the potential impact of implementing and conforming to the Volcker Rule; the potential impact of future derivative regulations; 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; reputational damage that may result from negative publicity, fines and penalties from regulatory violations and judicial proceedings; the Company’s ability to fully realize the anticipated cost savings in Legacy Assets & Servicing and the anticipated cost savings and benefits from Project New BAC, including in accordance with currently anticipated timeframes; a failure in or breach of the Company’s operational or security systems or infrastructure, or those of third parties with which we do business, including as a result of cyber attacks; the impact on the Company’s business, financial condition and results of operations of a potential higher interest rate environment; 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, assuming all relevant regulatory model approvals, except for the potential reduction to risk-weighted assets resulting from removal of the Comprehensive Risk Measure surcharge. These estimates will evolve over time as the Company's businesses change and as a result of further rulemaking or clarification by U.S. regulatory agencies. The Basel 3 rules require approval by banking regulators of certain models used as part of risk-weighted asset calculations. If these models are not approved, the Company's capital ratio would likely be adversely impacted, which in some cases could be significant. The Company continues to evaluate the potential impact of proposed rules and anticipates it will be in compliance with any final rules by the proposed effective dates.
- 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, 2014 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 part of this process, in the first quarter of 2014, the Company adjusted the amount of capital being allocated to its business segments. This change resulted in a reduction of the unallocated capital, which is reflected in All Other, and an aggregate increase to the amount of capital being allocated to the business segments. Prior periods were not restated.

Bank of America



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



Supplemental Information Second Quarter 2014

This information 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 pages. Bank of America does not undertake an obligation to, and disclaims any duty to, update any of the information provided. Any forward-looking statements in this information are subject to the forward-looking language contained in Bank of America's reports filed with the SEC pursuant to the Securities Exchange Act of 1934, which are available at the SEC's website (www.sec.gov) or at Bank of America's website (www.bankofamerica.com). Bank of America's future financial performance is subject to risks and uncertainties as described in its SEC filings.

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Bank of America Corporation and Subsidiaries

Consolidated Financial Highlights

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

Dollars in millions, except per share information, shares in thousands

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Income statement							
Net interest income	\$ 20,098	\$ 21,213	\$ 10,013	\$ 10,085	\$ 10,786	\$ 10,266	\$ 10,549
Noninterest income	24,215	24,711	11,734	12,481	10,702	11,264	12,178
Total revenue, net of interest expense	44,313	45,924	21,747	22,566	21,488	21,530	22,727
Provision for credit losses	1,420	2,924	411	1,009	336	296	1,211
Noninterest expense	40,779	35,518	18,541	22,238	17,307	16,389	16,018
Income tax expense (benefit)	99	1,987	504	(405)	406	2,348	1,486
Net income (loss)	2,015	5,495	2,291	(276)	3,439	2,497	4,012
Preferred stock dividends	494	814	256	238	256	279	441
Net income (loss) applicable to common shareholders	1,521	4,681	2,035	(514)	3,183	2,218	3,571
Diluted earnings (loss) per common share ⁽¹⁾	0.14	0.42	0.19	(0.05)	0.29	0.20	0.32
Average diluted common shares issued and outstanding ⁽¹⁾	10,599,641	11,549,693	11,265,123	10,560,518	11,404,438	11,482,226	11,524,510
Dividends paid per common share	\$ 0.02	\$ 0.02	\$ 0.01	\$ 0.01	\$ 0.01	\$ 0.01	\$ 0.01
Performance ratios							
Return on average assets	0.19 %	0.50 %	0.42 %	n/m	0.64 %	0.47 %	0.74 %
Return on average common shareholders' equity	1.38	4.32	3.68	n/m	5.74	4.06	6.55
Return on average tangible common shareholders' equity ⁽²⁾	2.05	6.53	5.47	n/m	8.61	6.15	9.88
Return on average tangible shareholders' equity ⁽²⁾	2.49	6.84	5.64	n/m	8.53	6.32	9.98
At period end							
Book value per share of common stock	\$ 21.16	\$ 20.18	\$ 21.16	\$ 20.75	\$ 20.71	\$ 20.50	\$ 20.18
Tangible book value per share of common stock ⁽²⁾	14.24	13.32	14.24	13.81	13.79	13.62	13.32
Market price per share of common stock:							
Closing price	\$ 15.37	\$ 12.86	\$ 15.37	\$ 17.20	\$ 15.57	\$ 13.80	\$ 12.86
High closing price for the period	17.92	13.83	17.34	17.92	15.88	14.95	13.83
Low closing price for the period	14.51	11.03	14.51	16.10	13.69	12.83	11.44
Market capitalization	161,628	138,156	161,628	181,117	164,914	147,429	138,156
Number of banking centers - U.S.							
	5,023	5,328	5,023	5,095	5,151	5,243	5,328
Number of branded ATMs - U.S.							
	15,976	16,354	15,976	16,214	16,259	16,201	16,354
Full-time equivalent employees							
	233,201	257,158	233,201	238,560	242,117	247,943	257,158

⁽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 first quarter of 2014 because of the net loss.

⁽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 48-51.)

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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income	\$ 20,512	\$ 21,646	\$ 10,226	\$ 10,286	\$ 10,999	\$ 10,479	\$ 10,771
Total revenue, net of interest expense	44,727	46,357	21,960	22,767	21,701	21,743	22,949
Net interest yield ⁽²⁾	2.26 %	2.36 %	2.22 %	2.29 %	2.44 %	2.33 %	2.35 %
Efficiency ratio	91.17	76.62	84.43	97.68	79.75	75.38	69.80

⁽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 48-51.)

⁽²⁾ Beginning in the first quarter of 2014, interest-bearing deposits placed with the Federal Reserve and certain non-U.S. central banks are included in earning assets. Prior period yields have been reclassified to conform to current period presentation.

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

This information is preliminary and based on company data available at the time of the presentation.

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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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Interest income							
Loans and leases	\$ 17,395	\$ 18,238	\$ 8,635	\$ 8,760	\$ 9,086	\$ 9,146	\$ 9,060
Debt securities	4,121	5,097	2,124	1,997	2,447	2,205	2,548
Federal funds sold and securities borrowed or purchased under agreements to resell	562	634	297	265	304	291	319
Trading account assets	2,352	2,518	1,175	1,177	1,139	1,049	1,181
Other interest income	1,446	1,439	710	736	736	691	717
Total interest income	25,876	27,926	12,941	12,935	13,712	13,382	13,825
Interest expense							
Deposits	573	748	282	291	314	334	366
Short-term borrowings	1,372	1,558	763	609	682	683	809
Trading account liabilities	833	899	398	435	364	375	427
Long-term debt	3,000	3,508	1,485	1,515	1,566	1,724	1,674
Total interest expense	5,778	6,713	2,928	2,850	2,926	3,116	3,276
Net interest income	20,098	21,213	10,013	10,085	10,786	10,266	10,549
Noninterest income							
Card income	2,834	2,879	1,441	1,393	1,503	1,444	1,469
Service charges	3,692	3,636	1,866	1,826	1,870	1,884	1,837
Investment and brokerage services	6,560	6,170	3,291	3,269	3,117	2,995	3,143
Investment banking income	3,173	3,091	1,631	1,542	1,738	1,297	1,556
Equity investment income	1,141	1,243	357	784	474	1,184	680
Trading account profits	4,299	4,927	1,832	2,467	863	1,266	1,938
Mortgage banking income	939	2,441	527	412	848	585	1,178
Gains on sales of debt securities	759	525	382	377	390	356	457
Other income (loss)	818	(201)	407	411	(101)	253	(80)
Total noninterest income	24,215	24,711	11,734	12,481	10,702	11,264	12,178
Total revenue, net of interest expense	44,313	45,924	21,747	22,566	21,488	21,530	22,727
Provision for credit losses							
	1,420	2,924	411	1,009	336	296	1,211
Noninterest expense							
Personnel	18,055	18,422	8,306	9,749	7,987	8,310	8,531
Occupancy	2,194	2,263	1,079	1,115	1,116	1,096	1,109
Equipment	1,080	1,082	534	546	526	538	532
Marketing	892	866	450	442	457	511	437
Professional fees	1,184	1,343	626	558	839	702	694
Amortization of intangibles	474	550	235	239	266	270	274
Data processing	1,594	1,591	761	833	800	779	779
Telecommunications	694	820	324	370	376	397	411
Other general operating	14,612	8,581	6,226	8,386	4,940	3,786	3,251
Total noninterest expense	40,779	35,518	18,541	22,238	17,307	16,389	16,018
Income (loss) before income taxes	2,114	7,482	2,795	(681)	3,845	4,845	5,498
Income tax expense (benefit)	99	1,987	504	(405)	406	2,348	1,486
Net income (loss)	\$ 2,015	\$ 5,495	\$ 2,291	\$ (276)	\$ 3,439	\$ 2,497	\$ 4,012
Preferred stock dividends	494	814	256	238	256	279	441
Net income (loss) applicable to common shareholders	\$ 1,521	\$ 4,681	\$ 2,035	\$ (514)	\$ 3,183	\$ 2,218	\$ 3,571
Per common share information							
Earnings (loss)	\$ 0.14	\$ 0.43	\$ 0.19	\$ (0.05)	\$ 0.30	\$ 0.21	\$ 0.33
Diluted earnings (loss) (1)	0.14	0.42	0.19	(0.05)	0.29	0.20	0.32
Dividends paid	0.02	0.02	0.01	0.01	0.01	0.01	0.01
Average common shares issued and outstanding	10,539,769	10,787,357	10,519,359	10,560,518	10,633,030	10,718,918	10,775,867
Average diluted common shares issued and outstanding (1)	10,599,641	11,549,693	11,265,123	10,560,518	11,404,438	11,482,226	11,524,510

(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 first quarter of 2014 because of the net loss.

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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net income (loss)	\$ 2,015	\$ 5,495	\$ 2,291	\$ (276)	\$ 3,439	\$ 2,497	\$ 4,012
Other comprehensive income (loss), net-of-tax:							
Net change in available-for-sale debt and marketable equity securities	3,594	(5,139)	2,305	1,289	(2,396)	(631)	(4,233)
Net change in derivatives	215	185	7	208	227	180	13
Employee benefit plan adjustments	56	133	7	49	536	1,380	48
Net change in foreign currency translation adjustments	(119)	(91)	7	(126)	(1)	(43)	(49)
Other comprehensive income (loss)	3,746	(4,912)	2,326	1,420	(1,634)	886	(4,221)
Comprehensive income (loss)	\$ 5,761	\$ 583	\$ 4,617	\$ 1,144	\$ 1,805	\$ 3,383	\$ (209)

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Consolidated Balance Sheet

(Dollars in millions)

	June 30 2014	March 31 2014	June 30 2013
Assets			
Cash and due from banks	\$ 31,969	\$ 31,099	\$ 38,811
Interest-bearing deposits with the Federal Reserve and non-U.S. central banks	120,930	120,546	60,017
Cash and cash equivalents	152,899	151,645	98,828
Time deposits placed and other short-term investments	8,646	12,793	12,916
Federal funds sold and securities borrowed or purchased under agreements to resell	229,449	215,299	224,168
Trading account assets	196,952	195,949	191,234
Derivative assets	47,892	45,302	56,772
Debt securities:			
Carried at fair value	292,861	285,576	281,481
Held-to-maturity, at cost	60,022	55,120	54,922
Total debt securities	352,883	340,696	336,403
Loans and leases	911,899	916,217	921,570
Allowance for loan and lease losses	(15,811)	(16,618)	(21,235)
Loans and leases, net of allowance	896,088	899,599	900,335
Premises and equipment, net	10,145	10,351	10,836
Mortgage servicing rights	4,368	4,765	5,839
Goodwill	69,810	69,842	69,930
Intangible assets	5,099	5,337	6,104
Loans held-for-sale	9,200	12,317	14,549
Customer and other receivables	65,475	64,135	67,526
Other assets	121,651	121,821	127,880
Total assets	\$ 2,170,557	\$ 2,149,851	\$ 2,123,320
Assets of consolidated variable interest entities included in total assets above (isolated to settle the liabilities of the variable interest entities)			
Trading account assets	\$ 7,236	\$ 8,052	\$ 6,507
Derivative assets	25	23	173
Loans and leases	102,799	104,556	113,045
Allowance for loan and lease losses	(2,326)	(2,614)	(3,157)
Loans and leases, net of allowance	100,473	101,942	109,888
Loans held-for-sale	601	1,294	1,876
All other assets	3,946	3,970	3,927
Total assets of consolidated variable interest entities	\$ 112,281	\$ 115,281	\$ 122,371

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Consolidated Balance Sheet (continued)

(Dollars in millions)

	June 30 2014	March 31 2014	June 30 2013
Liabilities			
Deposits in U.S. offices:			
Noninterest-bearing	\$ 390,976	\$ 375,190	\$ 352,442
Interest-bearing	662,823	676,328	654,370
Deposits in non-U.S. offices:			
Noninterest-bearing	7,224	9,056	6,925
Interest-bearing	73,306	73,076	67,046
Total deposits	1,134,329	1,133,650	1,080,783
Federal funds purchased and securities loaned or sold under agreements to repurchase	217,829	203,108	232,609
Trading account liabilities	88,342	89,076	82,381
Derivative liabilities	38,647	36,911	48,532
Short-term borrowings	45,873	51,409	46,470
Accrued expenses and other liabilities (includes \$503, \$509 and \$474 of reserve for unfunded lending commitments)	151,055	149,024	139,033
Long-term debt	257,071	254,785	262,480
Total liabilities	1,933,146	1,917,963	1,892,288
Shareholders' equity			
Preferred stock, \$0.01 par value; authorized –100,000,000 shares; issued and outstanding –3,468,790, 3,407,790 and 3,445,843 shares	14,846	13,352	14,241
Common stock and additional paid-in capital, \$0.01 par value; authorized –12,800,000,000 shares; issued and outstanding – 10,515,824,628, 10,530,045,485 and 10,743,097,956 shares	153,468	153,696	157,192
Retained earnings	73,808	71,877	67,308
Accumulated other comprehensive income (loss)	(4,711)	(7,037)	(7,709)
Total shareholders' equity	237,411	231,888	231,032
Total liabilities and shareholders' equity	\$ 2,170,557	\$ 2,149,851	\$ 2,123,320
Liabilities of consolidated variable interest entities included in total liabilities above			
Short-term borrowings	\$ 927	\$ 1,176	\$ 1,421
Long-term debt	16,333	18,338	25,946
All other liabilities	93	179	390
Total liabilities of consolidated variable interest entities	\$ 17,353	\$ 19,693	\$ 27,757

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Capital Management

(Dollars in millions)

	Basel 3 Transition		Basel 1		
	June 30 2014	March 31 2014	December 31 2013	September 30 2013	June 30 2013
Risk-based capital metrics^(1, 2):					
Common equity tier 1 capital	\$ 153,582	\$ 150,922	n/a	n/a	n/a
Tier 1 common capital	n/a	n/a	\$ 141,522	\$ 139,410	\$ 136,546
Tier 1 capital	160,760	152,936	157,742	155,593	153,716
Total capital	197,000	190,124	196,567	194,585	193,779
Risk-weighted assets	1,282,720	1,282,117	1,297,593	1,289,501	1,288,207
Common equity tier 1 capital ratio	12.0 %	11.8 %	n/a	n/a	n/a
Tier 1 common capital ratio ⁽³⁾	n/a	n/a	10.9 %	10.8 %	10.6 %
Tier 1 capital ratio	12.5	11.9	12.2	12.1	11.9
Total capital ratio	15.4	14.8	15.1	15.1	15.0
Tier 1 leverage ratio	7.7	7.4	7.7	7.6	7.4
Tangible equity ratio ⁽⁴⁾	7.85	7.65	7.86	7.73	7.67
Tangible common equity ratio ⁽⁴⁾	7.14	7.00	7.20	7.08	6.98

⁽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. We reported under Basel 1 (which included the Market Risk Final Rules) at December 31, 2013, September 30, 2013 and June 30, 2013.

⁽³⁾ Tier 1 common capital ratio equals Tier 1 capital excluding preferred stock, trust preferred securities, hybrid securities and minority interest divided by risk-weighted assets.

