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 18, 2006

Merrill Lynch & Co., Inc.

(Exact Name of Registrant as Specified in its Charter)

Delaware	1-7182	13-2740599
(State or Other Jurisdiction of Incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

4 World Financial Center, New York, New York 10080

(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: (212) 449-1000

(Former Name or Former Address, if Changed Since Last Report.)

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

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

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

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

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

Item 2.02. Results of Operations and Financial Condition.

On July 18, 2006, Merrill Lynch & Co., Inc. (Merrill Lynch) announced its results of operations for the three- and six-month periods ended June 30, 2006. A copy of the related press release is filed as Exhibit 99.1 to this Form 8-K and is incorporated herein by reference. A Preliminary Unaudited Earnings Summary, Reconciliation of "Non-GAAP" Measures and Segment Data for the three- and six month periods ended June 30, 2006 and supplemental quarterly data for Merrill Lynch are filed as Exhibit 99.2 to this Form 8-K and are incorporated herein by reference.

This information furnished under this Item 2.02, including Exhibits 99.1 and 99.2, shall be considered "filed" for purposes of the Securities Exchange Act of 1934, as amended.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

99.1 Press release dated July 18, 2006 issued by Merrill Lynch & Co., Inc.

99.2 Preliminary Unaudited Earnings Summary, Reconciliation of "Non-GAAP" Measures and Segment Data for the three- and six-month periods ended June 30, 2006 and supplemental quarterly data.

* * *

SIGNATURE

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

MERRILL LYNCH & CO., INC.

(Registrant)

By: /s/ Jeffrey N. Edwards

Jeffrey N. Edwards
Senior Vice President and
Chief Financial Officer

By: /s/ Laurence A. Tosi

Laurence A. Tosi
Senior Vice President and
Finance Director
Principal Accounting Officer

Date: July 18, 2006

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Merrill Lynch Reports Record Net Revenues of $8.2 Billion for the Second Quarter of 2006; Second Quarter Diluted EPS of $1.63, up 43% from 2005; Net Earnings of $1.6 Billion, up 44%

NEW YORK--(BUSINESS WIRE)--July 18, 2006--Merrill Lynch (NYSE:MER) today reported record quarterly net revenues of $8.2 billion for the second quarter of 2006, up 29% from the prior-year quarter and 2% from the 2006 first quarter. Net revenues increased both sequentially and year-over-year in all three business segments.

Second quarter 2006 net earnings were $1.6 billion and $1.63 per diluted share, up 44% and 43%, respectively, from the year-ago quarter. Net earnings and EPS were 1% lower than the $1.7 billion and $1.65 per diluted share reported for the first quarter of 2006, excluding the impact in that period of $1.2 billion, after taxes, of one-time, non-cash compensation expenses. Pre-tax earnings of $2.3 billion were up 47% from the prior-year quarter and essentially unchanged from the first quarter of 2006, on the same basis. The pre-tax profit margin for the 2006 second quarter was 28.8%, up 3.6 percentage points from the prior-year period, and the annualized return on common equity was 18.6%, up 4.3 percentage points. At the end of the second quarter, book value per share was $37.31, up 11% from the end of second quarter of 2005 and essentially unchanged sequentially, even as Merrill Lynch repurchased $3 billion in common stock during the quarter.

"Merrill Lynch continued to perform well in the second quarter despite uncertainty in the markets," said Stan O'Neal, chairman and chief executive officer of Merrill Lynch. "All three of our business segments delivered substantial year-over-year and sequential top-line growth, underscoring the importance of the investments we have been making to diversify and expand our capabilities and geographic footprints. We continue to invest in talent and technology to build further capabilities in various areas. These areas--along with our continued focus on disciplined execution throughout the organization--are critical to our future growth and our ability to perform in more uncertain markets."

Net revenues for the first six months of 2006 also set a record, at $16.1 billion, up 28% from the first half of 2005. Net earnings of $2.1 billion for the first six months include $1.2 billion, after taxes, of one-time compensation expenses incurred in the first quarter of 2006. Excluding these one-time expenses, net earnings of $3.3 billion for the first six months of 2006 were up 40% from the prior-year period. On the same basis, pre-tax earnings of $4.7 billion increased 44% from the first six months of 2005, the first half pre-tax profit margin was 29.2%, up 3.2 percentage points from the first half of 2005, and the annualized return on average common equity was 19.0%, up 4.1 percentage points from the 14.9% reported for the first six months of 2005.

