

**FOREIGN BANKS
REPORT OF INCOME
as of June 30, 2008**

(in thousands of dollars)

Number of institutions	36
Operating income	
Interest and fees on loans and leases	433,106
Interest on Federal funds Sold	843
Income on interbank placements and CDs purchased	20,881
Income on securities purchased under resale agreement	0
Interest and dividends on investment securities	28,762
Service charges, commissions & fees	17,158
Net profit/loss on foreign exchange trading	974
Income from H/O, branches & wholly-owned subsidiaries	160,364
Other operating income	24,532
TOTAL OPERATING INCOME	\$686,620
Operating Expenses	
Salaries and employee benefits	33,067
Interest on time CDs of \$100,000 and over	101,982
Interest on all other deposits or credit balances	103,994
Interest expense - Federal funds purchased	17,003
Interest expense - securities sold under repurchase agreements	3,633
Interest on borrowings (other than H/O, branches, & wholly-owned subsidiaries)	82,767
Interest on borrowings from H/O, branches & wholly-owned subsidiaries	169,704
Other operating expenses	41,024
Provision for loan losses	(4,159)
TOTAL OPERATING EXPENSES	549,015
Income before income taxes and securities gain or losses	137,605
Net securities gains or losses	(8,402)
Income before taxes	129,203
Applicable income taxes	22,027
Extraordinary item, net of tax effect	0
NET INCOME	\$107,176