⁽⁴⁾ 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 48-51.)

n/a = not applicable

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Regulatory Capital Reconciliations ^(1, 2)

(Dollars in millions)

	December 31 2013
Regulatory capital – Basel 1 to Basel 3 (fully phased-in)	
Basel 1 Tier 1 capital	\$ 157,742
Deduction of qualifying preferred stock and trust preferred securities	(16,220)
Basel 1 Tier 1 common capital	141,522
Deduction of defined benefit pension assets	(829)
Deferred tax assets and threshold deductions (deferred tax asset temporary differences, MSRs and significant investments)	(5,459)
Net unrealized losses in accumulated OCI on AFS debt and certain marketable equity securities, and employee benefit plans	(5,664)
Other deductions, net	(1,624)
Basel 3 common equity tier 1 capital (fully phased-in)	<u><u>\$ 127,946</u></u>

	June 30 2014	March 31 2014
Regulatory capital – Basel 3 transition to fully phased-in		
Common equity tier 1 capital (transition)	\$ 153,582	\$ 150,922
Adjustments and deductions recognized in Tier 1 capital during transition	(10,547)	(11,302)
Other adjustments and deductions phased in during transition	(5,852)	(9,474)
Common equity tier 1 capital (fully phased-in)	<u><u>\$ 137,183</u></u>	<u><u>\$ 130,146</u></u>

	June 30 2014	March 31 2014	December 31 2013
Risk-weighted assets – As reported to Basel 3 (fully phased-in)			
As reported risk-weighted assets	\$ 1,282,720	\$ 1,282,117	\$ 1,297,593
Change in risk-weighted assets from reported to fully phased-in	154,240	165,332	162,731
Basel 3 Standardized approach risk-weighted assets (fully phased-in)	1,436,960	1,447,449	1,460,324
Change in risk-weighted assets for advanced models	(49,464)	(86,234)	(133,027)
Basel 3 Advanced approaches risk-weighted assets (fully phased-in)	<u><u>\$ 1,387,496</u></u>	<u><u>\$ 1,361,215</u></u>	<u><u>\$ 1,327,297</u></u>

Regulatory capital ratios			
Basel 1 Tier 1 common	n/a	n/a	10.9%
Basel 3 Standardized approach common equity tier 1 (transition)	12.0%	11.8%	n/a
Basel 3 Standardized approach common equity tier 1 (fully phased-in)	9.5	9.0	8.8
Basel 3 Advanced approaches common equity tier 1 (fully phased-in)	9.9	9.6	9.6

⁽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. We reported under Basel 1 (which included the Market Risk Final Rules) at December 31, 2013. 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 company's fully phased-in Basel 3 estimates are based on its current understanding of the Standardized and Advanced approaches 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. The Basel 3 rules require approval by banking regulators of certain models used as part of risk-weighted asset calculations. If these models are not approved, the company's capital ratio would likely be adversely impacted, which in some cases could be significant.

n/a = not applicable

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Net Interest Income Excluding Trading-related Net Interest Income

(Dollars in millions)

Dollars in millions

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)							
As reported	\$ 20,512	\$ 21,646	\$ 10,226	\$ 10,286	\$ 10,999	\$ 10,479	\$ 10,771
Impact of trading-related net interest income	(1,758)	(1,923)	(858)	(900)	(1,046)	(883)	(914)
Net interest income excluding trading-related net interest income⁽¹⁾	\$ 18,754	\$ 19,723	\$ 9,368	\$ 9,386	\$ 9,953	\$ 9,596	\$ 9,857
Average earning assets ⁽²⁾							
As reported	\$ 1,822,177	\$ 1,845,651	\$ 1,840,850	\$ 1,803,298	\$ 1,798,697	\$ 1,789,045	\$ 1,833,541
Impact of trading-related earning assets	(453,105)	(492,443)	(463,395)	(442,700)	(445,693)	(446,181)	(487,288)
Average earning assets excluding trading-related earning assets⁽¹⁾	\$ 1,369,072	\$ 1,353,208	\$ 1,377,455	\$ 1,360,598	\$ 1,353,004	\$ 1,342,864	\$ 1,346,253
Net interest yield contribution (FTE basis) ^(2, 3)							
As reported	2.26 %	2.36 %	2.22 %	2.29 %	2.44 %	2.33 %	2.35 %
Impact of trading-related activities	0.49	0.57	0.50	0.48	0.49	0.51	0.58
Net interest yield on earning assets excluding trading-related activities⁽¹⁾	2.75 %	2.93 %	2.72 %	2.77 %	2.93 %	2.84 %	2.93 %

⁽¹⁾ Represents a non-GAAP financial measure.

⁽²⁾ Beginning in the first quarter of 2014, interest-bearing deposits placed with the Federal Reserve and certain non-U.S. central banks are included in earning assets. In prior periods, these balances were included with cash and due from banks in the cash and cash equivalents line, consistent with the Consolidated Balance Sheet presentation. Prior periods have been reclassified to conform to current period presentation.

⁽³⁾ Calculated on an annualized basis.

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

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

(Dollars in millions)

	Second Quarter 2014			First Quarter 2014			Second Quarter 2013		
	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 and non-U.S. central banks ⁽¹⁾	\$ 123,582	\$ 85	0.28 %	\$ 112,570	\$ 72	0.26 %	\$ 64,205	\$ 40	0.25 %
Time deposits placed and other short-term investments	10,509	39	1.51	13,880	49	1.43	15,088	46	1.21
Federal funds sold and securities borrowed or purchased under agreements to resell	235,393	297	0.51	212,504	265	0.51	233,394	319	0.55
Trading account assets	147,798	1,214	3.29	147,583	1,213	3.32	181,620	1,224	2.70
Debt securities ⁽²⁾	345,889	2,134	2.46	329,711	2,005	2.41	343,260	2,557	2.98
Loans and leases ⁽³⁾ :									
Residential mortgage	243,405	2,195	3.61	247,556	2,240	3.62	257,275	2,246	3.49
Home equity	90,729	842	3.72	92,759	851	3.71	101,708	951	3.74
U.S. credit card	88,058	2,042	9.30	89,545	2,092	9.48	89,722	2,192	9.80
Non-U.S. credit card	11,759	308	10.51	11,554	308	10.79	10,613	315	11.93
Direct/Indirect consumer	82,102	524	2.56	81,728	530	2.63	82,485	598	2.90
Other consumer	2,012	17	3.60	1,962	18	3.66	1,756	17	4.17
Total consumer	518,065	5,928	4.58	525,104	6,039	4.64	543,559	6,319	4.66
U.S. commercial	230,487	1,672	2.91	228,058	1,651	2.93	217,464	1,741	3.21
Commercial real estate	48,315	357	2.97	48,753	368	3.06	40,612	340	3.36
Commercial lease financing	24,409	193	3.16	24,727	234	3.78	23,579	205	3.48
Non-U.S. commercial	91,304	570	2.50	92,840	543	2.37	89,020	543	2.45
Total commercial	394,515	2,792	2.84	394,378	2,796	2.87	370,675	2,829	3.06
Total loans and leases	912,580	8,720	3.83	919,482	8,835	3.88	914,234	9,148	4.01
Other earning assets	65,099	665	4.09	67,568	697	4.18	81,740	713	3.50
Total earning assets ⁽⁴⁾	1,840,850	13,154	2.86	1,803,298	13,136	2.93	1,833,541	14,047	3.07
Cash and due from banks ⁽¹⁾	27,377			28,258			40,281		
Other assets, less allowance for loan and lease losses	301,328			307,710			310,788		
Total assets	\$ 2,169,555			\$ 2,139,266			\$ 2,184,610		

⁽¹⁾ Beginning in the first quarter of 2014, interest-bearing deposits placed with the Federal Reserve and certain non-U.S. central banks are included in earning assets. In prior periods, these balances were included with cash and due from banks in the cash and cash equivalents line, consistent with the Consolidated Balance Sheet presentation. Prior periods have been reclassified to conform to current period presentation.

⁽²⁾ Beginning in the first quarter of 2014, yields on debt securities carried at fair value are calculated on the cost basis. Prior to the first quarter of 2014, yields on debt securities carried at fair value were calculated based on fair value rather than the cost basis. The use of fair value did not have a material impact on net interest yield.

⁽³⁾ 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.

⁽⁴⁾ 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 2014		First Quarter 2014		Second Quarter 2013	
Federal funds sold and securities borrowed or purchased under agreements to resell	\$	14	\$	13	\$	13
Debt securities		(13)		(2)		(48)
U.S. commercial		(14)		(16)		(27)
Non-U.S. commercial		—		—		(1)
Net hedge expenses on assets	\$	(13)	\$	(5)	\$	(63)

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

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

(Dollars in millions)

	Second Quarter 2014			First Quarter 2014			Second Quarter 2013		
	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	\$ 47,450	\$ —	—%	\$ 45,196	\$ 1	0.01%	\$ 44,897	\$ 6	0.05%
NOW and money market deposit accounts	519,399	79	0.06	523,237	83	0.06	500,628	107	0.09
Consumer CDs and IRAs	68,706	70	0.41	71,141	84	0.48	81,887	127	0.63
Negotiable CDs, public funds and other deposits	33,412	29	0.35	29,826	27	0.37	25,835	30	0.45
Total U.S. interest-bearing deposits	668,967	178	0.11	669,400	195	0.12	653,247	270	0.17
Non-U.S. interest-bearing deposits:									
Banks located in non-U.S. countries	10,538	19	0.72	11,071	21	0.75	10,840	20	0.72
Governments and official institutions	1,754	—	0.14	1,857	1	0.14	1,528	—	0.19
Time, savings and other	64,091	85	0.53	60,506	74	0.50	55,049	76	0.55
Total non-U.S. interest-bearing deposits	76,383	104	0.55	73,434	96	0.53	67,417	96	0.57
Total interest-bearing deposits	745,350	282	0.15	742,834	291	0.16	720,664	366	0.20
Federal funds purchased, securities loaned or sold under agreements to repurchase and short-term borrowings	271,247	763	1.13	252,971	609	0.98	318,028	809	1.02
Trading account liabilities	95,153	398	1.68	90,448	435	1.95	94,349	427	1.82
Long-term debt	259,825	1,485	2.29	253,678	1,515	2.41	270,198	1,674	2.48
Total interest-bearing liabilities⁽¹⁾	1,371,575	2,928	0.86	1,339,931	2,850	0.86	1,403,239	3,276	0.94
Noninterest-bearing sources:									
Noninterest-bearing deposits	383,213			375,344			359,292		
Other liabilities	178,970			187,438			187,016		
Shareholders' equity	235,797			236,553			235,063		
Total liabilities and shareholders' equity	\$ 2,169,555			\$ 2,139,266			\$ 2,184,610		
Net interest spread		2.00%			2.07%			2.13%	
Impact of noninterest-bearing sources		0.22			0.22			0.22	
Net interest income/yield on earning assets	\$ 10,226	2.22%		\$ 10,286	2.29%		\$ 10,771	2.35%	

⁽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 2014	First Quarter 2014	Second Quarter 2013
NOW and money market deposit accounts	\$ (1)	\$ —	\$ (1)
Consumer CDs and IRAs	12	20	21
Negotiable CDs, public funds and other deposits	4	3	4
Banks located in non-U.S. countries	6	3	3
Federal funds purchased, securities loaned or sold under agreements to repurchase and short-term borrowings	263	257	259
Long-term debt	(905)	(875)	(946)
Net hedge income on liabilities	\$ (621)	\$ (592)	\$ (660)

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

This information is preliminary and based on company data available at the time of the 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					
	2014			2013		
	Average Balance	Interest Income/Expense	Yield/Rate	Average Balance	Interest Income/Expense	Yield/Rate
Earning assets						
Interest-bearing deposits with the Federal Reserve and non-U.S. central banks ⁽¹⁾	\$ 118,106	\$ 157	0.27%	\$ 60,676	\$ 73	0.24%
Time deposits placed and other short-term investments	12,185	88	1.46	15,606	92	1.19
Federal funds sold and securities borrowed or purchased under agreements to resell	224,012	562	0.51	235,417	634	0.54
Trading account assets	147,691	2,427	3.31	187,957	2,604	2.79
Debt securities ⁽²⁾	337,845	4,139	2.43	349,794	5,113	2.92
Loans and leases ⁽³⁾ :						
Residential mortgage	245,469	4,435	3.61	257,949	4,586	3.56
Home equity	91,738	1,693	3.71	103,812	1,948	3.77
U.S. credit card	88,797	4,134	9.39	90,712	4,441	9.87
Non-U.S. credit card	11,657	616	10.65	10,819	644	12.01
Direct/Indirect consumer	81,916	1,054	2.59	82,425	1,218	2.98
Other consumer	1,988	35	3.63	1,710	36	4.26
Total consumer	521,565	11,967	4.61	547,427	12,873	4.73
U.S. commercial	229,279	3,323	2.92	214,103	3,407	3.21
Commercial real estate	48,533	725	3.01	39,899	666	3.37
Commercial lease financing	24,567	427	3.47	23,556	441	3.75
Non-U.S. commercial	92,068	1,113	2.44	85,284	1,010	2.39
Total commercial	394,447	5,588	2.85	362,842	5,524	3.07
Total loans and leases	916,012	17,555	3.85	910,269	18,397	4.07
Other earning assets	66,326	1,362	4.14	85,932	1,446	3.39
Total earning assets⁽⁴⁾	1,822,177	26,290	2.90	1,845,651	28,359	3.09
Cash and due from banks ⁽¹⁾	27,815			38,022		
Other assets, less allowance for loan and lease losses	304,502			314,770		
Total assets	\$ 2,154,494			\$ 2,198,443		

⁽¹⁾ Beginning in the first quarter of 2014, interest-bearing deposits placed with the Federal Reserve and certain non-U.S. central banks are included in earning assets. In prior periods, these balances were included with cash and due from banks in the cash and cash equivalents line, consistent with the Consolidated Balance Sheet presentation. Prior periods have been reclassified to conform to current period presentation.

⁽²⁾ Beginning in the first quarter of 2014, yields on debt securities carried at fair value are calculated on the cost basis. Prior to the first quarter of 2014, yields on debt securities carried at fair value were calculated based on fair value rather than the cost basis. The use of fair value did not have a material impact on net interest yield.

⁽³⁾ Nonperforming loans are included in the respective average loan balances. Income on these nonperforming loans is 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.

⁽⁴⁾ 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:

	2014	2013
Federal funds sold and securities borrowed or purchased under agreements to resell	\$ 27	\$ 24
Debt securities	(15)	(170)
U.S. commercial	(30)	(56)
Non-U.S. commercial	—	(2)
Net hedge expenses on assets	\$ (18)	\$ (204)

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

This information is preliminary and based on company data available at the time of the 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					
	2014			2013		
	Average Balance	Interest Income/Expense	Yield/Rate	Average Balance	Interest Income/Expense	Yield/Rate
Interest-bearing liabilities						
U.S. interest-bearing deposits:						
Savings	\$ 46,329	\$ 1	0.01 %	\$ 43,921	\$ 12	0.05 %
NOW and money market deposit accounts	521,307	162	0.06	500,901	224	0.09
Consumer CDs and IRAs	69,917	154	0.44	83,489	262	0.63
Negotiable CDs, public funds and other deposits	31,629	56	0.36	24,996	59	0.47
Total U.S. interest-bearing deposits	669,182	373	0.11	653,307	557	0.17
Non-U.S. interest-bearing deposits:						
Banks located in non-U.S. countries	10,803	40	0.74	11,498	41	0.72
Governments and official institutions	1,805	1	0.14	1,537	1	0.18
Time, savings and other	62,309	159	0.51	54,499	149	0.55
Total non-U.S. interest-bearing deposits	74,917	200	0.54	67,534	191	0.57
Total interest-bearing deposits	744,099	573	0.16	720,841	748	0.21
Federal funds purchased, securities loaned or sold under agreements to repurchase and other short-term borrowings	262,161	1,372	1.06	327,782	1,558	0.96
Trading account liabilities	92,813	833	1.81	93,204	899	1.95
Long-term debt	256,768	3,000	2.34	272,088	3,508	2.59
Total interest-bearing liabilities⁽¹⁾	1,355,841	5,778	0.86	1,413,915	6,713	0.96
Noninterest-bearing sources:						
Noninterest-bearing deposits	379,300			356,790		
Other liabilities	183,180			191,714		
Shareholders' equity	236,173			236,024		
Total liabilities and shareholders' equity	\$ 2,154,494			\$ 2,198,443		
Net interest spread			2.04 %			2.13 %
Impact of noninterest-bearing sources			0.22			0.23
Net interest income/yield on earning assets	\$ 20,512	2.26 %		\$ 21,646	2.36 %	

⁽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:

	2014	2013
NOW and money market deposit accounts	\$ (1)	\$ (1)
Consumer CDs and IRAs	32	34
Negotiable CDs, public funds and other deposits	7	7
Banks located in non-U.S. countries	9	6
Federal funds purchased, securities loaned or sold under agreements to repurchase and other short-term borrowings	520	519
Long-term debt	(1,780)	(1,843)
Net hedge income on liabilities	\$ (1,213)	\$ (1,278)

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Debt Securities and Available-for-Sale Marketable Equity Securities

(Dollars in millions)

	June 30, 2014			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Available-for-sale debt securities				
U.S. Treasury and agency securities	\$ 38,417	\$ 301	\$ (15)	\$ 38,703
Mortgage-backed securities:				
Agency	161,636	1,571	(1,664)	161,543
Agency-collateralized mortgage obligations	12,370	132	(61)	12,441
Non-agency residential	4,818	272	(84)	5,006
Commercial	2,240	39	(1)	2,278
Non-U.S. securities	7,034	40	(5)	7,069
Corporate/Agency bonds	813	18	(3)	828
Other taxable securities, substantially all asset-backed securities	13,587	38	(10)	13,615
Total taxable securities	240,915	2,411	(1,843)	241,483
Tax-exempt securities	8,802	5	(18)	8,789
Total available-for-sale debt securities	249,717	2,416	(1,861)	250,272
Other debt securities carried at fair value	43,032	151	(594)	42,589
Total debt securities carried at fair value	292,749	2,567	(2,455)	292,861
Held-to-maturity debt securities, substantially all U.S. agency mortgage-backed securities	60,022	247	(1,088)	59,181
Total debt securities	\$ 352,771	\$ 2,814	\$ (3,543)	\$ 352,042
Available-for-sale marketable equity securities⁽¹⁾	\$ 276	\$ —	\$ (36)	\$ 240