Business Segment Review:

The six-month comparisons in the following discussion of business segment results exclude the impact of the $1.8 billion, pre-tax, in one-time compensation expenses incurred in the first quarter of 2006. These one-time compensation expenses were recorded in the first quarter in the business segments as follows: $1.4 billion in Global Markets and Investment Banking, $281 million in Global Private Client and $109 million in Merrill Lynch Investment Managers. A reconciliation of segment results with these amounts appear on Attachment IV to this release.

Global Markets and Investment Banking (GMI)

GMI generated record second quarter 2006 net revenues despite more challenging market conditions during the period, with a particularly strong performance in private equity, as well as principal investing and investment banking, demonstrating the cumulative benefits of numerous targeted investments to grow and diversify revenues globally.

- GMI's second quarter 2006 net revenues were a record $4.6 billion, up 33% from the year-ago quarter. Compared with the second quarter of 2005, net revenues increased in all three major business lines:
  - Equity Markets net revenues increased 84%, including

record revenues from private equity investments, which were up nearly threefold from the prior-year period. Equity-linked and cash equity trading revenues also grew strongly, and equity financing and services revenues set a new record.

-- Debt Markets net revenues increased 7%, driven primarily by record revenues in the principal investing and secured finance business and increased revenues from foreign exchange.

-- Investment Banking net revenues were 21% higher, and a record for a second fiscal quarter, largely due to increases in merger and acquisition advisory and equity origination revenues, partially offset by a slight decline in debt origination revenues. Investment Banking net revenues for the first six months of 2006 set a new record for a half-year period.

Pre-tax earnings for GMI were $1.5 billion, up 36% from the year-ago quarter, driven by strong revenue growth and operating leverage. The second quarter 2006 pre-tax profit margin was 32.6%.

-- GMI's year-to-date net revenues were a record $9.1 billion, up 35% from the first half of 2005, driven by strong revenue growth across most business lines. Pre-tax earnings were $3.1 billion, up 38% from the prior year period. GMI's year-to-date pre-tax profit margin was 33.7%, compared with 32.9% in the first half of 2005, demonstrating continued operating leverage in the segment even as investments are being made in the business.

Global Private Client (GPC)

In the second quarter of 2006, GPC achieved record pre-tax earnings and pre-tax profit margin, demonstrating the benefits of industry-leading scale and operating leverage, despite a market environment that became less favorable midway through the period.

-- GPC's second quarter 2006 net revenues were $3.0 billion, up 19% from the year-ago quarter. The increase was primarily driven by fee-based revenues, including record fees from annuitized-revenue products, record net interest profit, and higher transaction and origination revenues. GPC's second quarter pre-tax earnings of $701 million increased 53% from the year-ago quarter, as the pre-tax profit margin of 23.0% improved by more than 5 percentage points, demonstrating the operating leverage inherent in GPC's scale platform.

-- Turnover among Financial Advisors (FAs), particularly top-producing FAs, remained near historical lows. FA headcount reached 15,520 at quarter-end, as GPC continued to successfully employ its disciplined strategy of actively recruiting and training FAs.

-- Total client assets in GPC accounts increased 11% from the year-ago quarter, to approximately $1.5 trillion. Second quarter net inflows of client assets into annuitized-revenue products were $10 billion.

-- For the first six months of 2006, GPC's net revenues increased 16% to $6.0 billion, driven by growth in nearly every major revenue category. Pre-tax earnings increased 39% to $1.3 billion, demonstrating the continued operating discipline in this business. GPC's year-to-date pre-tax profit margin was 22.5%, up 3.8 percentage points from 18.7% in the first half of 2005.

Merrill Lynch Investment Managers (MLIM)

MLIM continued its positive momentum during the second quarter of 2006, as strong relative investment performance drove solid net flows despite a market environment that became less favorable midway through the period. MLIM also remained focused on broadening distribution and maintaining operating discipline, while working toward completion of the pending merger with BlackRock, Inc. (NYSE: BLK).

-- MLIM's second quarter 2006 net revenues were $630 million, up 56% from the 2005 second quarter. The year-over-year increase in net revenues was driven principally by net inflows and higher long-term asset values. Pre-tax earnings were $240 million, nearly double those of the year-ago quarter, due to significantly higher net revenues and strong operating leverage, which was enhanced by net benefits related to the pending merger. MLIM's pre-tax profit margin for the quarter was 38.1%.

-- Firmwide assets under management totaled $589 billion at the end of the second quarter, up 23% from a year ago. Net inflows for the quarter were $8 billion, primarily driven by the EMEA Pacific retail business from a channel perspective and by equity and fixed income from a product perspective.

