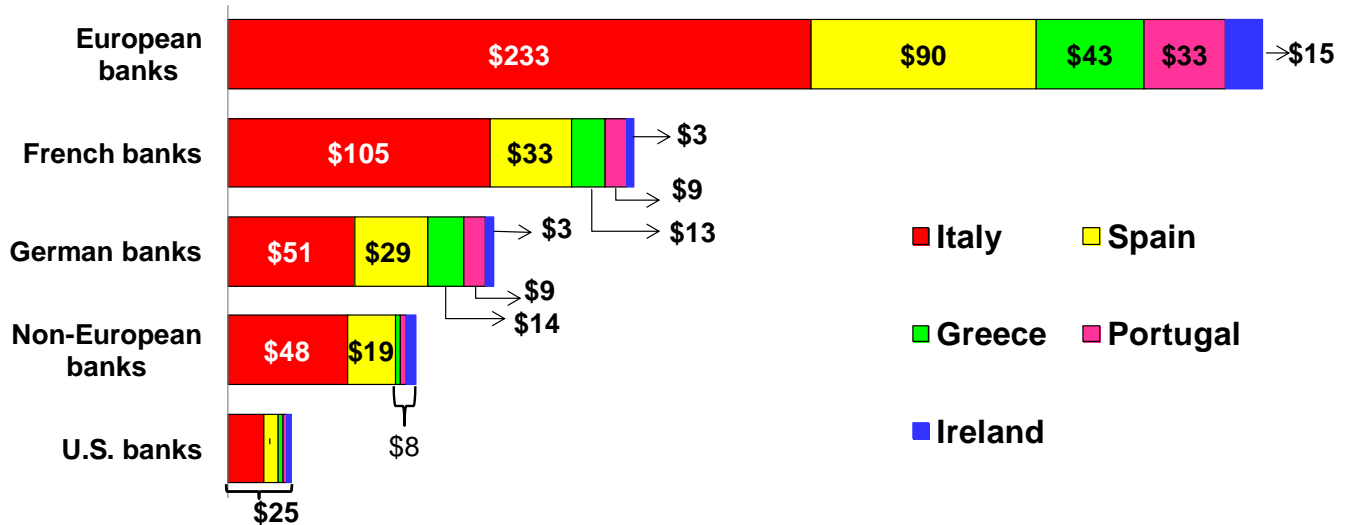




Opportunities in bank recapitalization

Banks' exposure to GIIPS debt

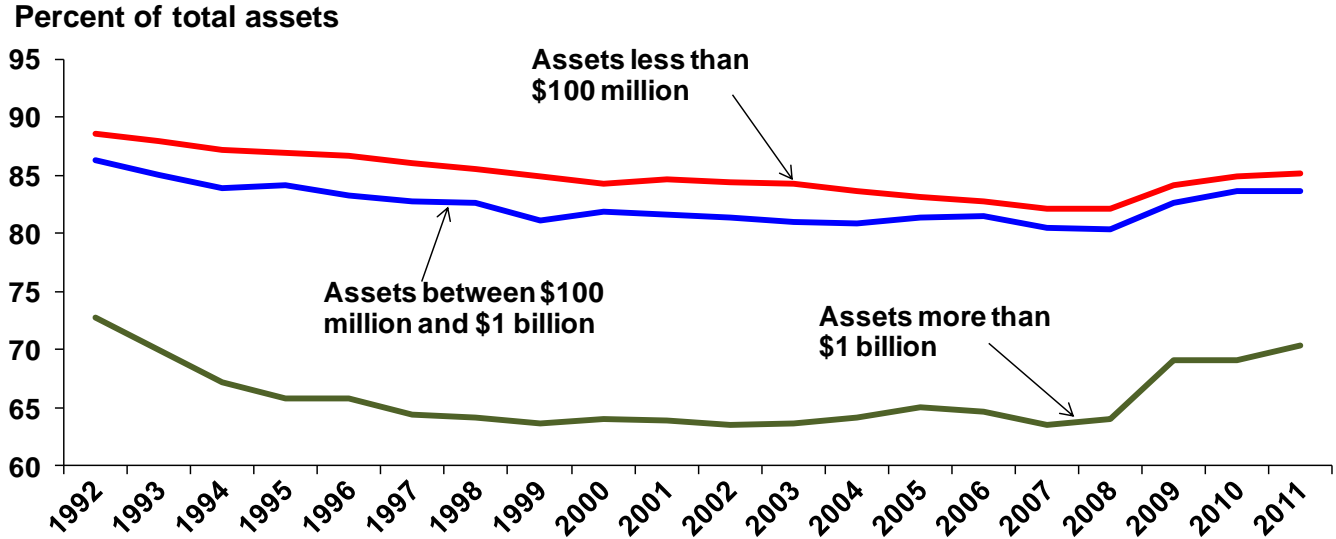
March 2011



Source: Bank of International Settlement.