	March 31, 2014			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Available-for-sale debt securities				
U.S. Treasury and agency securities	\$ 29,580	\$ 108	\$ (121)	\$ 29,567
Mortgage-backed securities:				
Agency	169,216	830	(4,299)	165,747
Agency-collateralized mortgage obligations	18,464	217	(109)	18,572
Non-agency residential	5,111	244	(97)	5,258
Commercial	1,713	26	(5)	1,734
Non-U.S. securities	7,109	31	(18)	7,122
Corporate/Agency bonds	831	18	(4)	845
Other taxable securities, substantially all asset-backed securities	14,695	42	(15)	14,722
Total taxable securities	246,719	1,516	(4,668)	243,567
Tax-exempt securities	6,443	4	(33)	6,414
Total available-for-sale debt securities	253,162	1,520	(4,701)	249,981
Other debt securities carried at fair value	36,453	82	(940)	35,595
Total debt securities carried at fair value	289,615	1,602	(5,641)	285,576
Held-to-maturity debt securities, substantially all U.S. agency mortgage-backed securities	55,120	50	(2,064)	53,106
Total debt securities	\$ 344,735	\$ 1,652	\$ (7,705)	\$ 338,682
Available-for-sale marketable equity securities⁽¹⁾	\$ 236	\$ —	\$ (20)	\$ 216

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

Other Debt Securities Carried at Fair Value

(Dollars in millions)	June 30 2014	March 31 2014
U.S. Treasury and agency securities	\$ 4,242	\$ 4,182
Mortgage-backed securities:		
Agency	16,448	16,290
Agency-collateralized mortgage obligations	—	123
Non-agency residential	3,401	—
Commercial	793	770
Non-U.S. securities ⁽¹⁾	17,395	14,230
Other taxable securities, substantially all asset-backed securities	310	—
Total	\$ 42,589	\$ 35,595

⁽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 2014						
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Net interest income (FTE basis)	\$ 10,226	\$ 4,929	\$ 697	\$ 1,485	\$ 2,239	\$ 952	\$ (76)
Noninterest income	11,734	2,444	693	3,104	1,940	3,631	(78)
Total revenue, net of interest expense (FTE basis)	21,960	7,373	1,390	4,589	4,179	4,583	(154)
Provision for credit losses	411	534	(20)	(8)	132	19	(246)
Noninterest expense	18,541	4,000	5,902	3,447	1,899	2,862	431
Income (loss) before income taxes	3,008	2,839	(4,492)	1,150	2,148	1,702	(339)
Income tax expense (benefit) (FTE basis)	717	1,051	(1,690)	426	795	601	(466)
Net income (loss)	\$ 2,291	\$ 1,788	\$ (2,802)	\$ 724	\$ 1,353	\$ 1,101	\$ 127

Average

Total loans and leases	\$ 912,580	\$ 160,240	\$ 88,257	\$ 118,512	\$ 271,417	\$ 63,579	\$ 210,575
Total assets ⁽¹⁾	2,169,555	607,853	109,588	268,294	390,997	617,103	175,720
Total deposits	1,128,563	543,566	n/m	240,042	258,937	n/m	35,851

Period end

Total loans and leases	\$ 911,899	\$ 161,142	\$ 88,156	\$ 120,187	\$ 270,683	\$ 66,260	\$ 205,471
Total assets ⁽¹⁾	2,170,557	612,200	107,650	265,581	407,367	610,395	167,364
Total deposits	1,134,329	545,530	n/m	237,046	270,268	n/m	31,999

First Quarter 2014

	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Net interest income (FTE basis)	\$ 10,286	\$ 4,951	\$ 701	\$ 1,485	\$ 2,302	\$ 997	\$ (150)
Noninterest income	12,481	2,487	491	3,062	1,967	4,015	459
Total revenue, net of interest expense (FTE basis)	22,767	7,438	1,192	4,547	4,269	5,012	309
Provision for credit losses	1,009	812	25	23	265	19	(135)
Noninterest expense	22,238	3,963	8,129	3,359	2,028	3,077	1,682
Income (loss) before income taxes	(480)	2,663	(6,962)	1,165	1,976	1,916	(1,238)
Income tax expense (benefit) (FTE basis)	(204)	997	(1,935)	436	740	608	(1,050)
Net income (loss)	\$ (276)	\$ 1,666	\$ (5,027)	\$ 729	\$ 1,236	\$ 1,308	\$ (188)

Average

Total loans and leases	\$ 919,482	\$ 162,061	\$ 88,914	\$ 115,945	\$ 271,475	\$ 63,696	\$ 217,391
Total assets ⁽¹⁾	2,139,266	595,486	110,564	273,080	393,075	601,439	165,622
Total deposits	1,118,178	534,557	n/m	242,792	256,433	n/m	34,381

Period end

Total loans and leases	\$ 916,217	\$ 160,127	\$ 88,355	\$ 116,482	\$ 273,239	\$ 64,598	\$ 213,416
Total assets ⁽¹⁾	2,149,851	613,173	112,264	274,234	397,017	594,815	158,348
Total deposits	1,133,650	552,211	n/m	244,051	257,502	n/m	32,818

Second Quarter 2013

	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Net interest income (FTE basis)	\$ 10,771	\$ 5,034	\$ 699	\$ 1,505	\$ 2,252	\$ 1,009	\$ 272
Noninterest income	12,178	2,400	1,416	2,994	1,886	3,185	297
Total revenue, net of interest expense (FTE basis)	22,949	7,434	2,115	4,499	4,138	4,194	569
Provision for credit losses	1,211	967	291	(15)	163	(16)	(179)
Noninterest expense	16,018	4,184	3,383	3,270	1,849	2,770	562
Income (loss) before income taxes	5,720	2,283	(1,559)	1,244	2,126	1,440	186
Income tax expense (benefit) (FTE basis)	1,708	892	(629)	485	829	478	(347)
Net income (loss)	\$ 4,012	\$ 1,391	\$ (930)	\$ 759	\$ 1,297	\$ 962	\$ 533

Average

Total loans and leases	\$ 914,234	\$ 163,593	\$ 90,114	\$ 109,589	\$ 255,674	\$ 56,354	\$ 238,910
Total assets ⁽¹⁾	2,184,610	584,217	122,276	263,735	326,775	656,109	231,498
Total deposits	1,079,956	522,244	n/m	235,344	226,912	n/m	34,017

Period end

Total loans and leases	\$ 921,570	\$ 164,851	\$ 89,257	\$ 111,785	\$ 258,503	\$ 63,127	\$ 234,047
Total assets ⁽¹⁾	2,123,320	587,655	124,032	263,867	334,167	608,760	204,839

Total deposits	1,080,783	525,085	n/m	235,012	228,934	n/m	34,858
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(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.

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Year-to-Date Results by Business Segment

(Dollars in millions)

	Six Months Ended June 30, 2014						
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Net interest income (FTE basis)	\$ 20,512	\$ 9,880	\$ 1,398	\$ 2,970	\$ 4,541	\$ 1,949	\$ (226)
Noninterest income	24,215	4,931	1,184	6,166	3,907	7,646	381
Total revenue, net of interest expense (FTE basis)	44,727	14,811	2,582	9,136	8,448	9,595	155
Provision for credit losses	1,420	1,346	5	15	397	38	(381)
Noninterest expense	40,779	7,963	14,031	6,806	3,927	5,939	2,113
Income (loss) before income taxes	2,528	5,502	(11,454)	2,315	4,124	3,618	(1,577)
Income tax expense (benefit) (FTE basis)	513	2,048	(3,625)	862	1,535	1,209	(1,516)
Net income (loss)	\$ 2,015	\$ 3,454	\$ (7,829)	\$ 1,453	\$ 2,589	\$ 2,409	\$ (61)
Average							
Total loans and leases	\$ 916,012	\$ 161,145	\$ 88,584	\$ 117,235	\$ 271,446	\$ 63,637	\$ 213,965
Total assets ⁽¹⁾	2,154,494	601,703	110,073	270,674	392,030	609,315	170,699
Total deposits	1,123,399	539,087	n/m	241,409	257,692	n/m	35,119
Period end							
Total loans and leases	\$ 911,899	\$ 161,142	\$ 88,156	\$ 120,187	\$ 270,683	\$ 66,260	\$ 205,471
Total assets ⁽¹⁾	2,170,557	612,200	107,650	265,581	407,367	610,395	167,364
Total deposits	1,134,329	545,530	n/m	237,046	270,268	n/m	31,999
	Six Months Ended June 30, 2013						
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Net interest income (FTE basis)	\$ 21,646	\$ 10,047	\$ 1,442	\$ 3,101	\$ 4,411	\$ 2,117	\$ 528
Noninterest income	24,711	4,799	2,985	5,819	3,757	6,856	495
Total revenue, net of interest expense (FTE basis)	46,357	14,846	4,427	8,920	8,168	8,973	1,023
Provision for credit losses	2,924	1,919	626	7	312	(11)	71
Noninterest expense	35,518	8,349	8,788	6,523	3,685	5,843	2,330
Income (loss) before income taxes	7,915	4,578	(4,987)	2,390	4,171	3,141	(1,378)
Income tax expense (benefit) (FTE basis)	2,420	1,745	(1,901)	911	1,590	1,067	(992)
Net income (loss)	\$ 5,495	\$ 2,833	\$ (3,086)	\$ 1,479	\$ 2,581	\$ 2,074	\$ (386)
Average							
Total loans and leases	\$ 910,269	\$ 164,713	\$ 91,531	\$ 107,845	\$ 249,903	\$ 54,529	\$ 241,748
Total assets ⁽¹⁾	2,198,443	574,452	125,291	272,966	322,036	663,021	240,677
Total deposits	1,077,631	512,424	n/m	244,329	224,132	n/m	34,883
Period end							
Total loans and leases	\$ 921,570	\$ 164,851	\$ 89,257	\$ 111,785	\$ 258,503	\$ 63,127	\$ 234,047
Total assets ⁽¹⁾	2,123,320	587,655	124,032	263,867	334,167	608,760	204,839
Total deposits	1,080,783	525,085	n/m	235,012	228,934	n/m	34,858

⁽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 & Business Banking Segment Results

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ 9,880	\$ 10,047	\$ 4,929	\$ 4,951	\$ 4,948	\$ 5,056	\$ 5,034
Noninterest income:							
Card income	2,328	2,393	1,166	1,162	1,236	1,175	1,186
Service charges	2,136	2,048	1,091	1,045	1,097	1,063	1,035
All other income	467	358	187	280	217	230	179
Total noninterest income	4,931	4,799	2,444	2,487	2,550	2,468	2,400
Total revenue, net of interest expense (FTE basis)	14,811	14,846	7,373	7,438	7,498	7,524	7,434
Provision for credit losses	1,346	1,919	534	812	427	761	967
Noninterest expense	7,963	8,349	4,000	3,963	4,026	3,983	4,184
Income before income taxes	5,502	4,578	2,839	2,663	3,045	2,780	2,283
Income tax expense (FTE basis)	2,048	1,745	1,051	997	1,067	1,003	892
Net income	\$ 3,454	\$ 2,833	\$ 1,788	\$ 1,666	\$ 1,978	\$ 1,777	\$ 1,391
Net interest yield (FTE basis)	3.56 %	3.80 %	3.50 %	3.63 %	3.58 %	3.70 %	3.72 %
Return on average allocated capital ⁽¹⁾	23.63	19.08	24.33	22.92	26.18	23.53	18.62
Efficiency ratio (FTE basis)	53.76	56.23	54.24	53.29	53.69	52.93	56.29
Balance Sheet							
Average							
Total loans and leases	\$ 161,145	\$ 164,713	\$ 160,240	\$ 162,061	\$ 163,157	\$ 165,719	\$ 163,593
Total earning assets ⁽²⁾	559,636	533,098	565,738	553,466	548,272	542,642	542,814
Total assets ⁽²⁾	601,703	574,452	607,853	595,486	590,131	583,910	584,217
Total deposits	539,087	512,424	543,566	534,557	528,791	522,007	522,244
Allocated capital ⁽¹⁾	29,500	30,000	29,500	29,500	30,000	30,000	30,000
Period end							
Total loans and leases	\$ 161,142	\$ 164,851	\$ 161,142	\$ 160,127	\$ 165,094	\$ 167,257	\$ 164,851
Total earning assets ⁽²⁾	570,208	545,815	570,208	571,058	550,777	547,331	545,815
Total assets ⁽²⁾	612,200	587,655	612,200	613,173	593,099	588,721	587,655
Total deposits	545,530	525,085	545,530	552,211	531,668	526,835	525,085

⁽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 48-51.)

⁽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 & Business Banking Year-to-Date Results

(Dollars in millions)

	Six Months Ended June 30, 2014		
	Total Consumer & Business Banking	Deposits	Consumer Lending
Net interest income (FTE basis)	\$ 9,880	\$ 5,144	\$ 4,736
Noninterest income:			
Card income	2,328	33	2,295
Service charges	2,136	2,135	1
All other income	467	248	219
Total noninterest income	4,931	2,416	2,515
Total revenue, net of interest expense (FTE basis)	14,811	7,560	7,251
Provision for credit losses	1,346	133	1,213
Noninterest expense	7,963	5,237	2,726
Income before income taxes	5,502	2,190	3,312
Income tax expense (FTE basis)	2,048	815	1,233
Net income	\$ 3,454	\$ 1,375	\$ 2,079
Net interest yield (FTE basis)	3.56 %	1.91 %	6.85 %
Return on average allocated capital (1)	23.63	16.81	32.29
Efficiency ratio (FTE basis)	53.76	69.26	37.60

Balance Sheet			
Average			
Total loans and leases	\$ 161,145	\$ 22,509	\$ 138,636
Total earning assets (2)	559,636	543,882	139,350
Total assets (2)	601,703	576,632	148,667
Total deposits	539,087	538,337	n/m
Allocated capital (1)	29,500	16,500	13,000
Period end			
Total loans and leases	\$ 161,142	\$ 22,420	\$ 138,722
Total earning assets (2)	570,208	550,546	139,162
Total assets (2)	612,200	582,935	148,765
Total deposits	545,530	544,689	n/m

	Six Months Ended June 30, 2013		
	Total Consumer & Business Banking	Deposits	Consumer Lending
Net interest income (FTE basis)	\$ 10,047	\$ 4,859	\$ 5,188
Noninterest income:			
Card income	2,393	30	2,363
Service charges	2,048	2,048	—
All other income	358	219	139
Total noninterest income	4,799	2,297	2,502
Total revenue, net of interest expense (FTE basis)	14,846	7,156	7,690
Provision for credit losses	1,919	98	1,821
Noninterest expense	8,349	5,626	2,723
Income before income taxes	4,578	1,432	3,146
Income tax expense (FTE basis)	1,745	546	1,199
Net income	\$ 2,833	\$ 886	\$ 1,947
Net interest yield (FTE basis)	3.80 %	1.90 %	7.33 %
Return on average allocated capital (1)	19.08	11.62	26.94
Efficiency ratio (FTE basis)	56.23	78.61	35.41

Balance Sheet			
Average			
Total loans and leases	\$ 164,713	\$ 22,525	\$ 142,188
Total earning assets (2)	533,098	516,634	142,629
Total assets (2)	574,452	549,395	151,222
Total deposits	512,424	511,977	n/m
Allocated capital (1)	30,000	15,400	14,600

Period end				
Total loans and leases	\$	164,851	\$	22,467
Total earning assets (2)		545,815		528,881
Total assets (2)		587,655		561,767
Total deposits		525,085		523,928
				n/m

For footnotes see page 21.

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Consumer & Business Banking Quarterly Results

(Dollars in millions)

	Second Quarter 2014		
	Total Consumer & Business Banking	Deposits	Consumer Lending
Net interest income (FTE basis)	\$ 4,929	\$ 2,599	\$ 2,330
Noninterest income:			
Card income	1,166	17	1,149
Service charges	1,091	1,090	1
All other income	187	134	53
Total noninterest income	2,444	1,241	1,203
Total revenue, net of interest expense (FTE basis)	7,373	3,840	3,533
Provision for credit losses	534	53	481
Noninterest expense	4,000	2,607	1,393
Income before income taxes	2,839	1,180	1,659
Income tax expense (FTE basis)	1,051	437	614
Net income	\$ 1,788	\$ 743	\$ 1,045
Net interest yield (FTE basis)	3.50 %	1.90 %	6.75 %
Return on average allocated capital (1)	24.33	18.06	32.29
Efficiency ratio (FTE basis)	54.24	67.86	39.43

Balance Sheet			
Average			
Total loans and leases	\$ 160,240	\$ 22,482	\$ 137,758
Total earning assets (2)	565,738	548,313	138,304
Total assets (2)	607,853	581,102	147,630
Total deposits	543,566	542,796	n/m
Allocated capital (1)	29,500	16,500	13,000
Period end			
Total loans and leases	\$ 161,142	\$ 22,420	\$ 138,722
Total earning assets (2)	570,208	550,546	139,162
Total assets (2)	612,200	582,935	148,765
Total deposits	545,530	544,689	n/m

	First Quarter 2014		
	Total Consumer & Business Banking	Deposits	Consumer Lending
Net interest income (FTE basis)	\$ 4,951	\$ 2,545	\$ 2,406
Noninterest income:			
Card income	1,162	16	1,146
Service charges	1,045	1,045	—
All other income	280	114	166
Total noninterest income	2,487	1,175	1,312
Total revenue, net of interest expense (FTE basis)	7,438	3,720	3,718
Provision for credit losses	812	80	732
Noninterest expense	3,963	2,630	1,333
Income before income taxes	2,663	1,010	1,653
Income tax expense (FTE basis)	997	378	619
Net income	\$ 1,666	\$ 632	\$ 1,034
Net interest yield (FTE basis)	3.63 %	1.91 %	6.95 %
Return on average allocated capital (1)	22.92	15.54	32.29
Efficiency ratio (FTE basis)	53.29	70.71	35.86

Balance Sheet			
Average			
Total loans and leases	\$ 162,061	\$ 22,537	\$ 139,524
Total earning assets (2)	553,466	539,399	140,407
Total assets (2)	595,486	572,111	149,715
Total deposits	534,557	533,827	n/m
Allocated capital (1)	29,500	16,500	13,000

Period end				
Total loans and leases	\$	160,127	\$	22,515
Total earning assets (2)		571,058		556,995
Total assets (2)		613,173		589,669
Total deposits		552,211		551,399
				n/m

For footnotes see page 21.