-- MLIM's net revenues for the first half of 2006 increased 47% over the first half of 2005, to $1.2 billion, driven by strong net sales and asset appreciation. Pre-tax earnings were up 86% to $462 million, and the year-to-date pre-tax profit margin was 38.5%, up over 8 percentage points from 30.3% in the first half of 2005, due to strong operating leverage arising from expense discipline.

Compensation Expenses

Excluding the one-time compensation expenses in the first quarter, year-to-date compensation and benefits expenses were 49.4% of net revenues, compared to 49.7% for the prior-year period.

Non-compensation Expenses

Non-compensation expenses were $1.8 billion for the second quarter of 2006, up 16% from the second quarter of 2005. Non-compensation expenses as a percentage of net revenues were 22.4% in the 2006 second quarter, down from 24.9% in the year-ago quarter. Details of the significant changes in non-compensation expenses from the second quarter of 2005 are as follows:

-- Communication and technology costs were $429 million, up 9% due primarily to higher systems consulting costs related to investments for growth, and higher market information and communication costs.

-- Brokerage, clearing, and exchange fees were $253 million, up 17% due primarily to higher transaction volumes.

-- Occupancy costs and related depreciation were $249 million, up 10% due principally to higher office rental expenses.

-- Advertising and market development costs were $191 million, up 19% due primarily to higher travel expenses associated with increased activity levels, and increased advertising costs.

-- Expenses of consolidated investments totaled $145 million, up from $35 million due principally to increased expenses associated with the related increase in revenues from consolidated investments.

Total non-compensation expenses increased 13% sequentially, largely due to increased minority interest associated with investment gains and litigation provisions.

Income Taxes

Merrill Lynch's effective tax rate was 30.5% for the second quarter, bringing the year-to-date effective rate to 28.3%. Excluding the one-time compensation expenses, Merrill Lynch's year-to-date effective tax rate was 30.1%, up from 28.1% for the prior-year period.

Share Repurchases

As part of its active management of equity capital, Merrill Lynch repurchased 41.4 million shares of its common stock for $3.0 billion during the second quarter. At quarter end, $2.3 billion of authorized repurchase capacity remained of the $6 billion repurchase program authorized in February 2006.

Staffing

Merrill Lynch's full-time employees totaled 56,000 at the end of the second quarter of 2006, a net increase of 500 during the quarter.

* * * *

Jeff Edwards, senior vice president and chief financial officer, will host a conference call today at 10:00 a.m. ET to discuss the company's 2006 second quarter results. The conference call can be accessed via a live audio webcast available through the Investor Relations Web site at www.ir.ml.com or by dialing (888) 810-0245 (U.S. callers) or (706) 634-0180 (non-U.S. callers). On-demand replay of the webcast will be available from approximately 1:00 p.m. ET today at the same Web address.

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Merrill Lynch is one of the world's leading wealth management, capital markets and advisory companies with offices in 36 countries and territories and total client assets of approximately $1.8 trillion. As an investment bank, it is a leading global trader and underwriter of securities and derivatives across a broad range of asset classes and serves as a strategic advisor to corporations, governments, institutions, and individuals worldwide. Through Merrill Lynch Investment Managers, the company is one of the world's largest managers of financial assets. Firmwide, assets under management total $589 billion. For more information on Merrill Lynch, please visit www.ml.com.

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Merrill Lynch may make forward-looking statements, including, for example, statements about management expectations, strategic objectives, growth opportunities, business prospects, investment banking pipelines, anticipated financial results, the impact of off balance sheet arrangements, significant contractual obligations, anticipated results of litigation and regulatory investigations and proceedings, and other similar matters. These forward-looking statements are not statements of historical facts and represent only Merrill Lynch's beliefs regarding future performance, which is inherently uncertain. There are a variety of factors, many of which are beyond Merrill Lynch's control, which affect the operations, performance, business strategy and results and could cause its actual results and experience to differ materially from the expectations and objectives expressed in any forward-looking statements. These factors include, but are not limited to, financial market volatility; actions and initiatives taken by current and potential competitors; general economic conditions; the effect of current, pending and future legislation, regulation, and regulatory actions; and the other additional factors described in the Risk Factors section of Merrill Lynch's Annual Report on Form 10-K for the fiscal year ended December 30, 2005 and also disclosed from time to time in its subsequent reports on Form 10-Q and 8-K, which are available on the Merrill Lynch Investor Relations Web site at www.ir.ml.com and at the SEC's Web site, www.sec.gov.