Deposits as share of U.S. banks' assets

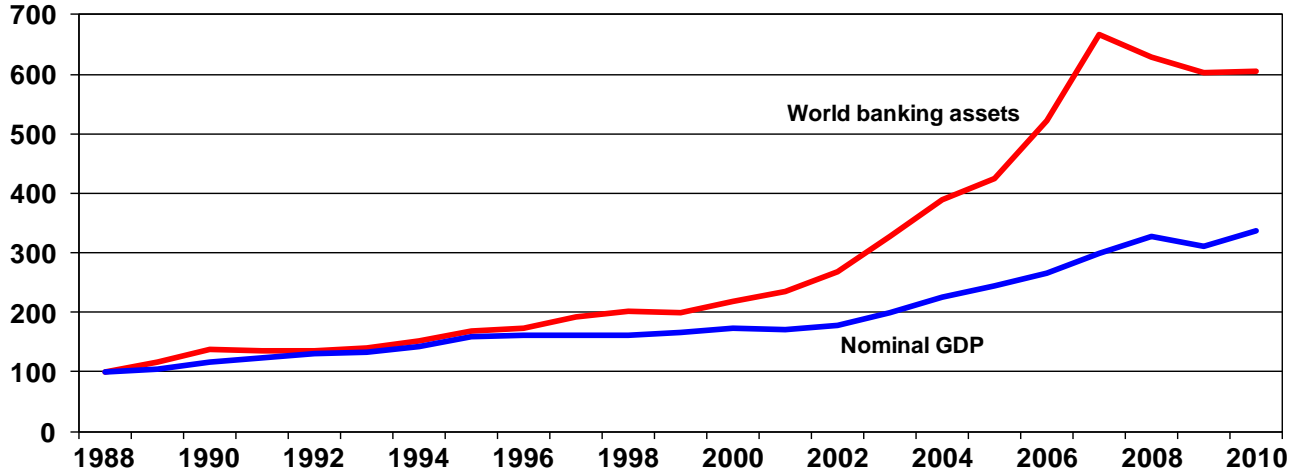


Global bank assets grow faster than GDP



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Index (1988 = 100)



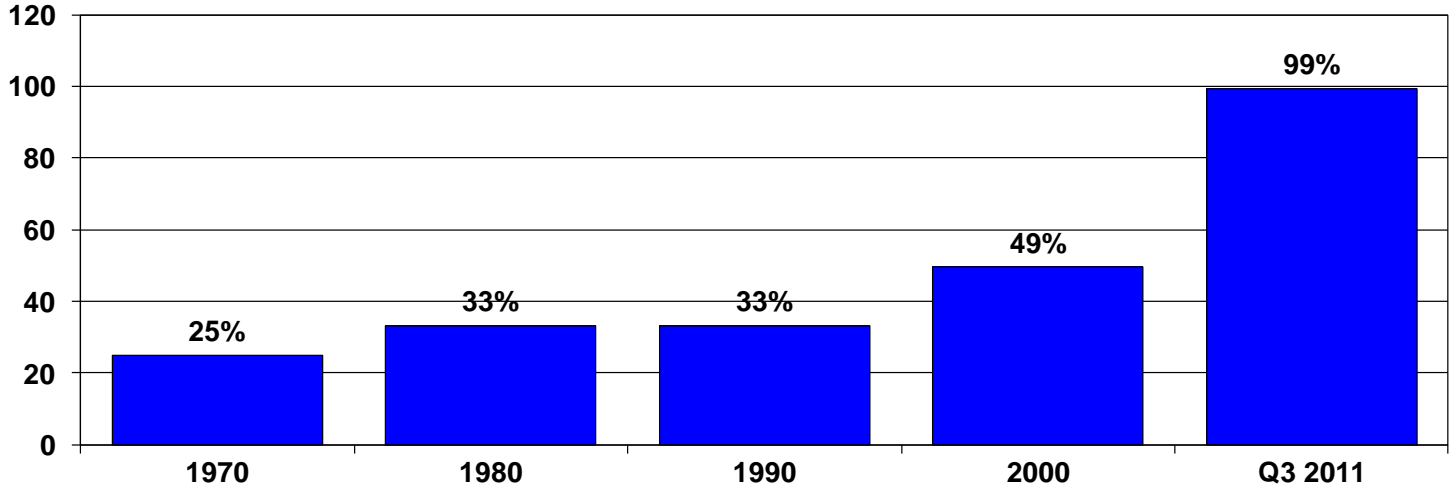
Source: Bank of International Settlement.