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries
Consumer & Business Banking Quarterly Results (continued)

(Dollars in millions)

	Second Quarter 2013		
	Total Consumer & Business Banking	Deposits	Consumer Lending
Net interest income (FTE basis)	\$ 5,034	\$ 2,472	\$ 2,562
Noninterest income:			
Card income	1,186	15	1,171
Service charges	1,035	1,035	—
All other income	179	117	62
Total noninterest income	2,400	1,167	1,233
Total revenue, net of interest expense (FTE basis)	7,434	3,639	3,795
Provision for credit losses	967	35	932
Noninterest expense	4,184	2,810	1,374
Income before income taxes	2,283	794	1,489
Income tax expense (FTE basis)	892	309	583
Net income	\$ 1,391	\$ 485	\$ 906
Net interest yield (FTE basis)	3.72%	1.88%	7.26%
Return on average allocated capital (1)	18.62	12.63	24.93
Efficiency ratio (FTE basis)	56.29	77.23	36.20
Balance Sheet			
Average			
Total loans and leases	\$ 163,593	\$ 22,434	\$ 141,159
Total earning assets (2)	542,814	526,459	141,599
Total assets (2)	584,217	559,221	150,240
Total deposits	522,244	521,782	n/m
Allocated capital (1)	30,000	15,400	14,600
Period end			
Total loans and leases	\$ 164,851	\$ 22,467	\$ 142,384
Total earning assets (2)	545,815	528,881	142,824
Total assets (2)	587,655	561,767	151,778
Total deposits	525,085	523,928	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 48-51.)

(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 & Business 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 & Business Banking Key Indicators

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Average deposit balances							
Checking	\$ 256,490	\$ 233,414	\$ 259,929	\$ 253,013	\$ 247,276	\$ 240,474	\$ 238,480
Savings	44,714	42,077	45,797	43,619	42,139	42,365	43,183
MMS	170,513	158,363	171,589	169,424	166,828	163,955	161,976
CDs and IRAs	64,032	74,140	62,808	65,270	68,192	70,888	74,064
Non-U.S. and other	3,338	4,430	3,443	3,231	4,356	4,325	4,541
Total average deposit balances	\$ 539,087	\$ 512,424	\$ 543,566	\$ 534,557	\$ 528,791	\$ 522,007	\$ 522,244
Deposit spreads (excludes noninterest costs)							
Checking	2.03 %	2.04 %	2.03 %	2.02 %	2.01 %	2.01 %	2.02 %
Savings	2.30	2.20	2.31	2.29	2.23	2.21	2.20
MMS	1.14	1.05	1.15	1.13	1.11	1.08	1.05
CDs and IRAs	0.50	0.53	0.49	0.50	0.50	0.51	0.51
Non-U.S. and other	0.51	1.01	0.42	0.62	0.85	0.93	1.00
Total deposit spreads	1.58	1.51	1.59	1.56	1.54	1.52	1.51
Client brokerage assets	\$ 105,926	\$ 84,182	\$ 105,926	\$ 100,206	\$ 96,048	\$ 89,517	\$ 84,182
Online banking active accounts (units in thousands)	30,429	29,867	30,429	30,470	29,950	30,197	29,867
Mobile banking active accounts (units in thousands)	15,475	13,214	15,475	14,986	14,395	13,967	13,214
Banking centers	5,023	5,328	5,023	5,095	5,151	5,243	5,328
ATMs	15,976	16,354	15,976	16,214	16,259	16,201	16,354
Total U.S. credit card ⁽¹⁾							
Loans							
Average credit card outstandings	\$ 88,797	\$ 90,712	\$ 88,058	\$ 89,545	\$ 90,057	\$ 90,005	\$ 89,722
Ending credit card outstandings	89,020	90,523	89,020	87,692	92,338	90,280	90,523
Credit quality							
Net charge-offs	\$ 1,401	\$ 1,864	\$ 683	\$ 718	\$ 724	\$ 788	\$ 917
	3.18 %	4.14 %	3.11 %	3.25 %	3.19 %	3.47 %	4.10 %
30+ delinquency	\$ 1,698	\$ 2,200	\$ 1,698	\$ 1,878	\$ 2,074	\$ 2,112	\$ 2,200
	1.91 %	2.43 %	1.91 %	2.14 %	2.25 %	2.34 %	2.43 %
90+ delinquency	\$ 868	\$ 1,167	\$ 868	\$ 966	\$ 1,053	\$ 1,049	\$ 1,167
	0.98 %	1.29 %	0.98 %	1.10 %	1.14 %	1.16 %	1.29 %
Other Total U.S. credit card indicators ⁽¹⁾							
Gross interest yield	9.39 %	9.87 %	9.30 %	9.48 %	9.36 %	9.82 %	9.80 %
Risk-adjusted margin	9.23	8.46	8.97	9.49	9.11	8.68	8.41
New accounts (in thousands)	2,155	1,863	1,128	1,027	999	1,048	957
Purchase volumes	\$ 102,447	\$ 98,577	\$ 53,584	\$ 48,863	\$ 54,514	\$ 52,823	\$ 51,945
Debit card data							
Purchase volumes	\$ 135,382	\$ 132,375	\$ 69,492	\$ 65,890	\$ 68,000	\$ 66,712	\$ 67,740

⁽¹⁾ In addition to the U.S. credit card portfolio in *Consumer & Business Banking*, the remaining U.S. credit card portfolio is in *GWIM*.

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries
Consumer Real Estate Services Segment Results

(Dollars in millions; except as noted)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ 1,398	\$ 1,442	\$ 697	\$ 701	\$ 716	\$ 733	\$ 699
Noninterest income:							
Mortgage banking income	1,075	2,898	606	469	913	775	1,411
All other income	109	87	87	22	83	69	5
Total noninterest income	1,184	2,985	693	491	996	844	1,416
Total revenue, net of interest expense (FTE basis)	2,582	4,427	1,390	1,192	1,712	1,577	2,115
Provision for credit losses	5	626	(20)	25	(474)	(308)	291
Noninterest expense	14,031	8,788	5,902	8,129	3,788	3,414	3,383
Loss before income taxes	(11,454)	(4,987)	(4,492)	(6,962)	(1,602)	(1,529)	(1,559)
Income tax benefit (FTE basis)	(3,625)	(1,901)	(1,690)	(1,935)	(544)	(532)	(629)
Net loss	\$ (7,829)	\$ (3,086)	\$ (2,802)	\$ (5,027)	\$ (1,058)	\$ (997)	\$ (930)
Net interest yield (FTE basis)	3.01 %	2.80 %	2.98 %	3.05 %	2.89 %	2.91 %	2.75 %
Balance Sheet							
Average							
Total loans and leases	\$ 88,584	\$ 91,531	\$ 88,257	\$ 88,914	\$ 89,687	\$ 88,406	\$ 90,114
Total earning assets	93,545	103,890	93,797	93,290	98,220	99,759	102,086
Total assets	110,073	125,291	109,588	110,564	113,584	118,226	122,276
Allocated capital ⁽¹⁾	23,000	24,000	23,000	23,000	24,000	24,000	24,000
Period end							
Total loans and leases	\$ 88,156	\$ 89,257	\$ 88,156	\$ 88,355	\$ 89,753	\$ 87,586	\$ 89,257
Total earning assets	92,291	102,211	92,291	92,937	97,163	98,247	102,211
Total assets	107,650	124,032	107,650	112,264	113,386	115,424	124,032
Period end (in billions)							
Mortgage serviced portfolio ⁽²⁾	\$ 760.0	\$ 986.4	\$ 760.0	\$ 780.0	\$ 810.0	\$ 889.4	\$ 986.4

⁽¹⁾ Allocated capital is a non-GAAP financial measure. The Corporation 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 these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 48-51.)

⁽²⁾ 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
Consumer Real Estate Services Year-to-Date Results ⁽¹⁾

(Dollars in millions)

	Six Months Ended June 30, 2014		
	Total Consumer Real Estate Services	Home Loans	Legacy Assets & Servicing
Net interest income (FTE basis)	\$ 1,398	\$ 659	\$ 739
Noninterest income:			
Mortgage banking income	1,075	415	660
All other income	109	22	87
Total noninterest income	1,184	437	747
Total revenue, net of interest expense (FTE basis)	2,582	1,096	1,486
Provision for credit losses	5	32	(27)
Noninterest expense	14,031	1,375	12,656
Loss before income taxes	(11,454)	(311)	(11,143)
Income tax benefit (FTE basis)	(3,625)	(116)	(3,509)
Net loss	<u>\$ (7,829)</u>	<u>\$ (195)</u>	<u>\$ (7,634)</u>
Balance Sheet			
Average			
Total loans and leases	\$ 88,584	\$ 51,183	\$ 37,401
Total earning assets	93,545	53,601	39,944
Total assets	110,073	53,565	56,508
Allocated capital ⁽²⁾	23,000	6,000	17,000
Period end			
Total loans and leases	\$ 88,156	\$ 52,172	\$ 35,984
Total earning assets	92,291	55,058	37,233
Total assets	107,650	55,002	52,648

	Six Months Ended June 30, 2013		
	Total Consumer Real Estate Services	Home Loans	Legacy Assets & Servicing
Net interest income (FTE basis)	\$ 1,442	\$ 691	\$ 751
Noninterest income:			
Mortgage banking income	2,898	1,351	1,547
All other income (loss)	87	(58)	145
Total noninterest income	2,985	1,293	1,692
Total revenue, net of interest expense (FTE basis)	4,427	1,984	2,443
Provision for credit losses	626	156	470
Noninterest expense	8,788	1,684	7,104
Income (loss) before income taxes	(4,987)	144	(5,131)
Income tax expense (benefit) (FTE basis)	(1,901)	55	(1,956)
Net income (loss)	<u>\$ (3,086)</u>	<u>\$ 89</u>	<u>\$ (3,175)</u>
Balance Sheet			
Average			
Total loans and leases	\$ 91,531	\$ 47,048	\$ 44,483
Total earning assets	103,890	53,743	50,147
Total assets	125,291	54,252	71,039
Allocated capital ⁽²⁾	24,000	6,000	18,000
Period end			
Total loans and leases	\$ 89,257	\$ 46,891	\$ 42,366
Total earning assets	102,211	53,571	48,640
Total assets	124,032	53,674	70,358

For footnotes see page 26.

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

Bank of America Corporation and Subsidiaries
Consumer Real Estate Services Quarterly Results ⁽¹⁾

(Dollars in millions)

	Second Quarter 2014		
	Total Consumer Real Estate Services	Home Loans	Legacy Assets & Servicing
Net interest income (FTE basis)	\$ 697	\$ 335	\$ 362
Noninterest income:			
Mortgage banking income	606	237	369
All other income	87	18	69
Total noninterest income	693	255	438
Total revenue, net of interest expense (FTE basis)	1,390	590	800
Provision for credit losses	(20)	19	(39)
Noninterest expense	5,902	660	5,242
Loss before income taxes	(4,492)	(89)	(4,403)
Income tax benefit (FTE basis)	(1,690)	(33)	(1,657)
Net loss	\$ (2,802)	\$ (56)	\$ (2,746)

Balance Sheet			
Average			
Total loans and leases	\$ 88,257	\$ 51,553	\$ 36,704
Total earning assets	93,797	53,934	39,863
Total assets	109,588	53,962	55,626
Allocated capital ⁽²⁾	23,000	6,000	17,000
Period end			
Total loans and leases	\$ 88,156	\$ 52,172	\$ 35,984
Total earning assets	92,291	55,058	37,233
Total assets	107,650	55,002	52,648

	First Quarter 2014		
	Total Consumer Real Estate Services	Home Loans	Legacy Assets & Servicing
Net interest income (FTE basis)	\$ 701	\$ 324	\$ 377
Noninterest income:			
Mortgage banking income	469	178	291
All other income	22	4	18
Total noninterest income	491	182	309
Total revenue, net of interest expense (FTE basis)	1,192	506	686
Provision for credit losses	25	13	12
Noninterest expense	8,129	715	7,414
Loss before income taxes	(6,962)	(222)	(6,740)
Income tax benefit (FTE basis)	(1,935)	(83)	(1,852)
Net loss	\$ (5,027)	\$ (139)	\$ (4,888)

Balance Sheet			
Average			
Total loans and leases	\$ 88,914	\$ 50,810	\$ 38,104
Total earning assets	93,290	53,264	40,026
Total assets	110,564	53,164	57,400
Allocated capital ⁽²⁾	23,000	6,000	17,000
Period end			
Total loans and leases	\$ 88,355	\$ 50,954	\$ 37,401
Total earning assets	92,937	53,796	39,141
Total assets	112,264	53,658	58,606

For footnotes see page26.

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

Bank of America Corporation and Subsidiaries
Consumer Real Estate Services Quarterly Results ⁽¹⁾ (continued)

(Dollars in millions)

	Second Quarter 2013		
	Total Consumer Real Estate Services	Home Loans	Legacy Assets & Servicing
Net interest income (FTE basis)	\$ 699	\$ 344	\$ 355
Noninterest income:			
Mortgage banking income	1,411	654	757
All other income	5	5	—
Total noninterest income	1,416	659	757
Total revenue, net of interest expense (FTE basis)	2,115	1,003	1,112
Provision for credit losses	291	64	227
Noninterest expense	3,383	862	2,521
Income (loss) before income taxes	(1,559)	77	(1,636)
Income tax expense (benefit) (FTE basis)	(629)	30	(659)
Net income (loss)	\$ (930)	\$ 47	\$ (977)
Balance Sheet			
Average			
Total loans and leases	\$ 90,114	\$ 46,870	\$ 43,244
Total earning assets	102,086	53,739	48,347
Total assets	122,276	54,000	68,276
Allocated capital ⁽²⁾	24,000	6,000	18,000
Period end			
Total loans and leases	\$ 89,257	\$ 46,891	\$ 42,366
Total earning assets	102,211	53,571	48,640
Total assets	124,032	53,674	70,358

⁽¹⁾ *Consumer Real Estate Services* includes Home Loans and Legacy Assets & Servicing. The results of certain mortgage servicing rights activities, including net hedge results, together with any related assets or liabilities used as economic hedges, are included in Legacy Assets & Servicing.

⁽²⁾ Allocated capital is a non-GAAP financial measure. The Corporation 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 these measures differently. (See Exhibit A: Non-GAAP Reconciliations - Reconciliations to GAAP Financial Measures on pages 48-51.)

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries
Consumer Real Estate Services Key Indicators

(Dollars in millions, except as noted)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Mortgage servicing rights at fair value rollforward							
Balance, beginning of period	\$ 5,042	\$ 5,716	\$ 4,577	\$ 5,042	\$ 5,058	\$ 5,827	\$ 5,776
Net additions (sales)	62	(775)	32	30	(197)	(600)	(715)
Amortization of expected cash flows ⁽¹⁾	(419)	(574)	(209)	(210)	(229)	(240)	(260)
Other changes in mortgage servicing rights fair value ⁽²⁾	(551)	1,460	(266)	(285)	410	71	1,026
Balance, end of period⁽³⁾	\$ 4,134	\$ 5,827	\$ 4,134	\$ 4,577	\$ 5,042	\$ 5,058	\$ 5,827
Capitalized mortgage servicing rights (% of loans serviced for investors)	82 bps	77 bps	82 bps	87 bps	92 bps	82 bps	77 bps
Mortgage loans serviced for investors (in billions)	\$ 505	\$ 759	\$ 505	\$ 527	\$ 550	\$ 616	\$ 759
Loan production							
Total⁽⁴⁾							
First mortgage	\$ 19,949	\$ 49,196	\$ 11,099	\$ 8,850	\$ 11,624	\$ 22,601	\$ 25,276
Home equity	4,587	2,615	2,602	1,985	1,915	1,831	1,497
Consumer Real Estate Services							
First mortgage	\$ 15,163	\$ 39,778	\$ 8,461	\$ 6,702	\$ 9,303	\$ 17,833	\$ 20,509
Home equity	4,187	2,225	2,396	1,791	1,674	1,599	1,283
Mortgage banking income							
Production income:							
Core production revenue	\$ 591	\$ 1,675	\$ 318	\$ 273	\$ 404	\$ 465	\$ 860
Representations and warranties provision	(265)	(447)	(87)	(178)	(70)	(323)	(197)
Total production income	326	1,228	231	95	334	142	663
Servicing income:							
Servicing fees	990	1,701	476	514	629	700	785
Amortization of expected cash flows ⁽¹⁾	(419)	(574)	(209)	(210)	(229)	(240)	(260)
Fair value changes of mortgage servicing rights, net of risk management activities used to hedge certain market risks ⁽⁵⁾	171	526	105	66	174	167	215
Other servicing-related revenue	7	17	3	4	5	6	8
Total net servicing income	749	1,670	375	374	579	633	748
Total <i>Consumer Real Estate Services</i> mortgage banking income	1,075	2,898	606	469	913	775	1,411
Other business segments' mortgage banking loss ⁽⁶⁾	(136)	(457)	(79)	(57)	(65)	(190)	(233)
Total consolidated mortgage banking income	\$ 939	\$ 2,441	\$ 527	\$ 412	\$ 848	\$ 585	\$ 1,178

⁽¹⁾ Represents the net change in fair value of the MSR 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. 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, changes in OAS rate inputs 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⁾ In addition to loan production in *Consumer Real Estate Services*, the remaining first mortgage and home equity loan production is primarily in *GIWM*.