Accordingly, readers are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date on which they are made. Merrill Lynch does not undertake to update forward-looking statements to reflect the impact of circumstances or events that arise after the date the forward-looking statements are made. The reader should, however, consult any further disclosures Merrill Lynch may make in its future filings of its reports on Form 10-K, Form 10-Q and Form 8-K.

Merrill Lynch may also, from time to time, disclose financial information on a non-GAAP basis where management believes this information will be valuable to investors in gauging the quality of Merrill Lynch's financial performance and identifying trends.

Exhibit 99.2

Merrill Lynch & Co., Inc. Attachment I

Preliminary Unaudited Earnings Summary

(in millions, except per share amounts)	For the Three Months Ended June 30, 2006	March 31, 2006	July 1, 2005	Percent Inc / (Dec) 2Q06 vs. 1Q06	2Q06 vs. 2Q05
Net Revenues					
Asset management and portfolio service fees	$1,773	$1,679	$1,431	6 %	24 %
Commissions	1,586	1,602	1,247	(1)	27
Investment banking	1,162	965	920	20	26
Principal transactions	1,182	1,993	1,006	(41)	17
Revenues from consolidated investments	186	104	84	79	121
Other	1,110	554	664	100	67
Subtotal	6,999	6,897	5,352	1	31
Interest and dividend revenues	9,690	8,664	5,974	12	62
Less interest expense	8,531	7,599	5,007	12	70
Net interest profit	1,159	1,065	967	9	20
Total Net Revenues	8,158	7,962	6,319	2	29
Non-Interest Expenses					
Compensation and benefits	3,980	5,750	3,148	(31)	26
Communications and technology	429	453	395	(5)	9
Brokerage, clearing, and exchange fees	253	248	216	2	17
Occupancy and related depreciation	249	241	227	3	10
Professional fees	196	200	183	(2)	7
Advertising and market development	191	144	160	33	19
Expenses of consolidated investments	145	47	35	209	314
Office supplies and postage	57	57	51	0	12
Other	309	229	309	35	0
Total Non-Interest Expenses	5,809	7,369	4,724	(21)	23
Earnings Before Income Taxes	2,349	593	1,595	296	47
Income tax expense	716	118	460	507	56
Net Earnings	$1,633	$475	$1,135	244	44
Preferred Stock Dividends	$45	$43	$17	5	165
Net Earnings Applicable to Common Stockholders	$1,588	$432	$1,118	268	42
Earnings Per Common Share					
Basic	$1.79	$0.49	$1.25	265	43
Diluted	$1.63	$0.44	$1.14	270	43
Average Shares Used in Computing Earnings Per Common Share					
Basic	885.4	883.7	897.5	0	(1)
Diluted	973.3	981.1	978.5	(1)	(1)

Annualized Return on Average Common Equity	18.6%	5.1%	14.3%

Preliminary Unaudited Earnings Summary

(in millions, except per share amounts)	For the Six Months Ended June 30, 2006	July 1, 2005	Percent Inc / (Dec)
Net Revenues			
Asset management and portfolio service fees	$3,452	$2,866	20 %
Commissions	3,188	2,588	23
Investment banking	2,127	1,733	23
Principal transactions	3,175	1,951	63
Revenues from consolidated investments	290	211	37
Other	1,664	1,034	61
Subtotal	13,896	10,383	34
Interest and dividend revenues	18,354	11,505	60
Less interest expense	16,130	9,337	73
Net interest profit	2,224	2,168	3
Total Net Revenues	16,120	12,551	28
Non-Interest Expenses			
Compensation and benefits	9,730	6,244	56
Communications and technology	882	791	12
Brokerage, clearing, and exchange fees	501	435	15
Occupancy and related depreciation	490	460	7
Professional fees	396	361	10
Advertising and market development	335	286	17
Expenses of consolidated investments	192	120	60
Office supplies and postage	114	103	11
Other	538	487	10
Total Non-Interest Expenses	13,178	9,287	42
Earnings Before Income Taxes	2,942	3,264	(10)
Income tax expense	834	917	(9)
Net Earnings	$2,108	$2,347	(10)
Preferred Stock Dividends	$88	$24	267
Earnings Per Common Share			
Basic	$2.28	$2.57	(11)
Diluted	$2.07	$2.36	(12)
Average Shares Used in Computing Earnings Per Common Share			
Basic	884.6	902.7	(2)
Diluted	977.2	985.9	(1)
Annualized Return on Average Common Equity	11.9%	14.9%	