⁽⁵⁾ Includes gains and losses on sales of mortgage servicing rights.

⁽⁶⁾ Includes the effect of transfers of mortgage loans from *Consumer Real Estate Services* to the asset and liability management portfolio included in *All Other*.

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries
Global Wealth & Investment Management Segment Results

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ 2,970	\$ 3,101	\$ 1,485	\$ 1,485	\$ 1,485	\$ 1,478	\$ 1,505
Noninterest income:							
Investment and brokerage services	5,246	4,772	2,642	2,604	2,524	2,413	2,441
All other income	920	1,047	462	458	470	499	553
Total noninterest income	6,166	5,819	3,104	3,062	2,994	2,912	2,994
Total revenue, net of interest expense (FTE basis)	9,136	8,920	4,589	4,547	4,479	4,390	4,499
Provision for credit losses	15	7	(8)	23	26	23	(15)
Noninterest expense	6,806	6,523	3,447	3,359	3,263	3,248	3,270
Income before income taxes	2,315	2,390	1,150	1,165	1,190	1,119	1,244
Income tax expense (FTE basis)	862	911	426	436	413	399	485
Net income	\$ 1,453	\$ 1,479	\$ 724	\$ 729	\$ 777	\$ 720	\$ 759
Net interest yield (FTE basis)	2.38 %	2.46 %	2.38 %	2.38 %	2.37 %	2.35 %	2.47 %
Return on average allocated capital ⁽¹⁾	24.53	30.00	24.33	24.74	30.99	28.71	30.59
Efficiency ratio (FTE basis)	74.50	73.12	75.11	73.88	72.85	73.98	72.70

Balance Sheet

Average							
Total loans and leases	\$ 117,235	\$ 107,845	\$ 118,512	\$ 115,945	\$ 115,546	\$ 112,752	\$ 109,589
Total earning assets ⁽²⁾	251,705	254,155	249,892	253,537	248,156	249,203	244,860
Total assets ⁽²⁾	270,674	272,966	268,294	273,080	268,683	268,611	263,735
Total deposits	241,409	244,329	240,042	242,792	240,395	239,663	235,344
Allocated capital ⁽¹⁾	12,000	10,000	12,000	12,000	10,000	10,000	10,000
Period end							
Total loans and leases	\$ 120,187	\$ 111,785	\$ 120,187	\$ 116,482	\$ 115,846	\$ 114,175	\$ 111,785
Total earning assets ⁽²⁾	247,179	244,340	247,179	254,801	254,031	250,677	244,340
Total assets ⁽²⁾	265,581	263,867	265,581	274,234	274,112	270,484	263,867
Total deposits	237,046	235,012	237,046	244,051	244,901	241,553	235,012

⁽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 48-51.)

⁽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.

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries
Global Wealth & Investment Management Key Indicators

(Dollars in millions, except as noted)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Revenues							
Merrill Lynch Global Wealth Management	\$ 7,555	\$ 7,422	\$ 3,791	\$ 3,764	\$ 3,703	\$ 3,646	\$ 3,742
U.S. Trust	1,551	1,461	783	768	762	730	740
Other ⁽¹⁾	30	37	15	15	14	14	17
Total revenues	\$ 9,136	\$ 8,920	\$ 4,589	\$ 4,547	\$ 4,479	\$ 4,390	\$ 4,499
Client Balances							
Client Balances by Business							
Merrill Lynch Global Wealth Management	\$ 2,017,051	\$ 1,800,151	\$ 2,017,051	\$ 1,946,922	\$ 1,916,803	\$ 1,853,980	\$ 1,800,151
U.S. Trust	380,281	351,119	380,281	378,177	376,487	362,791	351,119
Other ⁽¹⁾	70,836	63,781	70,836	70,720	73,148	66,665	63,781
Client Balances by Type							
Assets under management	\$ 878,741	\$ 743,613	\$ 878,741	\$ 841,818	\$ 821,449	\$ 779,614	\$ 743,613
Brokerage assets	1,091,558	992,664	1,091,558	1,054,052	1,045,122	1,013,688	992,664
Assets in custody	137,391	128,854	137,391	136,342	136,190	131,386	128,854
Deposits	237,046	235,012	237,046	244,051	244,901	241,553	235,012
Loans and leases ⁽²⁾	123,432	114,908	123,432	119,556	118,776	117,195	114,908
Total client balances	\$ 2,468,168	\$ 2,215,051	\$ 2,468,168	\$ 2,395,819	\$ 2,366,438	\$ 2,283,436	\$ 2,215,051
Assets Under Management Flows							
Liquidity assets under management ⁽³⁾	\$ (2,294)	\$ (2,922)	\$ 135	\$ (2,429)	\$ 6,492	\$ 2,932	\$ (695)
Long-term assets under management ⁽⁴⁾	29,252	28,053	11,870	17,382	9,425	10,341	7,692
Total assets under management flows	\$ 26,958	\$ 25,131	\$ 12,005	\$ 14,953	\$ 15,917	\$ 13,273	\$ 6,997
Associates ⁽⁵⁾							
Number of Financial Advisors	15,561	15,759	15,561	15,323	15,317	15,624	15,759
Total Wealth Advisors	16,722	16,989	16,722	16,481	16,517	16,846	16,989
Total Client Facing Professionals	19,417	19,679	19,417	19,199	19,217	19,524	19,679
Merrill Lynch Global Wealth Management Metrics							
Financial Advisor Productivity ⁽⁶⁾ (in thousands)	\$ 1,058	\$ 991	\$ 1,060	\$ 1,056	\$ 1,039	\$ 1,000	\$ 1,012
U.S. Trust Metrics							
Client Facing Professionals	2,110	2,074	2,110	2,117	2,091	2,080	2,074

⁽¹⁾ Other includes the results of BoFA Global Capital Management and other 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 *GIWIM* 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.

⁽⁴⁾ Defined as assets under advisory and discretion of *GIWIM* in which the duration of the investment strategy is longer than one year.

⁽⁵⁾ Includes Financial Advisors in the *Consumer & Business Banking* segment of 1,716, 1,598, 1,545, 1,585 and 1,587 at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, 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 & Business 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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ 4,541	\$ 4,411	\$ 2,239	\$ 2,302	\$ 2,301	\$ 2,201	\$ 2,252
Noninterest income:							
Service charges	1,367	1,387	680	687	684	716	701
Investment banking income	1,656	1,582	834	822	958	693	792
All other income	884	788	426	458	360	398	393
Total noninterest income	3,907	3,757	1,940	1,967	2,002	1,807	1,886
Total revenue, net of interest expense (FTE basis)	8,448	8,168	4,179	4,269	4,303	4,008	4,138
Provision for credit losses	397	312	132	265	441	322	163
Noninterest expense	3,927	3,685	1,899	2,028	1,943	1,923	1,849
Income before income taxes	4,124	4,171	2,148	1,976	1,919	1,763	2,126
Income tax expense (FTE basis)	1,535	1,590	795	740	664	626	829
Net income	\$ 2,589	\$ 2,581	\$ 1,353	\$ 1,236	\$ 1,255	\$ 1,137	\$ 1,297
Net interest yield (FTE basis)	2.63 %	3.18 %	2.58 %	2.68 %	2.71 %	2.87 %	3.17 %
Return on average allocated capital ⁽¹⁾	16.85	22.64	17.51	16.18	21.66	19.63	22.62
Efficiency ratio (FTE basis)	46.48	45.13	45.44	47.50	45.16	47.94	44.71
Balance Sheet							
Average							
Total loans and leases	\$ 271,446	\$ 249,903	\$ 271,417	\$ 271,475	\$ 268,864	\$ 260,085	\$ 255,674
Total earnings assets ⁽²⁾	347,793	280,143	347,661	347,926	336,371	304,726	285,000
Total assets ⁽²⁾	392,030	322,036	390,997	393,075	379,927	346,412	326,775
Total deposits	257,692	224,132	258,937	256,433	259,193	239,189	226,912
Allocated capital ⁽¹⁾	31,000	23,000	31,000	31,000	23,000	23,000	23,000
Period end							
Total loans and leases	\$ 270,683	\$ 258,503	\$ 270,683	\$ 273,239	\$ 269,469	\$ 267,165	\$ 258,503
Total earnings assets ⁽²⁾	363,713	292,301	363,713	354,214	336,607	330,006	292,301
Total assets ⁽²⁾	407,367	334,167	407,367	397,017	378,659	372,490	334,167
Total deposits	270,268	228,934	270,268	257,502	265,171	262,502	228,934

⁽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 48-51.)

⁽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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Investment Banking fees ⁽¹⁾							
Advisory ⁽²⁾	\$ 491	\$ 473	\$ 234	\$ 257	\$ 320	\$ 226	\$ 240
Debt issuance	835	833	388	447	443	343	405
Equity issuance	330	276	212	118	195	124	147
Total Investment Banking fees ⁽³⁾	\$ 1,656	\$ 1,582	\$ 834	\$ 822	\$ 958	\$ 693	\$ 792
Business Lending							
Corporate	\$ 1,724	\$ 1,706	\$ 820	\$ 904	\$ 817	\$ 884	\$ 855
Commercial	2,014	2,001	1,005	1,009	1,011	960	1,050
Total Business Lending revenue	\$ 3,738	\$ 3,707	\$ 1,825	\$ 1,913	\$ 1,828	\$ 1,844	\$ 1,905
Global Transaction Services							
Corporate	\$ 1,506	\$ 1,368	\$ 766	\$ 740	\$ 734	\$ 713	\$ 702
Commercial	1,454	1,446	719	735	747	741	733
Total Global Transaction Services revenue	\$ 2,960	\$ 2,814	\$ 1,485	\$ 1,475	\$ 1,481	\$ 1,454	\$ 1,435
Average deposit balances							
Interest-bearing	\$ 77,790	\$ 68,584	\$ 78,010	\$ 77,568	\$ 78,229	\$ 73,011	\$ 69,362
Noninterest-bearing	179,902	155,548	180,927	178,865	180,964	166,178	157,550
Total average deposits	\$ 257,692	\$ 224,132	\$ 258,937	\$ 256,433	\$ 259,193	\$ 239,189	\$ 226,912
Loan spread	1.75 %	1.87 %	1.71 %	1.80 %	1.75 %	1.78 %	1.89 %
Provision for credit losses	\$ 397	\$ 312	\$ 132	\$ 265	\$ 441	\$ 322	\$ 163
Credit quality ^(4, 5)							
Reservable utilized criticized exposure	\$ 9,467	\$ 10,632	\$ 9,467	\$ 9,512	\$ 9,357	\$ 10,111	\$ 10,632
	3.20 %	3.73 %	3.20 %	3.19 %	3.17 %	3.44 %	3.73 %
Nonperforming loans, leases and foreclosed properties	\$ 717	\$ 1,087	\$ 717	\$ 650	\$ 639	\$ 919	\$ 1,087
	0.27 %	0.43 %	0.27 %	0.24 %	0.24 %	0.35 %	0.43 %
Average loans and leases by product							
U.S. commercial	\$ 135,721	\$ 126,324	\$ 136,193	\$ 135,245	\$ 132,263	\$ 128,601	\$ 127,742
Commercial real estate	44,124	35,760	43,816	44,436	42,622	39,172	36,685
Commercial lease financing	25,295	24,536	25,165	25,427	25,115	24,846	24,584
Non-U.S. commercial	66,300	63,277	66,238	66,362	68,860	67,459	66,654
Other	6	6	5	5	4	7	9
Total average loans and leases	\$ 271,446	\$ 249,903	\$ 271,417	\$ 271,475	\$ 268,864	\$ 260,085	\$ 255,674
Total Corporation Investment Banking fees							
Advisory ⁽²⁾	\$ 551	\$ 519	\$ 265	\$ 286	\$ 353	\$ 256	\$ 262
Debt issuance	1,916	2,009	891	1,025	986	808	987
Equity issuance	827	679	514	313	464	329	356
Total investment banking fees including self-led	3,294	3,207	1,670	1,624	1,803	1,393	1,605
Self-led	(121)	(116)	(39)	(82)	(65)	(96)	(49)
Total Investment Banking fees	\$ 3,173	\$ 3,091	\$ 1,631	\$ 1,542	\$ 1,738	\$ 1,297	\$ 1,556

⁽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, 2014			
	Global		U.S.	
	Product Ranking	Market Share	Product Ranking	Market Share
Net investment banking revenue	3	6.6%	2	9.9%
Announced mergers and acquisitions	3	23.2	3	30.3
Equity capital markets	3	7.3	3	11.0
Debt capital markets	5	5.5	2	9.9
High-yield corporate debt	8	5.9	5	8.0
Leveraged loans	2	9.1	2	11.3
Mortgage-backed securities	9	6.5	9	7.1
Asset-backed securities	2	12.9	2	15.2
Convertible debt	4	8.6	4	11.9
Common stock underwriting	2	7.2	2	10.8
Investment-grade corporate debt	2	6.5	2	12.5
Syndicated loans	2	8.9	2	12.9

Source: Dealogic data as of July 1, 2014. Figures above include self-led transactions.

- Rankings based on deal volumes except for 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	Syndicated loans
Asset-backed securities	Announced mergers and acquisitions
Common stock underwriting	Equity capital markets
Investment-grade corporate debt	

U.S. top 3 rankings in:

Leveraged loans	Syndicated loans
Asset-backed securities	Announced mergers and acquisitions
Common stock underwriting	Equity capital markets
Investment-grade corporate debt	Debt capital markets

Top 3 rankings excluding self-led deals:

Global: Leveraged loans, Asset-backed securities, Common stock underwriting, Investment-grade corporate debt, Syndicated loans, Announced mergers and acquisitions, Equity capital markets

U.S.: Leveraged loans, Asset-backed securities, Common stock underwriting, Investment-grade corporate debt, Syndicated loans, Announced mergers and acquisitions, Equity capital markets, Debt capital markets

Bank of America Corporation and Subsidiaries
Global Markets Segment Results ⁽¹⁾

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ 1,949	\$ 2,117	\$ 952	\$ 997	\$ 1,138	\$ 969	\$ 1,009
Noninterest income:							
Investment and brokerage services	1,101	1,077	540	561	489	480	549
Investment banking fees	1,496	1,347	760	736	755	622	668
Trading account profits	4,135	4,738	1,768	2,367	795	1,201	1,848
All other income (loss)	914	(306)	563	351	21	(53)	120
Total noninterest income	7,646	6,856	3,631	4,015	2,060	2,250	3,185
Total revenue, net of interest expense (FTE basis) ⁽²⁾	9,595	8,973	4,583	5,012	3,198	3,219	4,194
Provision for credit losses	38	(11)	19	19	104	47	(16)
Noninterest expense	5,939	5,843	2,862	3,077	3,275	2,881	2,770
Income (loss) before income taxes	3,618	3,141	1,702	1,916	(181)	291	1,440
Income tax expense (benefit) (FTE basis)	1,209	1,067	601	608	(133)	1,166	478
Net income (loss)	\$ 2,409	\$ 2,074	\$ 1,101	\$ 1,308	\$ (48)	\$ (875)	\$ 962
Return on average allocated capital ⁽³⁾	14.32%	13.97%	13.01%	15.64%	n/m	n/m	12.89%
Efficiency ratio (FTE basis)	61.90	65.12	62.45	61.39	102.40%	89.52%	66.05
Balance Sheet							
Average							
Total trading-related assets ⁽⁴⁾	\$ 448,596	\$ 497,582	\$ 459,938	\$ 437,128	\$ 438,909	\$ 442,597	\$ 490,972
Total loans and leases	63,637	54,529	63,579	63,696	66,496	64,491	56,354
Total earning assets ⁽⁴⁾	467,594	504,450	478,192	456,879	458,955	458,626	499,338
Total assets	609,315	663,021	617,103	601,439	603,005	602,521	656,109
Allocated capital ⁽³⁾	34,000	30,000	34,000	34,000	30,000	30,000	30,000
Period end							
Total trading-related assets ⁽⁴⁾	\$ 443,386	\$ 446,505	\$ 443,386	\$ 430,894	\$ 411,080	\$ 438,137	\$ 446,505
Total loans and leases	66,260	63,127	66,260	64,598	67,381	68,662	63,127
Total earning assets ⁽⁴⁾	465,383	465,153	465,383	455,103	432,807	464,600	465,153
Total assets	610,395	608,760	610,395	594,815	575,584	601,034	608,760
Trading-related assets (average)							
Trading account securities	\$ 201,996	\$ 230,589	\$ 200,725	\$ 203,281	\$ 209,734	\$ 193,107	\$ 225,796
Reverse repurchases	114,576	154,188	119,823	109,271	114,417	128,427	150,568
Securities borrowed	88,024	60,134	94,989	80,981	67,862	73,820	62,813
Derivative assets	44,000	52,671	44,401	43,595	46,896	47,243	51,795
Total trading-related assets ⁽⁴⁾	\$ 448,596	\$ 497,582	\$ 459,938	\$ 437,128	\$ 438,909	\$ 442,597	\$ 490,972

⁽¹⁾ In 2014, the results for structured liabilities including debit valuation adjustment were moved into *Global Markets* from *All Other* to better align the performance and risk management of these instruments. As such, net debit valuation adjustment in *Global Markets* represents the combined total of net debit valuation adjustment on derivatives and structured liabilities. Prior periods have been reclassified to conform to current period presentation.