Reconciliation of "Non-GAAP" Measures

Merrill Lynch adopted Statement of Financial Accounting Standards No. 123 (as revised in 2004) for stock-based employee compensation during the first quarter of 2006. Additionally, as a result of a comprehensive review of the retirement provisions in its stock-based compensation plans, Merrill Lynch also modified the retirement eligibility requirements of existing stock awards in order to facilitate transition to more stringent retirement eligibility requirements for future stock awards. These modifications and the adoption of the new accounting standard required Merrill Lynch to accelerate the recognition of compensation expenses for affected stock awards, resulting in the "one-time compensation expenses." These changes represent timing differences and are not economic in substance. Management believes that while the results excluding the one-time expenses are considered "non-GAAP" measures, they depict the operating performance of the company more clearly and enable more appropriate period-to-period comparisons.

Preliminary Unaudited Earnings Summary

	For the Three Months Ended March 31, 2006		
(in millions, except per share amounts)	Excluding One-time Compensation Expenses	Impact of One-time Compensation Expenses	GAAP Basis
Net Revenues	$7,962	$-	$7,962
Non-Interest Expenses			
Compensation and benefits	3,991	1,759	5,750
Non-compensation expenses	1,619	-	1,619
Total Non-Interest Expenses	5,610	1,759	7,369
Earnings Before Income Taxes	2,352	(1,759)	593
Income Tax Expense	700	(582)	118
Net Earnings	$1,652	$(1,177)	$475
Preferred Stock Dividends	$43	$-	$43
Net Earnings Applicable to Common Stockholders	$1,609	$(1,177)	$432
Earnings Per Common Share			
Basic	$1.83	$(1.34)	$0.49
Diluted	$1.65	$(1.21)	$0.44
Average Shares Used in Computing Earnings Per Common Share			
Basic	878.0	5.7	883.7
Diluted	975.4	5.7	981.1

	For the Six Months Ended June 30, 2006		
(in millions, except per share amounts)	Excluding One-time Compensation Expenses(1)	Impact of One-time Compensation Expenses(1)	GAAP Basis
Net Revenues	$16,120	$-	$16,120
Non-Interest Expenses			
Compensation and benefits	7,971	1,759	9,730
Non-compensation expenses	3,448	-	3,448

Total Non-Interest Expenses	11,419	1,759	13,178
Earnings Before Income Taxes	4,701	(1,759)	2,942
Income Tax Expense	1,416	(582)	834
Net Earnings	$3,285	$(1,177)	$2,108
Preferred Stock Dividends	$88	$-	$88
Net Earnings Applicable to Common Stockholders	$3,197	$(1,177)	$2,020
Earnings Per Common Share			
Basic	$3.63	$(1.35)	$2.28
Diluted	$3.28	$(1.21)	$2.07
Average Shares Used in Computing Earnings Per Common Share			
Basic	881.7	2.9	884.6
Diluted	974.4	2.8	977.2

Financial Ratios

(in millions)	For the Three Months Ended March 31, 2006 Excluding One-time Compensation Expenses	For the Three Months Ended March 31, 2006 GAAP Basis	For the Six Months Ended June 30, 2006 Excluding One-time Compensation Expenses(1)	For the Six Months Ended June 30, 2006 GAAP Basis
Compensation and benefits (a)	$3,991	$5,750	$7,971	$9,730
Net Revenues (b)	7,962	7,962	16,120	16,120
Ratio of compensation and benefits to net revenues (a)/(b)	50.1%	72.2%	49.4%	60.4%
Income Tax Expense (a)	$700	$118	$1,416	$834
Earnings Before Income Taxes (b)	2,352	593	4,701	2,942
Effective Tax Rate (a)/(b)	29.8%	19.9%	30.1%	28.3%
Earnings Before Income Taxes (a)	$2,352	$593	$4,701	$2,942
Net Revenues (b)	7,962	7,962	16,120	16,120
Pre-tax Profit Margin (a)/(b)	29.5%	7.4%	29.2%	18.3%
Average Common Equity	$33,800	$33,800	$33,848	$33,848
Average impact of one-time compensation expenses	(145)	-	(145)	-
Average Common Equity (a)	33,655	33,800	33,703	33,848
Annualized Net Earnings Applicable to Common Stockholders (b)	6,436	1,728	6,394	4,040
Annualized Return on Average Common Equity (b)/(a)	19.1%	5.1%	19.0%	11.9%

(1) For purposes of comparison with previously published results, data excluding the impact of the one-time compensation

expenses for the first six months of 2006 assumes the impact of the one-time compensation expenses is limited to the first quarter of 2006.