⁽²⁾ 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 34.

⁽³⁾ 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 48-51.)

⁽⁴⁾ 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)

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Sales and trading revenue⁽¹⁾							
Fixed income, currency and commodities	\$ 5,452	\$ 5,067	\$ 2,426	\$ 3,026	\$ 1,540	\$ 1,636	\$ 2,216
Equities	2,230	2,433	1,045	1,185	815	918	1,280
Total sales and trading revenue	\$ 7,682	\$ 7,500	\$ 3,471	\$ 4,211	\$ 2,355	\$ 2,554	\$ 3,496
Sales and trading revenue, excluding net debit valuation adjustment⁽²⁾							
Fixed income, currency and commodities	\$ 5,316	\$ 5,252	\$ 2,370	\$ 2,946	\$ 2,076	\$ 2,029	\$ 2,253
Equities	2,185	2,344	1,032	1,153	897	969	1,194
Total sales and trading revenue, excluding net debit valuation adjustment	\$ 7,501	\$ 7,596	\$ 3,402	\$ 4,099	\$ 2,973	\$ 2,998	\$ 3,447
Sales and trading revenue breakdown							
Net interest income	\$ 1,775	\$ 1,944	\$ 866	\$ 909	\$ 1,054	\$ 892	\$ 925
Commissions	1,101	1,077	540	561	489	480	549
Trading	4,135	4,738	1,768	2,367	795	1,201	1,848
Other	671	(259)	297	374	17	(19)	174
Total sales and trading revenue	\$ 7,682	\$ 7,500	\$ 3,471	\$ 4,211	\$ 2,355	\$ 2,554	\$ 3,496

⁽¹⁾ Includes *Global Banking* sales and trading revenue of \$153 million and \$210 million for the six months ended June 30, 2014 and 2013, \$68 million and \$84 million for the second and first quarters of 2014, and \$66 million, \$108 million and \$143 million for the fourth, third and second quarters of 2013, respectively.

⁽²⁾ For this presentation, sales and trading revenue excludes net debit valuation adjustment gains (losses) which include net debit valuation adjustment on derivatives and structured liabilities. Sales and trading revenue excluding net debit valuation adjustment gains (losses) represents a non-GAAP financial measure.

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

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

All Other Results ⁽¹⁾

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Net interest income (FTE basis)	\$ (226)	\$ 528	\$ (76)	\$ (150)	\$ 411	\$ 42	\$ 272
Noninterest income:							
Card income	174	166	88	86	83	79	81
Equity investment income	730	1,096	56	674	393	1,122	576
Gains on sales of debt securities	739	519	382	357	363	347	452
All other loss	(1,262)	(1,286)	(604)	(658)	(739)	(565)	(812)
Total noninterest income	381	495	(78)	459	100	983	297
Total revenue, net of interest expense (FTE basis)	155	1,023	(154)	309	511	1,025	569
Provision for credit losses	(381)	71	(246)	(135)	(188)	(549)	(179)
Noninterest expense	2,113	2,330	431	1,682	1,012	940	562
Income (loss) before income taxes	(1,577)	(1,378)	(339)	(1,238)	(313)	634	186
Income tax benefit (FTE basis)	(1,516)	(992)	(466)	(1,050)	(848)	(101)	(347)
Net income (loss)	\$ (61)	\$ (386)	\$ 127	\$ (188)	\$ 535	\$ 735	\$ 533
Balance Sheet							
Average							
Total loans and leases	\$ 213,965	\$ 241,748	\$ 210,575	\$ 217,391	\$ 226,027	\$ 232,525	\$ 238,910
Total assets ⁽²⁾	170,699	240,677	175,720	165,622	179,545	203,750	231,498
Total deposits	35,119	34,883	35,851	34,381	34,247	35,420	34,017
Period end							
Total loans and leases	\$ 205,471	\$ 234,047	\$ 205,471	\$ 213,416	\$ 220,690	\$ 229,547	\$ 234,047
Total assets ⁽³⁾	167,364	204,839	167,364	158,348	167,433	178,500	204,839
Total deposits	31,999	34,858	31,999	32,818	27,851	30,909	34,858

⁽¹⁾ All Other consists of ALM activities, equity investments, the international consumer card business, liquidating businesses, residual expense allocations and other. ALM activities encompass the whole-loan residential mortgage portfolio and investment 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. The results of certain ALM activities are allocated to our business segments. Equity investments include Global Principal Investments which is comprised of a portfolio of equity, real estate and other alternative investments. These investments are made either directly in a company or held through a fund with related income recorded in equity investment income. Additionally, All Other includes certain residential mortgage loans that are managed by Legacy Assets & Servicing. In 2014, the management of structured liabilities and the associated debit valuation adjustment (previously referred to as fair value adjustments on structured liabilities) were moved into Global Markets from All Other to better align the performance risk of these instruments. Prior periods have been reclassified to conform to current period presentation.

⁽²⁾ Includes elimination of segments' excess asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity of \$589.2 billion and \$525.3 billion for the six months ended June 30, 2014 and 2013; \$593.1 billion, \$585.3 billion, \$564.1 billion, \$540.5 billion and \$524.5 billion for the second and first quarters of 2014, and the fourth, third and second quarters of 2013, respectively.

⁽³⁾ Includes elimination of segments' excess asset allocations to match liabilities (i.e., deposits) and allocated shareholders' equity of \$608.8 billion, \$609.2 billion, \$569.9 billion, \$557.5 billion and \$529.0 billion at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, respectively.

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Equity Investments

(Dollars in millions)

	Equity Investments Exposures			
	June 30, 2014			March 31 2014
	Book Value	Unfunded Commitments	Total	Total
Equity Investments:				
Global Principal Investments	\$ 1,136	\$ 54	\$ 1,190	\$ 1,370
Strategic and other investments	827	18	845	874
Total Equity Investments	\$ 1,963	\$ 72	\$ 2,035	\$ 2,244

Components of Equity Investment Income

(Dollars in millions)

	Six Months Ended June 30		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Global Principal Investments	\$ 43	\$ 156	\$ 71	\$ (28)	\$ 101	\$ 122	\$ 52
Strategic and other investments	687	940	(15)	702	292	1,000	524
Total equity investment income included in <i>All Other</i>	730	1,096	56	674	393	1,122	576
Total equity investment income included in the business segments	411	147	301	110	81	62	104
Total consolidated equity investment income	\$ 1,141	\$ 1,243	\$ 357	\$ 784	\$ 474	\$ 1,184	\$ 680

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Outstanding Loans and Leases

(Dollars in millions)

	June 30 2014	March 31 2014	June 30 2013
Consumer			
Residential mortgage ⁽¹⁾	\$ 237,136	\$ 242,977	\$ 253,959
Home equity	89,499	91,476	100,011
U.S. credit card	89,020	87,692	90,523
Non-U.S. credit card	11,999	11,563	10,340
Direct/Indirect consumer ⁽²⁾	82,586	81,552	83,358
Other consumer ⁽³⁾	2,079	1,980	1,803
Total consumer loans excluding loans accounted for under the fair value option	512,319	517,240	539,994
Consumer loans accounted for under the fair value option ⁽⁴⁾	2,154	2,149	1,052
Total consumer	514,473	519,389	541,046
Commercial			
U.S. commercial ⁽⁵⁾	231,622	228,795	219,367
Commercial real estate ⁽⁶⁾	46,815	48,840	42,126
Commercial lease financing	24,565	24,649	23,912
Non-U.S. commercial	85,677	85,630	86,710
Total commercial loans excluding loans accounted for under the fair value option	388,679	387,914	372,115
Commercial loans accounted for under the fair value option ⁽⁴⁾	8,747	8,914	8,409
Total commercial	397,426	396,828	380,524
Total loans and leases	\$ 911,899	\$ 916,217	\$ 921,570

⁽¹⁾ Includes pay option loans of \$3.7 billion, \$3.8 billion and \$5.8 billion and non-U.S. residential mortgage loans of \$3 million, \$0 and \$83 million at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. The Corporation no longer originates pay option loans.

⁽²⁾ Includes dealer financial services loans of \$37.7 billion, \$38.0 billion and \$36.8 billion, unsecured consumer lending loans of \$2.0 billion, \$2.3 billion and \$3.6 billion, U.S. securities-based lending loans of \$33.8 billion, \$31.8 billion and \$30.0 billion, non-U.S. consumer loans of \$4.4 billion, \$4.6 billion and \$7.5 billion, student loans of \$3.8 billion, \$3.9 billion and \$4.4 billion and other consumer loans of \$937 million, \$899 million and \$1.1 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽³⁾ Includes consumer finance loans of \$1.1 billion, \$1.1 billion and \$1.3 billion, consumer leases of \$819 million, \$701 million and \$351 million, consumer overdrafts of \$170 million, \$137 million and \$149 million and other non-U.S. consumer loans of \$3 million, \$5 million and \$5 million at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁴⁾ Consumer loans accounted for under the fair value option were residential mortgage loans of \$2.0 billion, \$2.0 billion and \$1.1 billion and home equity loans of \$170 million, \$152 million and \$0 at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Commercial loans accounted for under the fair value option were U.S. commercial loans of \$1.3 billion, \$1.4 billion and \$2.0 billion and non-U.S. commercial loans of \$7.4 billion, \$7.5 billion and \$6.4 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁵⁾ Includes U.S. small business commercial loans, including card-related products, of \$3.5 billion, \$13.4 billion and \$12.4 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁶⁾ Includes U.S. commercial real estate loans of \$45.5 billion, \$47.1 billion and \$40.3 billion and non-U.S. commercial real estate loans of \$1.3 billion, \$1.7 billion and \$1.8 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

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

This information is preliminary and based on company data available at the time of the presentation.

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Bank of America Corporation and Subsidiaries

Quarterly Average Loans and Leases by Business Segment

(Dollars in millions)

Second Quarter 2014							
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Consumer							
Residential mortgage	\$ 243,405	\$ 761	\$ 5,935	\$ 48,855	\$ —	\$ —	\$ 187,854
Home equity	90,729	151	82,240	6,578	—	160	1,600
U.S. credit card	88,058	84,849	—	3,209	—	—	—
Non-U.S. credit card	11,759	—	—	—	—	—	11,759
Direct/Indirect consumer	82,102	40,026	47	37,348	—	12	4,669
Other consumer	2,012	890	—	9	5	—	1,108
Total consumer	518,065	126,677	88,222	95,999	5	172	206,990
Commercial							
U.S. commercial	230,487	32,900	35	20,688	136,193	35,906	4,765
Commercial real estate	48,315	651	—	1,672	43,816	1,937	239
Commercial lease financing	24,409	—	—	4	25,165	743	(1,503)
Non-U.S. commercial	91,304	12	—	149	66,238	24,821	84
Total commercial	394,515	33,563	35	22,513	271,412	63,407	3,585
Total loans and leases	\$ 912,580	\$ 160,240	\$ 88,257	\$ 118,512	\$ 271,417	\$ 63,579	\$ 210,575
First Quarter 2014							
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Consumer							
Residential mortgage	\$ 247,556	\$ 727	\$ 4,602	\$ 48,236	\$ —	\$ —	\$ 193,991
Home equity	92,759	148	84,217	6,696	—	168	1,530
U.S. credit card	89,545	86,270	—	3,260	—	—	15
Non-U.S. credit card	11,554	—	—	—	—	—	11,554
Direct/Indirect consumer	81,728	40,758	47	35,800	1	45	5,077
Other consumer	1,962	790	—	5	4	—	1,163
Total consumer	525,104	128,693	88,866	93,997	5	213	213,330
Commercial							
U.S. commercial	228,058	32,636	48	20,094	135,245	34,719	5,316
Commercial real estate	48,753	723	—	1,698	44,436	1,625	271
Commercial lease financing	24,727	—	—	4	25,427	836	(1,540)
Non-U.S. commercial	92,840	9	—	152	66,362	26,303	14
Total commercial	394,378	33,368	48	21,948	271,470	63,483	4,061
Total loans and leases	\$ 919,482	\$ 162,061	\$ 88,914	\$ 115,945	\$ 271,475	\$ 63,696	\$ 217,391
Second Quarter 2013							
	Total Corporation	Consumer & Business Banking	Consumer Real Estate Services	GWIM	Global Banking	Global Markets	All Other
Consumer							
Residential mortgage	\$ 257,275	\$ 564	\$ 2,254	\$ 43,234	\$ —	\$ 86	\$ 211,137
Home equity	101,708	147	87,749	12,254	—	78	1,480
U.S. credit card	89,722	89,722	—	—	—	—	—
Non-U.S. credit card	10,613	—	—	—	—	—	10,613
Direct/Indirect consumer	82,485	40,187	50	33,390	—	24	8,834
Other consumer	1,756	420	—	7	9	—	1,320
Total consumer	543,559	131,040	90,053	88,885	9	188	233,384
Commercial							
U.S. commercial	217,464	31,183	60	19,099	127,742	32,776	6,604
Commercial real estate	40,612	1,359	1	1,417	36,685	694	456
Commercial lease financing	23,579	—	—	4	24,584	618	(1,627)
Non-U.S. commercial	89,020	11	—	184	66,654	22,078	93
Total commercial	370,675	32,553	61	20,704	255,665	56,166	5,526
Total loans and leases	\$ 914,234	\$ 163,593	\$ 90,114	\$ 109,589	\$ 255,674	\$ 56,354	\$ 238,910

Bank of America Corporation and Subsidiaries
Commercial Credit Exposure by Industry ^(1, 2, 3)

(Dollars in millions)

	Commercial Utilized			Total Commercial Committed		
	June 30 2014	March 31 2014	June 30 2013	June 30 2014	March 31 2014	June 30 2013
Diversified financials	\$ 72,302	\$ 69,137	\$ 72,498	\$ 120,705	\$ 111,172	\$ 108,601
Real estate ⁽⁴⁾	52,982	55,613	49,564	74,535	77,337	70,162
Healthcare equipment and services	32,410	31,854	29,327	55,737	48,681	46,418
Retailing	33,941	33,836	31,051	54,983	53,902	51,906
Capital goods	28,921	28,012	26,737	53,444	52,356	50,699
Banking	42,543	42,296	47,724	51,100	49,821	56,195
Government and public education	40,174	40,435	39,260	47,613	48,175	47,871
Materials	23,292	23,163	22,831	42,809	42,291	43,369
Energy	20,744	19,835	21,052	40,826	39,846	41,133
Consumer services	21,414	21,147	21,721	34,391	34,010	34,743
Food, beverage and tobacco	15,357	15,359	14,704	31,792	31,379	31,488
Commercial services and supplies	19,259	19,448	18,932	31,013	31,529	30,478
Utilities	9,898	9,404	8,811	26,549	25,346	23,660
Transportation	16,227	15,351	15,492	23,787	22,425	22,716
Media	11,801	13,066	13,249	23,283	23,880	21,824
Individuals and trusts	15,790	15,159	14,367	19,811	18,743	18,081
Technology hardware and equipment	6,883	6,051	4,840	13,428	12,697	11,289
Software and services	6,296	6,667	6,389	13,360	13,933	13,417
Pharmaceuticals and biotechnology	4,534	6,052	4,243	13,221	13,111	11,473
Insurance, including monolines	4,827	5,473	5,880	11,075	11,744	12,315
Consumer durables and apparel	5,793	5,797	5,404	10,274	10,002	9,942
Telecommunication services	4,269	4,654	3,871	10,207	10,328	10,588
Automobiles and components	3,446	3,303	3,263	9,000	8,601	8,262
Food and staples retailing	4,079	4,083	4,363	7,831	7,779	7,848
Religious and social organizations	5,144	5,404	5,895	6,965	7,384	7,824
Other	5,544	5,167	5,678	8,686	8,097	8,550
Total commercial credit exposure by industry	\$ 507,870	\$ 505,766	\$ 497,146	\$ 836,425	\$ 814,569	\$ 800,852
Net credit default protection purchased on total commitments ⁽⁵⁾				\$ (8,678)	\$ (8,341)	\$ (11,060)

(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 \$41.2 billion, \$42.8 billion and \$50.5 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Not reflected in utilized and committed exposure is additional derivative collateral held of \$16.3 billion, \$16.1 billion and \$18.4 billion, which consists primarily of other marketable securities, at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

(2) Total commercial utilized and total commercial committed exposure includes loans and letters of credit accounted for under the fair value option and are comprised of loans outstanding of \$8.7 billion, \$8.9 billion and \$8.4 billion and issued letters of credit at notional value of \$553 million, \$576 million and \$563 million at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. In addition, total commercial committed exposure includes unfunded loan commitments at notional value of \$9.5 billion, \$11.3 billion and \$15.3 billion at June 30, 2014, March 31, 2014 and June 30, 2013, 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.

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Net Credit Default Protection by Maturity Profile ⁽¹⁾

	June 30 2014	March 31 2014
Less than or equal to one year	40 %	32 %
Greater than one year and less than or equal to five years	58	64
Greater than five years	2	4
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 above.

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

(Dollars in millions)

Ratings ^(2, 3)	June 30, 2014		March 31, 2014	
	Net Notional ⁽⁴⁾	Percent of Total	Net Notional ⁽⁴⁾	Percent of Total
AA	\$ (77)	0.9 %	\$ (42)	0.5 %
A	(1,890)	21.8	(2,173)	26.1
BBB	(4,885)	56.3	(4,379)	52.5
BB	(1,089)	12.5	(1,082)	13.0
B	(634)	7.3	(571)	6.8
CCC and below	(125)	1.4	(130)	1.6
NR ⁽⁵⁾	22	(0.2)	36	(0.5)
Total net credit default protection	\$ (8,678)	100.0 %	\$ (8,341)	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.