Preliminary Segment Data (unaudited)

(dollars in millions)	For the Three Months Ended June 30, 2006	March 31, 2006	July 1, 2005	Percent Inc / (Dec) 2Q06 vs. 1Q06	2Q06 vs. 2Q05
Global Markets & Investment Banking					
Global Markets					
Debt Markets	$1,725	$2,091	$1,606	(18)%	7 %
Equity Markets	1,877	1,573	1,022	19	84
Total Global Markets net revenues	3,602	3,664	2,628	(2)	37
Investment Banking (1)					
Origination:					
Debt	367	395	374	(7)	(2)
Equity	315	237	223	33	41
Strategic Advisory Services	296	257	214	15	38
Total Investment Banking net revenues	978	889	811	10	21
Total net revenues (a)	4,580	4,553	3,439	1	33
Pre-tax earnings	1,493	212	1,098	604	36
Impact of one-time compensation expenses	-	1,369	-	(100)	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	1,493	1,581	1,098	(6)	36
Pre-tax profit margin	32.6%	4.7%	31.9%		
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	32.6%	34.7%	31.9%		
Global Private Client					
Fee-based revenues	$1,533	$1,458	$1,286	5	19
Transactional and origination revenues	902	899	786	0	15
Net interest profit and related hedges(2)	554	527	420	5	32
Other revenues	56	55	76	2	(26)
Total net revenues (a)	3,045	2,939	2,568	4	19
Pre-tax earnings	701	365	457	92	53
Impact of one-time compensation expenses	-	281	-	(100)	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	701	646	457	9	53
Pre-tax profit margin	23.0%	12.4%	17.8%		
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	23.0%	22.0%	17.8%		
Merrill Lynch Investment Managers					

Total net revenues (a)	$630	$570	$405	11	56
Pre-tax earnings	240	113	121	112	98
Impact of one-time compensation expenses	-	109	-	(100)	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	240	222	121	8	98
Pre-tax profit margin	38.1%	19.8%	29.9%		
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	38.1%	38.9%	29.9%		
Corporate					
Total net revenues	$(97)	$(100)	$(93)	3	(4)
Pre-tax earnings	(85)	(97)	(81)	12	(5)
Total					
Total net revenues (a)	$8,158	$7,962	$6,319	2	29
Pre-tax earnings	2,349	593	1,595	296	47
Impact of one-time compensation expenses	-	1,759	-	(100)	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	2,349	2,352	1,595	(0)	47
Pre-tax profit margin	28.8%	7.4%	25.2%		
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	28.8%	29.5%	25.2%		

Preliminary Segment Data (unaudited)

(dollars in millions)	For the Six Months Ended June 30, 2006	July 1, 2005	Percent Inc / (Dec)
Global Markets & Investment Banking			
Global Markets			
Debt Markets	$3,816	$3,268	17 %
Equity Markets	3,450	1,993	73
Total Global Markets net revenues	7,266	5,261	38
Investment Banking (1)			
Origination:			
Debt	762	656	16
Equity	552	465	19
Strategic Advisory Services	553	374	48
Total Investment Banking net revenues	1,867	1,495	25
Total net revenues (a)	9,133	6,756	35
Pre-tax earnings	1,705	2,222	(23)
Impact of one-time compensation expenses	1,369	-	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	3,074	2,222	38
Pre-tax profit margin	18.7%	32.9%	
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	33.7%	32.9%	
Global Private Client			
Fee-based revenues	$2,991	$2,557	17

Transactional and origination revenues	1,801	1,643	10
Net interest profit and related hedges(2)	1,081	821	32
Other revenues	111	150	(26)
Total net revenues (a)	5,984	5,171	16
Pre-tax earnings	1,066	967	10
Impact of one-time compensation expenses	281	-	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	1,347	967	39
Pre-tax profit margin	17.8%	18.7%	
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	22.5%	18.7%	
Merrill Lynch Investment Managers			
Total net revenues (a)	$1,200	$818	47
Pre-tax earnings	353	248	42
Impact of one-time compensation expenses	109	-	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	462	248	86
Pre-tax profit margin	29.4%	30.3%	
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	38.5%	30.3%	
Corporate			
Total net revenues	$(197)	$(194)	(2)
Pre-tax earnings	(182)	(173)	(5)
Total			
Total net revenues (a)	$16,120	$12,551	28
Pre-tax earnings	2,942	3,264	(10)
Impact of one-time compensation expenses	1,759	-	N/M
Pre-tax earnings excluding one-time compensation expenses (b)	4,701	3,264	44
Pre-tax profit margin	18.3%	26.0%	
Pre-tax profit margin excluding one-time compensation expenses (b)/(a)	29.2%	26.0%	

N/M = Not Meaningful

(1) A portion of Origination revenue is recorded in the Global Private Client segment.