This information is preliminary and based on company data available at the time of the 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 2014	Hedges and Credit Default Protection ⁽⁴⁾	Net Country Exposure at June 30 2014 ⁽⁵⁾	Increase (Decrease) from March 31 2014
United Kingdom	\$ 24,394	\$ 14,519	\$ 5,603	\$ 6,626	\$ 51,142	\$ (3,945)	\$ 47,197	\$ (105)
Canada	5,716	6,818	1,594	5,565	19,693	(1,580)	18,113	(1,175)
China	10,866	701	588	1,960	14,115	(335)	13,780	736
France	2,862	6,248	1,218	7,221	17,549	(4,265)	13,284	463
Germany	4,597	5,392	2,187	5,103	17,279	(4,030)	13,249	(364)
Brazil	8,809	620	274	2,865	12,568	(392)	12,176	(741)
India	6,016	488	279	3,995	10,778	(61)	10,717	317
Australia	3,648	3,215	453	2,377	9,693	(499)	9,194	892
Netherlands	3,090	3,665	529	1,798	9,082	(1,436)	7,646	(288)
South Korea	4,061	909	638	2,216	7,824	(543)	7,281	582
Hong Kong	5,359	345	107	914	6,725	(61)	6,664	(222)
Japan	4,143	477	677	1,990	7,287	(1,245)	6,042	1,791
Switzerland	2,474	2,937	757	565	6,733	(1,305)	5,428	70
Singapore	1,975	2,053	106	1,271	5,405	(77)	5,328	503
Italy	2,849	2,008	1,964	729	7,550	(3,349)	4,201	(290)
Taiwan	2,535	—	93	1,363	3,991	(4)	3,987	(217)
Russian Federation	5,367	90	201	30	5,688	(1,752)	3,936	(1,277)
Mexico	3,334	645	149	99	4,227	(400)	3,827	64
Spain	2,902	834	263	673	4,672	(1,017)	3,655	698
Turkey	1,939	97	13	169	2,218	(11)	2,207	(180)
Total top 20 non-U.S. countries exposure	\$ 106,936	\$ 52,061	\$ 17,693	\$ 47,529	\$ 224,219	\$ (26,307)	\$ 197,912	\$ 1,257

⁽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 \$3.7 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 \$103.1 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 tranch 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 tranch 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.

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Select European Countries

(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 2014	Hedges and Credit Default Protection ⁽⁴⁾		Net Country Exposure at June 30 2014 ⁽⁵⁾	Increase (Decrease) from March 31 2014			
Greece																
Sovereign	\$	—	\$	—	\$	—	\$	73	\$	73	\$	—	\$	73	\$	46
Financial institutions		—		—		4		22		26		(11)		15		30
Corporates		11		13		—		39		63		(28)		35		(78)
Total Greece	\$	11	\$	13	\$	4	\$	134	\$	162	\$	(39)	\$	123	\$	(2)
Ireland																
Sovereign	\$	20	\$	—	\$	17	\$	—	\$	37	\$	(14)	\$	23	\$	(58)
Financial institutions		765		52		139		95		1,051		(17)		1,034		80
Corporates		411		522		72		51		1,056		(22)		1,034		190
Total Ireland	\$	1,196	\$	574	\$	228	\$	146	\$	2,144	\$	(53)	\$	2,091	\$	212
Italy																
Sovereign	\$	18	\$	—	\$	1,619	\$	364	\$	2,001	\$	(1,639)	\$	362	\$	(650)
Financial institutions		1,498		3		216		54		1,771		(922)		849		198
Corporates		1,333		2,005		129		311		3,778		(788)		2,990		162
Total Italy	\$	2,849	\$	2,008	\$	1,964	\$	729	\$	7,550	\$	(3,349)	\$	4,201	\$	(290)
Portugal																
Sovereign	\$	—	\$	—	\$	21	\$	45	\$	66	\$	(27)	\$	39	\$	(87)
Financial institutions		5		—		5		20		30		(7)		23		59
Corporates		27		28		—		79		134		(180)		(46)		(72)
Total Portugal	\$	32	\$	28	\$	26	\$	144	\$	230	\$	(214)	\$	16	\$	(100)
Spain																
Sovereign	\$	36	\$	—	\$	68	\$	11	\$	115	\$	(90)	\$	25	\$	209
Financial institutions		1,124		—		136		136		1,396		(125)		1,271		267
Corporates		1,742		834		59		526		3,161		(802)		2,359		222
Total Spain	\$	2,902	\$	834	\$	263	\$	673	\$	4,672	\$	(1,017)	\$	3,655	\$	698
Total																
Sovereign	\$	74	\$	—	\$	1,725	\$	493	\$	2,292	\$	(1,770)	\$	522	\$	(540)
Financial institutions		3,392		55		500		327		4,274		(1,082)		3,192		634
Corporates		3,524		3,402		260		1,006		8,192		(1,820)		6,372		424
Total select European exposure	\$	6,990	\$	3,457	\$	2,485	\$	1,826	\$	14,758	\$	(4,672)	\$	10,086	\$	518

⁽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 \$1.7 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 \$7.2 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 of \$3.8 billion and net credit default swaps purchased of \$951 million, consisting of \$663 million of net single-name credit default swaps purchased and \$288 million of net indexed and tranch credit default swaps sold.

⁽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, including \$2.9 billion to hedge loans and securities, consisting of \$1.5 billion in net single-name credit default swaps purchased and \$1.4 billion in net indexed and tranch credit default swaps purchased. \$1.8 billion in additional credit default protection purchased to hedge derivative assets and \$131 million in other short exposures. 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.

This information is preliminary and based on company data available at the time of the presentation.

Bank of America Corporation and Subsidiaries

Nonperforming Loans, Leases and Foreclosed Properties

(Dollars in millions)

	June 30 2014	March 31 2014	December 31 2013	September 30 2013	June 30 2013
Residential mortgage	\$ 9,235	\$ 11,611	\$ 11,712	\$ 13,328	\$ 14,316
Home equity	4,181	4,185	4,075	4,176	4,151
Direct/Indirect consumer	29	32	35	59	72
Other consumer	15	16	18	18	1
Total consumer	13,460	15,844	15,840	17,581	18,540
U.S. commercial	849	841	819	1,059	1,279
Commercial real estate	252	300	322	488	627
Commercial lease financing	8	10	16	49	10
Non-U.S. commercial	7	18	64	86	80
	1,116	1,169	1,221	1,682	1,996
U.S. small business commercial	100	96	88	103	107
Total commercial	1,216	1,265	1,309	1,785	2,103
Total nonperforming loans and leases	14,676	17,109	17,149	19,366	20,643
Foreclosed properties ⁽¹⁾	624	623	623	662	637
Total nonperforming loans, leases and foreclosed properties^(2, 3, 4)	\$ 15,300	\$ 17,732	\$ 17,772	\$ 20,028	\$ 21,280
Fully-insured home loans past due 30 days or more and still accruing	\$ 17,347	\$ 18,098	\$ 20,681	\$ 21,797	\$ 24,072
Consumer credit card past due 30 days or more and still accruing	1,923	2,115	2,321	2,376	2,487
Other loans past due 30 days or more and still accruing	4,064	5,472	5,416	5,512	5,587
Total loans past due 30 days or more and still accruing^(3, 5, 6)	\$ 23,334	\$ 25,685	\$ 28,418	\$ 29,685	\$ 32,146
Fully-insured home loans past due 90 days or more and still accruing	\$ 14,137	\$ 15,125	\$ 16,961	\$ 17,960	\$ 20,604
Consumer credit card past due 90 days or more and still accruing	990	1,090	1,184	1,191	1,325
Other loans past due 90 days or more and still accruing	523	649	614	723	662
Total loans past due 90 days or more and still accruing^(3, 5, 6)	\$ 15,650	\$ 16,864	\$ 18,759	\$ 19,874	\$ 22,591
Nonperforming loans, leases and foreclosed properties/Total assets ⁽⁷⁾	0.71 %	0.83 %	0.85 %	0.95 %	1.01 %
Nonperforming loans, leases and foreclosed properties/Total loans, leases and foreclosed properties ⁽⁷⁾	1.70	1.96	1.93	2.17	2.33
Nonperforming loans and leases/Total loans and leases ⁽⁷⁾	1.63	1.89	1.87	2.10	2.26
Commercial utilized reservable criticized exposure ⁽⁸⁾	\$ 12,430	\$ 12,781	\$ 12,861	\$ 14,086	\$ 14,928
Commercial utilized reservable criticized exposure/Commercial utilized reservable exposure ⁽⁸⁾	2.92 %	3.01 %	3.02 %	3.31 %	3.62 %
Total commercial utilized criticized exposure/Commercial utilized exposure ⁽⁸⁾	3.15	3.21	3.08	3.48	3.64

⁽¹⁾ Foreclosed property balances do not include loans that are insured by the Federal Housing Administration and have entered foreclosure of \$1.1 billion, \$1.1 billion, \$1.4 billion, \$1.6 billion and \$1.6 billion at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, 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.

	June 30 2014	March 31 2014	December 31 2013	September 30 2013	June 30 2013
(4) Balances do not include the following:					
Nonperforming loans held-for-sale	\$ 598	\$ 293	\$ 672	\$ 972	\$ 891
Nonperforming loans accounted for under the fair value option	427	431	448	467	398
Nonaccruing troubled debt restructured loans removed from the purchased credit-impaired portfolio prior to January 1, 2010	140	257	260	356	485

⁽⁵⁾ Balances do not include loans held-for-sale past due 30 days or more and still accruing of \$37 million, \$80 million, \$106 million, \$301 million and \$374 million at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, respectively, and loans held-for-sale past due 90 days or more and still accruing of \$0, \$6 million, \$8 million, \$0 and \$17 million at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, respectively. At June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, there were \$153 million, \$129 million, \$158 million, \$153 million and \$81 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 \$10.9 billion, \$11.1 billion, \$10.0 billion, \$10.2 billion and \$9.5 billion at June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, 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 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
Nonperforming Consumer Loans and Leases:					
Balance, beginning of period	\$ 15,844	\$ 15,840	\$ 17,581	\$ 18,540	\$ 19,282
Additions to nonperforming loans and leases:					
New nonperforming loans and leases	1,825	2,027	2,199	2,503	2,289
Reductions to nonperforming loans and leases:					
Paydowns and payoffs	(325)	(468)	(863)	(544)	(695)
Sales	(1,825)	—	(729)	(624)	(175)
Returns to performing status ⁽²⁾	(939)	(800)	(1,112)	(1,079)	(1,139)
Charge-offs ⁽³⁾	(640)	(583)	(752)	(758)	(932)
Transfers to foreclosed properties	(157)	(172)	(147)	(131)	(90)
Transfers to loans held-for-sale	(323)	—	(337)	(326)	—
Total net additions (reductions) to nonperforming loans and leases	(2,384)	4	(1,741)	(959)	(742)
Total nonperforming consumer loans and leases, end of period	13,460	15,844	15,840	17,581	18,540
Foreclosed properties	547	538	533	546	508
Nonperforming consumer loans, leases and foreclosed properties, end of period	\$ 14,007	\$ 16,382	\$ 16,373	\$ 18,127	\$ 19,048
Nonperforming Commercial Loans and Leases ⁽⁴⁾:					
Balance, beginning of period	\$ 1,265	\$ 1,309	\$ 1,785	\$ 2,103	\$ 2,734
Additions to nonperforming loans and leases:					
New nonperforming loans and leases	275	262	143	350	269
Advances	1	8	12	9	3
Reductions to nonperforming loans and leases:					
Paydowns	(183)	(171)	(322)	(380)	(312)
Sales	(29)	(27)	(92)	(88)	(171)
Return to performing status ⁽⁵⁾	(41)	(63)	(87)	(91)	(243)
Charge-offs	(71)	(50)	(98)	(104)	(170)
Transfers to foreclosed properties	(1)	(3)	(12)	(14)	(7)
Transfers to loans held-for-sale	—	—	(20)	—	—
Total net reductions to nonperforming loans and leases	(49)	(44)	(476)	(318)	(631)
Total nonperforming commercial loans and leases, end of period	1,216	1,265	1,309	1,785	2,103
Foreclosed properties	77	85	90	116	129
Nonperforming commercial loans, leases and foreclosed properties, end of period	\$ 1,293	\$ 1,350	\$ 1,399	\$ 1,901	\$ 2,232

⁽¹⁾ For amounts excluded from nonperforming loans, leases and foreclosed properties, see footnotes to Nonperforming Loans, Leases and Foreclosed Properties table on page 43.

⁽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)

Net Charge-offs	Second Quarter 2014		First Quarter 2014		Fourth Quarter 2013		Third Quarter 2013		Second Quarter 2013	
	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent
Residential mortgage ⁽³⁾	\$ (35)	(0.06)%	\$ 127	0.21 %	\$ 209	0.33 %	\$ 221	0.35 %	\$ 271	0.43 %
Home equity ⁽³⁾	239	1.06	302	1.32	331	1.38	302	1.22	486	1.92
U.S. credit card	683	3.11	718	3.25	724	3.19	788	3.47	917	4.10
Non-U.S. credit card	47	1.59	76	2.66	94	3.34	89	3.32	104	3.93
Direct/Indirect consumer	33	0.16	58	0.29	73	0.35	62	0.30	86	0.42
Other consumer	47	9.26	58	12.07	66	13.58	65	13.75	51	11.57
Total consumer ⁽³⁾	1,014	0.79	1,339	1.04	1,497	1.11	1,527	1.12	1,915	1.42
U.S. commercial ⁽⁴⁾	6	0.01	5	0.01	(28)	(0.05)	68	0.13	43	0.09
Commercial real estate	(32)	(0.27)	(37)	(0.31)	1	—	11	0.11	44	0.43
Commercial lease financing	(5)	(0.07)	(2)	(0.04)	(2)	(0.03)	(8)	(0.13)	(5)	(0.08)
Non-U.S. commercial	12	0.06	19	0.09	46	0.20	(2)	(0.01)	16	0.08
	(19)	(0.02)	(15)	(0.02)	17	0.02	69	0.08	98	0.11
U.S. small business commercial	78	2.34	64	1.95	68	2.07	91	2.86	98	3.15
Total commercial	59	0.06	49	0.05	85	0.09	160	0.17	196	0.22
Total net charge-offs ⁽³⁾	\$ 1,073	0.48	\$ 1,388	0.62	\$ 1,582	0.68	\$ 1,687	0.73	\$ 2,111	0.94

By Business Segment

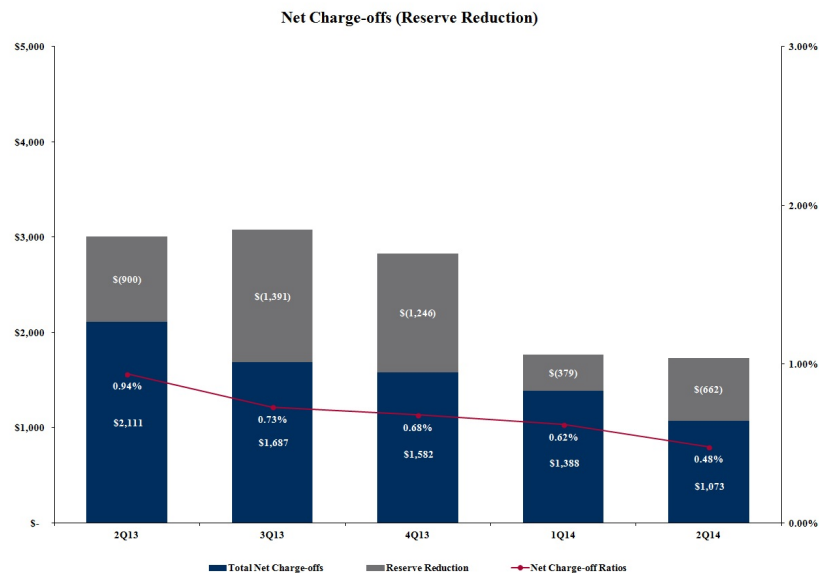
Consumer & Business Banking	\$ 844	2.11 %	\$ 881	2.20 %	\$ 922	2.24 %	\$ 1,027	2.46 %	\$ 1,158	2.84 %
Consumer Real Estate Services	235	1.08	294	1.36	323	1.45	281	1.28	465	2.09
Global Wealth & Investment Management	4	0.01	25	0.09	35	0.12	26	0.09	51	0.19
Global Banking	(24)	(0.04)	(17)	(0.03)	7	0.01	35	0.05	78	0.12
Global Markets	3	0.02	(1)	(0.01)	1	0.01	—	—	(1)	—
All Other	11	0.02	206	0.39	294	0.52	318	0.54	360	0.60
Total net charge-offs	\$ 1,073	0.48	\$ 1,388	0.62	\$ 1,582	0.68	\$ 1,687	0.73	\$ 2,111	0.94

⁽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 0.49, 0.64, 0.70, 0.75 and 0.97 for the three months ended June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, respectively.

⁽²⁾ Excludes write-offs of purchased credit-impaired loans of \$160 million, \$391 million, \$741 million, \$443 million and \$313 million for the three months ended June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, 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 0.55, 0.79, 1.00, 0.92 and 1.07 for the three months ended June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013, respectively.

⁽³⁾ Includes the impact of a clarification of regulatory guidance on accounting for troubled debt restructurings of \$56 million for residential mortgage loans and \$88 million for home equity loans for the three months ended December 31, 2013. Excluding this impact, annualized net charge-offs as a percentage of total average loans and leases outstanding were 0.24 for residential mortgage loans, 1.01 for home equity loans, 1.01 for total consumer loans and 0.62 for total net charge-offs for the three months ended December 31, 2013.

⁽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)

Net Charge-offs	Six Months Ended June 30			
	2014		2013	
	Amount	Percent	Amount	Percent
Residential mortgage	\$ 92	0.08 %	\$ 654	0.51 %
Home equity	541	1.19	1,170	2.27
U.S. credit card	1,401	3.18	1,864	4.14
Non-U.S. credit card	123	2.12	216	4.03
Direct/Indirect consumer	91	0.22	210	0.51
Other consumer	105	10.64	103	12.15
Total consumer	2,353	0.91	4,217	1.56
U.S. commercial ⁽³⁾	11	0.01	88	0.09
Commercial real estate	(69)	(0.29)	137	0.69
Commercial lease financing	(7)	(0.05)	(15)	(0.13)
Non-U.S. commercial	31	0.07	1	—
	(34)	(0.02)	211	0.12
U.S. small business commercial	142	2.14	200	3.24
Total commercial	108	0.06	411	0.23
Total net charge-offs	\$ 2,461	0.55	\$ 4,628	1.04

By Business Segment

Consumer & Business Banking	\$ 1,725	2.16 %	\$ 2,399	2.94 %
Consumer Real Estate Services	529	1.22	1,125	2.51
Global Wealth & Investment Management	29	0.05	112	0.21
Global Banking	(41)	(0.03)	146	0.12
Global Markets	2	0.01	1	—
All Other	217	0.21	845	0.71
Total net charge-offs	\$ 2,461	0.55	\$ 4,628	1.04

⁽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 0.56 and 1.07 for the six months ended June 30, 2014 and 2013

⁽²⁾ Excludes write-offs of purchased credit-impaired loans of \$551 million and \$1.2 billion for the six months ended June 30, 2014 and 2013. 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 0.67 and 1.29 for the six months ended June 30, 2014 and 2013

⁽³⁾ 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)

	June 30, 2014			March 31, 2014			June 30, 2013		
	Amount	Percent of Total	Percent of Loans and Leases Outstanding ⁽¹⁾	Amount	Percent of Total	Percent of Loans and Leases Outstanding ⁽¹⁾	Amount	Percent of Total	Percent of Loans and Leases Outstanding ⁽¹⁾
Allowance for loan and lease losses									
Residential mortgage	\$ 3,214	20.33 %	1.36 %	\$ 3,502	21.07%	1.44 %	\$ 6,071	28.59%	2.39%
Home equity	3,694	23.36	4.13	4,054	24.40	4.43	6,325	29.79	6.32
U.S. credit card	3,524	22.29	3.96	3,857	23.21	4.40	4,468	21.04	4.94
Non-U.S. credit card	424	2.68	3.53	432	2.60	3.74	498	2.34	4.82
Direct/Indirect consumer	371	2.35	0.45	389	2.34	0.48	603	2.84	0.72
Other consumer	98	0.62	4.71	97	0.58	4.86	102	0.48	5.68
Total consumer	11,325	71.63	2.21	12,331	74.20	2.38	18,067	85.08	3.35
U.S. commercial ⁽²⁾	2,712	17.15	1.17	2,563	15.43	1.12	1,874	8.83	0.85
Commercial real estate	963	6.09	2.06	972	5.85	1.99	801	3.77	1.90
Commercial lease financing	137	0.87	0.56	122	0.73	0.50	87	0.41	0.37
Non-U.S. commercial	674	4.26	0.79	630	3.79	0.74	406	1.91	0.47
Total commercial ⁽³⁾	4,486	28.37	1.15	4,287	25.80	1.11	3,168	14.92	0.85
Allowance for loan and lease losses	15,811	100.00 %	1.75	16,618	100.00%	1.84	21,235	100.00%	2.33
Reserve for unfunded lending commitments	503			509			474		
Allowance for credit losses	\$ 16,314			\$ 17,127			\$ 21,709		

Asset Quality Indicators

Allowance for loan and lease losses/Total loans and leases ⁽⁴⁾	1.75 %	1.84 %	2.33 %
Allowance for loan and lease losses (excluding the valuation allowance for purchased credit-impaired loans)/Total loans and leases (excluding purchased credit-impaired loans) ^(4, 5)	1.59	1.65	1.96
Allowance for loan and lease losses/Total nonperforming loans and leases ⁽⁶⁾	108	97	103
Allowance for loan and lease losses (excluding the valuation allowance for purchased credit-impaired loans)/Total nonperforming loans and leases ⁽⁵⁾	95	85	84
Ratio of the allowance for loan and lease losses/Annualized net charge-offs ⁽⁷⁾	3.67	2.95	2.51
Ratio of the allowance for loan and lease losses (excluding purchased credit-impaired loans)/Annualized net charge-offs ⁽⁵⁾	3.25	2.58	2.04
Ratio of the allowance for loan and lease losses/Annualized net charge-offs and purchased credit-impaired write-offs	3.20	2.30	2.18

⁽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 \$2.0 billion, \$2.0 billion and \$1.1 billion and home equity loans of \$170 million, \$152 million and \$0 at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Commercial loans accounted for under the fair value option included U.S. commercial loans of \$1.3 billion, \$1.4 billion and \$2.0 billion and non-U.S. commercial loans of \$7.4 billion, \$7.5 billion and \$6.4 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽²⁾ Includes allowance for loan and lease losses for U.S. small business commercial loans of \$511 million, \$462 million and \$584 million at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽³⁾ Includes allowance for loan and lease losses for impaired commercial loans of \$278 million, \$277 million and \$328 million at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁴⁾ Total loans and leases do not include loans accounted for under the fair value option of \$10.9 billion, \$11.1 billion and \$9.5 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁵⁾ Excludes valuation allowance on purchased credit-impaired loans of \$1.8 billion, \$2.1 billion and \$3.9 billion at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁶⁾ Allowance for loan and lease losses includes \$6.5 billion, \$7.1 billion and \$9.9 billion allocated to products (primarily the Consumer Lending portfolios within Consumer & Business Banking and purchased credit-impaired loans) that are excluded from nonperforming loans and leases at June 30, 2014, March 31, 2014 and June 30, 2013, respectively. Excluding these amounts, allowance for loan and lease losses as a percentage of total nonperforming loans and leases was 64 percent, 55 percent and 55 percent at June 30, 2014, March 31, 2014 and June 30, 2013, respectively.

⁽⁷⁾ Net charge-offs exclude \$160 million, \$391 million and \$313 million of write-offs in the purchased credit-impaired loan portfolio at June 30, 2014, March 31, 2014 and June 30, 2013. 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 evaluates its business segment results based on measures that utilize average allocated capital. The Corporation 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 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, business segment exposures and risk profile, regulatory constraints and strategic plans. As part of this process, in the first quarter of 2014, the Corporation adjusted the amount of capital being allocated to its business segments. This change resulted in a reduction of the unallocated capital, which is reflected in *All Other*, and an aggregate increase to the amount of capital being allocated to the business segments. Prior periods were not restated.

See the tables below and on pages 49-51 for reconciliations of these non-GAAP financial measures to financial measures defined by GAAP for the months ended June 30, 2014 and 2013 and the three months ended June 30, 2014, March 31, 2014, December 31, 2013, September 30, 2013 and June 30, 2013. 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		Second Quarter 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Reconciliation of net interest income to net interest income on a fully taxable-equivalent basis							
Net interest income	\$ 20,098	\$ 21,213	\$ 10,013	\$ 10,085	\$ 10,786	\$ 10,266	\$ 10,549
Fully taxable-equivalent adjustment	414	433	213	201	213	213	222
Net interest income on a fully taxable-equivalent basis	\$ 20,512	\$ 21,646	\$ 10,226	\$ 10,286	\$ 10,999	\$ 10,479	\$ 10,771
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	\$ 44,313	\$ 45,924	\$ 21,747	\$ 22,566	\$ 21,488	\$ 21,530	\$ 22,727
Fully taxable-equivalent adjustment	414	433	213	201	213	213	222
Total revenue, net of interest expense on a fully taxable-equivalent basis	\$ 44,727	\$ 46,357	\$ 21,960	\$ 22,767	\$ 21,701	\$ 21,743	\$ 22,949
Reconciliation of income tax expense (benefit) to income tax expense (benefit) on a fully taxable-equivalent basis							
Income tax expense (benefit)	\$ 99	\$ 1,987	\$ 504	\$ (405)	\$ 406	\$ 2,348	\$ 1,486
Fully taxable-equivalent adjustment	414	433	213	201	213	213	222
Income tax expense (benefit) on a fully taxable-equivalent basis	\$ 513	\$ 2,420	\$ 717	\$ (204)	\$ 619	\$ 2,561	\$ 1,708
Reconciliation of average common shareholders' equity to average tangible common shareholders' equity							
Common shareholders' equity	\$ 222,705	\$ 218,509	\$ 222,215	\$ 223,201	\$ 220,088	\$ 216,766	\$ 218,790
Goodwill	(69,832)	(69,937)	(69,822)	(69,842)	(69,864)	(69,903)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,354)	(6,409)	(5,235)	(5,474)	(5,725)	(5,993)	(6,270)
Related deferred tax liabilities	2,132	2,393	2,100	2,165	2,231	2,296	2,360
Tangible common shareholders' equity	\$ 149,651	\$ 144,556	\$ 149,258	\$ 150,050	\$ 146,730	\$ 143,166	\$ 144,950
Reconciliation of average shareholders' equity to average tangible shareholders' equity							
Shareholders' equity	\$ 236,173	\$ 236,024	\$ 235,797	\$ 236,553	\$ 233,415	\$ 230,392	\$ 235,063
Goodwill	(69,832)	(69,937)	(69,822)	(69,842)	(69,864)	(69,903)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,354)	(6,409)	(5,235)	(5,474)	(5,725)	(5,993)	(6,270)
Related deferred tax liabilities	2,132	2,393	2,100	2,165	2,231	2,296	2,360
Tangible shareholders' equity	\$ 163,119	\$ 162,071	\$ 162,840	\$ 163,402	\$ 160,057	\$ 156,792	\$ 161,223

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

This information is preliminary and based on company data available at the time of the presentation.

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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 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Reconciliation of period-end common shareholders' equity to period-end tangible common shareholders' equity							
Common shareholders' equity	\$ 222,565	\$ 216,791	\$ 222,565	\$ 218,536	\$ 219,333	\$ 218,967	\$ 216,791
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,844)	(69,891)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(5,574)	(5,843)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,166	2,231	2,297
Tangible common shareholders' equity	\$ 149,734	\$ 143,054	\$ 149,734	\$ 145,457	\$ 146,081	\$ 145,464	\$ 143,054
Reconciliation of period-end shareholders' equity to period-end tangible shareholders' equity							
Shareholders' equity	\$ 237,411	\$ 231,032	\$ 237,411	\$ 231,888	\$ 232,685	\$ 232,282	\$ 231,032
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,844)	(69,891)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(5,574)	(5,843)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,166	2,231	2,297
Tangible shareholders' equity	\$ 164,580	\$ 157,295	\$ 164,580	\$ 158,809	\$ 159,433	\$ 158,779	\$ 157,295
Reconciliation of period-end assets to period-end tangible assets							
Assets	\$ 2,170,557	\$ 2,123,320	\$ 2,170,557	\$ 2,149,851	\$ 2,102,273	\$ 2,126,653	\$ 2,123,320
Goodwill	(69,810)	(69,930)	(69,810)	(69,842)	(69,844)	(69,891)	(69,930)
Intangible assets (excluding mortgage servicing rights)	(5,099)	(6,104)	(5,099)	(5,337)	(5,574)	(5,843)	(6,104)
Related deferred tax liabilities	2,078	2,297	2,078	2,100	2,166	2,231	2,297
Tangible assets	\$ 2,097,726	\$ 2,049,583	\$ 2,097,726	\$ 2,076,772	\$ 2,029,021	\$ 2,053,150	\$ 2,049,583

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

This information is preliminary and based on company data available at the time of the 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 2014	First Quarter 2014	Fourth Quarter 2013	Third Quarter 2013	Second Quarter 2013
	2014	2013					
Reconciliation of return on average allocated capital⁽¹⁾							
Consumer & Business Banking							
Reported net income	\$ 3,454	\$ 2,833	\$ 1,788	\$ 1,666	\$ 1,978	\$ 1,777	\$ 1,391
Adjustment related to intangibles ⁽²⁾	2	4	1	1	1	2	2
Adjusted net income	\$ 3,456	\$ 2,837	\$ 1,789	\$ 1,667	\$ 1,979	\$ 1,779	\$ 1,393
Average allocated equity ⁽³⁾	\$ 61,468	\$ 62,063	\$ 61,460	\$ 61,475	\$ 61,999	\$ 62,025	\$ 62,050
Adjustment related to goodwill and a percentage of intangibles	(31,968)	(32,063)	(31,960)	(31,975)	(31,999)	(32,025)	(32,050)
Average allocated capital	\$ 29,500	\$ 30,000	\$ 29,500	\$ 29,500	\$ 30,000	\$ 30,000	\$ 30,000
Global Wealth & Investment Management							
Reported net income	\$ 1,453	\$ 1,479	\$ 724	\$ 729	\$ 777	\$ 720	\$ 759
Adjustment related to intangibles ⁽²⁾	7	9	4	3	4	4	4
Adjusted net income	\$ 1,460	\$ 1,488	\$ 728	\$ 732	\$ 781	\$ 724	\$ 763
Average allocated equity ⁽³⁾	\$ 22,233	\$ 20,311	\$ 22,222	\$ 22,243	\$ 20,265	\$ 20,283	\$ 20,300
Adjustment related to goodwill and a percentage of intangibles	(10,233)	(10,311)	(10,222)	(10,243)	(10,265)	(10,283)	(10,300)
Average allocated capital	\$ 12,000	\$ 10,000	\$ 12,000	\$ 12,000	\$ 10,000	\$ 10,000	\$ 10,000
Global Banking							
Reported net income	\$ 2,589	\$ 2,581	\$ 1,353	\$ 1,236	\$ 1,255	\$ 1,137	\$ 1,297
Adjustment related to intangibles ⁽²⁾	1	1	1	—	1	1	1
Adjusted net income	\$ 2,590	\$ 2,582	\$ 1,354	\$ 1,236	\$ 1,256	\$ 1,138	\$ 1,298
Average allocated equity ⁽³⁾	\$ 53,406	\$ 45,411	\$ 53,405	\$ 53,407	\$ 45,410	\$ 45,413	\$ 45,416
Adjustment related to goodwill and a percentage of intangibles	(22,406)	(22,411)	(22,405)	(22,407)	(22,410)	(22,413)	(22,416)
Average allocated capital	\$ 31,000	\$ 23,000	\$ 31,000	\$ 31,000	\$ 23,000	\$ 23,000	\$ 23,000
Global Markets							
Reported net income (loss)	\$ 2,409	\$ 2,074	\$ 1,101	\$ 1,308	\$ (48)	\$ (875)	\$ 962
Adjustment related to intangibles ⁽²⁾	5	4	3	2	3	2	2
Adjusted net income (loss)	\$ 2,414	\$ 2,078	\$ 1,104	\$ 1,310	\$ (45)	\$ (873)	\$ 964
Average allocated equity ⁽³⁾	\$ 39,374	\$ 35,364	\$ 39,373	\$ 39,375	\$ 35,379	\$ 35,369	\$ 35,357
Adjustment related to goodwill and a percentage of intangibles	(5,374)	(5,364)	(5,373)	(5,375)	(5,379)	(5,369)	(5,357)
Average allocated capital	\$ 34,000	\$ 30,000	\$ 34,000	\$ 34,000	\$ 30,000	\$ 30,000	\$ 30,000

For footnotes see page51.

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

This information is preliminary and based on company data available at the time of the 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 2014	First Quarter 2014	Second Quarter 2013
	2014	2013			
Consumer & Business Banking					
<u>Deposits</u>					
Reported net income	\$ 1,375	\$ 886	\$ 743	\$ 632	\$ 485
Adjustment related to intangibles ⁽²⁾	—	—	—	—	—
Adjusted net income	\$ 1,375	\$ 886	\$ 743	\$ 632	\$ 485
Average allocated equity ⁽³⁾	\$ 36,484	\$ 35,397	\$ 36,486	\$ 36,482	\$ 35,395
Adjustment related to goodwill and a percentage of intangibles	(19,984)	(19,997)	(19,986)	(19,982)	(19,995)
Average allocated capital	\$ 16,500	\$ 15,400	\$ 16,500	\$ 16,500	\$ 15,400
<u>Consumer Lending</u>					
Reported net income	\$ 2,079	\$ 1,947	\$ 1,045	\$ 1,034	\$ 906
Adjustment related to intangibles ⁽²⁾	2	4	1	1	2
Adjusted net income	\$ 2,081	\$ 1,951	\$ 1,046	\$ 1,035	\$ 908
Average allocated equity ⁽³⁾	\$ 24,984	\$ 26,666	\$ 24,975	\$ 24,993	\$ 26,655
Adjustment related to goodwill and a percentage of intangibles	(11,984)	(12,066)	(11,975)	(11,993)	(12,055)
Average allocated capital	\$ 13,000	\$ 14,600	\$ 13,000	\$ 13,000	\$ 14,600

⁽¹⁾ There are no adjustments to reported net income (loss) or average allocated equity for *Consumer Real Estate Services*.

⁽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.

This information is preliminary and based on company data available at the time of the presentation.