(2) Includes interest component of non-qualifying derivatives which are included in Other Revenues in Attachment I.

Consolidated Quarterly Earnings (unaudited) (in millions)

	2Q05	3Q05	4Q05	1Q06	2Q06
Net Revenues					
Asset management and portfolio service fees					
Portfolio service fees	$670	$689	$760	$747	$797
Asset management fees	472	527	556	619	641
Account fees	121	123	123	111	114
Other fees	168	188	199	202	221
Total	1,431	1,527	1,638	1,679	1,773

	2Q05	3Q05	4Q05	1Q06	2Q06
Commissions					
Listed and over-the-counter securities	747	823	878	990	1,027
Mutual funds	353	383	401	490	470
Other	147	136	162	122	89
Total	1,247	1,342	1,441	1,602	1,586
Investment banking					
Underwriting	706	720	632	720	865
Strategic advisory	214	160	349	245	297
Total	920	880	981	965	1,162
Principal transactions	1,006	917	715	1,993	1,182
Revenues from consolidated investments	84	142	85	104	186
Other	664	548	613	554	1,110
Subtotal	5,352	5,356	5,473	6,897	6,999
Interest and dividend revenues	5,974	7,039	8,027	8,664	9,690
Less interest expense	5,007	5,717	6,720	7,599	8,531
Net interest profit	967	1,322	1,307	1,065	1,159
Total Net Revenues	6,319	6,678	6,780	7,962	8,158
Non-Interest Expenses					
Compensation and benefits	3,148	3,270	2,927	5,750	3,980
Communications and technology	395	405	412	453	429
Brokerage, clearing, and exchange fees	216	190	217	248	253
Occupancy and related depreciation	227	235	243	241	249
Professional fees	183	173	193	200	196
Advertising and market development	160	138	175	144	191
Office supplies and postage	51	48	59	57	57
Expenses of consolidated investments	35	91	47	47	145
Other	309	192	476	229	309
Total Non-Interest Expenses	4,724	4,742	4,749	7,369	5,809
Earnings Before Income Taxes	1,595	1,936	2,031	593	2,349
Income tax expense	460	560	638	118	716
Net Earnings	$1,135	$1,376	$1,393	$475	$1,633

Per Common Share Data

	2Q05	3Q05	4Q05	1Q06	2Q06
Earnings - Basic	$1.25	$1.54	$1.56	$0.49	$1.79
Earnings - Diluted	1.14	1.40	1.41	0.44	1.63
Dividends paid	0.20	0.20	0.20	0.25	0.25
Book value	33.63	34.66	35.82	37.19	37.31 Est.

Percentage of Quarterly Net Revenues (unaudited)

	2Q05	3Q05	4Q05	1Q06	2Q06
Net Revenues					
Asset management and portfolio service fees					
Portfolio service fees	10.6%	10.3%	11.2%	9.4%	9.8%
Asset management fees	7.5%	7.9%	8.2%	7.8%	7.9%
Account fees	1.9%	1.8%	1.8%	1.4%	1.4%
Other fees	2.6%	2.9%	3.0%	2.5%	2.6%
Total	22.6%	22.9%	24.2%	21.1%	21.7%
Commissions					

Listed and over-the-counter securities	11.8%	12.3%	12.9%	12.4%	12.6%
Mutual funds	5.6%	5.7%	5.9%	6.2%	5.8%
Other	2.3%	2.1%	2.5%	1.5%	1.0%
Total	19.7%	20.1%	21.3%	20.1%	19.4%
Investment banking					
Underwriting	11.2%	10.8%	9.3%	9.0%	10.6%
Strategic advisory	3.4%	2.4%	5.1%	3.1%	3.6%
Total	14.6%	13.2%	14.4%	12.1%	14.2%
Principal transactions	15.9%	13.7%	10.5%	25.0%	14.5%
Revenues from consolidated investments	1.3%	2.1%	1.3%	1.3%	2.3%
Other	10.6%	8.2%	9.0%	7.0%	13.7%
Subtotal	84.7%	80.2%	80.7%	86.6%	85.8%
Interest and dividend revenues	94.5%	105.4%	118.4%	108.8%	118.8%
Less interest expense	79.2%	85.6%	99.1%	95.4%	104.6%
Net interest profit	15.3%	19.8%	19.3%	13.4%	14.2%
Total Net Revenues	100.0%	100.0%	100.0%	100.0%	100.0%
Non-Interest Expenses					
Compensation and benefits	49.8%	49.0%	43.2%	72.2%	48.8%
Communications and technology	6.3%	6.1%	6.1%	5.7%	5.3%
Brokerage, clearing, and exchange fees	3.4%	2.8%	3.2%	3.1%	3.1%
Occupancy and related depreciation	3.6%	3.5%	3.6%	3.0%	3.1%
Professional fees	2.9%	2.6%	2.8%	2.5%	2.4%
Advertising and market development	2.5%	2.1%	2.6%	1.8%	2.3%
Office supplies and postage	0.8%	0.7%	0.9%	0.7%	0.7%
Expenses of consolidated investments	0.6%	1.4%	0.7%	0.6%	1.8%
Other	4.9%	2.8%	6.9%	3.0%	3.7%
Total Non-Interest Expenses	74.8%	71.0%	70.0%	92.6%	71.2%
Earnings Before Income Taxes	25.2%	29.0%	30.0%	7.4%	28.8%
Income tax expense	7.2%	8.4%	9.5%	1.4%	8.8%
Net Earnings	18.0%	20.6%	20.5%	6.0%	20.0%

Common shares outstanding (in millions):

	2Q05	3Q05	4Q05	1Q06	2Q06
Weighted-average - basic	897.5	881.4	876.2	883.7	885.4
Weighted-average - diluted	978.5	968.5	970.7	981.1	973.3
Period-end	930.9	921.7	919.2	933.4	898.1

Supplemental Data (unaudited) (dollars in billions)

	2Q05	3Q05	4Q05	1Q06	2Q06
Client Assets					
Private Client					
U.S.	$1,234	$1,271	$1,341	$1,381	$1,370
Non - U.S.	115	113	117	121	124
Total Private Client Assets	1,349	1,384	1,458	1,502	1,494
MLIM direct sales (1)	236	272	291	316	326
Total Client Assets	$1,585	$1,656	$1,749	$1,818	$1,820
Assets Under Management (2)	$478	$524	$544	$581	$589
Retail	218	231	245	272	275

Institutional	215	246	250	259	266
Retail Separate Accounts	45	47	49	50	48
U.S.	311	322	333	347	346
Non-U.S.	167	202	211	234	243
Equity	249	285	299	330	333
Retail Money Market	46	45	45	48	46
Institutional Liquidity Funds	68	74	77	78	83
Fixed Income	115	120	123	125	127
Net New Money					
All Private Client Accounts (3)	$7	$11	$17	$18	$7
Annuitized-Revenue Products (3) (4)	$8	$10	$10	$13	$10
Assets Under Management	$(2)	$12	$11	$15	$8
Balance Sheet Information: (5)					
Commercial Paper and Other Short-term Borrowings	$6.8	$4.1	$3.9	$9.4	$13.3
Deposits	79.5	77.8	80.0	81.1	79.4
Long-term Borrowings	117.5	129.6	132.4	134.7	140.1
Long-term debt issued to TOPrS(SM) Partnerships	3.1	3.1	3.1	3.1	3.1
Stockholders' Equity: (5)					
Preferred Stockholders' Equity	1.7	1.7	2.7	3.1	3.1
Common Stockholders' Equity	31.3	31.9	32.9	34.7	33.6
Total Stockholders' Equity	33.0	33.6	35.6	37.8	36.7
Full-Time Employees (6)	51,800	53,100	54,600	55,500	56,000
Private Client Financial Advisors (7)	14,420	14,690	15,160	15,350	15,520

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

(1) Reflects funds managed by MLIM not sold through Private Client channels.
(2) Includes $5 billion of accounts managed by GPC at the end of 2Q05, 3Q05, 4Q05 and 1Q06, and $6 billion at the end of 2Q06.
(3) GPC net new money excludes flows associated with the Institutional Advisory Division which serves certain small- and middle-market companies, as well as net outflows in the recently acquired Amvescap retirement business and the Advest acquisition prior to its system conversion in early March.
(4) Includes both net new client assets into annuitized-revenue products, as well as existing client assets transferred into annuitized-revenue products.
(5) Balance Sheet Information and Stockholders' Equity are estimated for 2Q06.
(6) Excludes 100 full-time employees on salary continuation severance at the end of 2Q05 and 3Q05; 200 at the end of 4Q05 and 1Q06; and 300 at the end of 2Q06.
(7) Includes 140 Financial Advisors associated with the Mitsubishi UFJ joint venture at the end of 2Q06.

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