Combined assets of 50 largest U.S. banks



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Percent of U.S. GDP

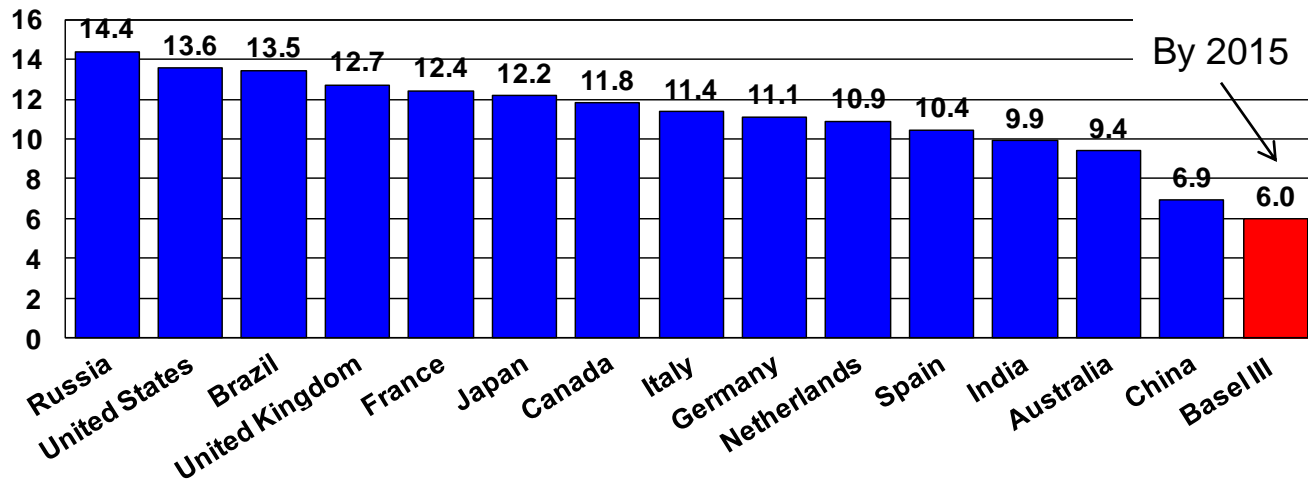


Source: Federal Reserve.

Bank capitalization 2012

Average Tier 1 capital ratio of banks with assets greater than 100 million

Average Tier 1 Capital to risk-weighted assets ratio



Basel III minimum capital requirements

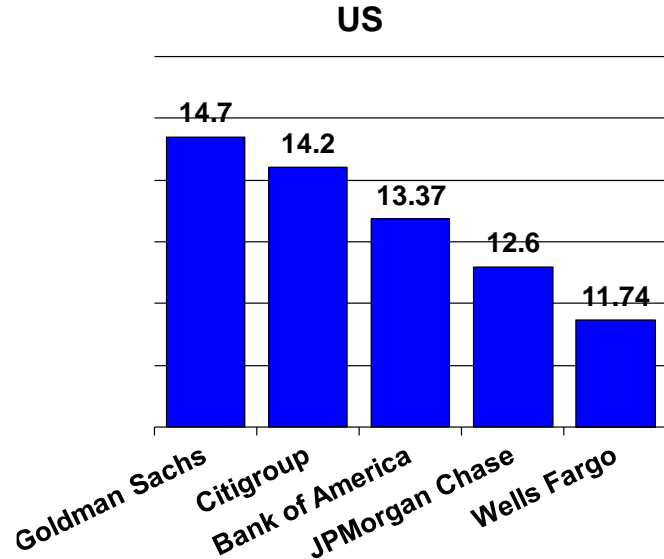
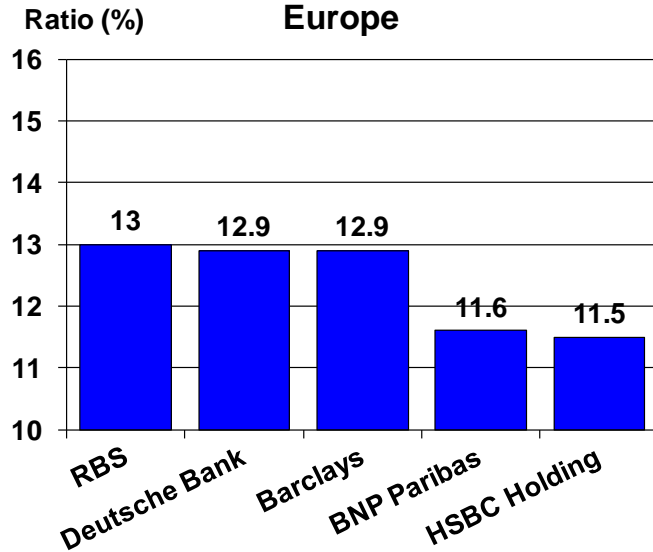


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| Percentage of total risk-weighted assets | |
|--|------------------|
| Total Capital | 8% |
| Tier 1 Capital | 6% |
| Common equity Tier 1 | 4.50% |
| Additional Tier 1 | max. 1.5% |
| Tier 2 Capital | max. 2% |

Source: Bank of International Settlement, Basel Committee on Banking Supervision.

Top 5 U.S. and European banks' Tier 1 capital ratios

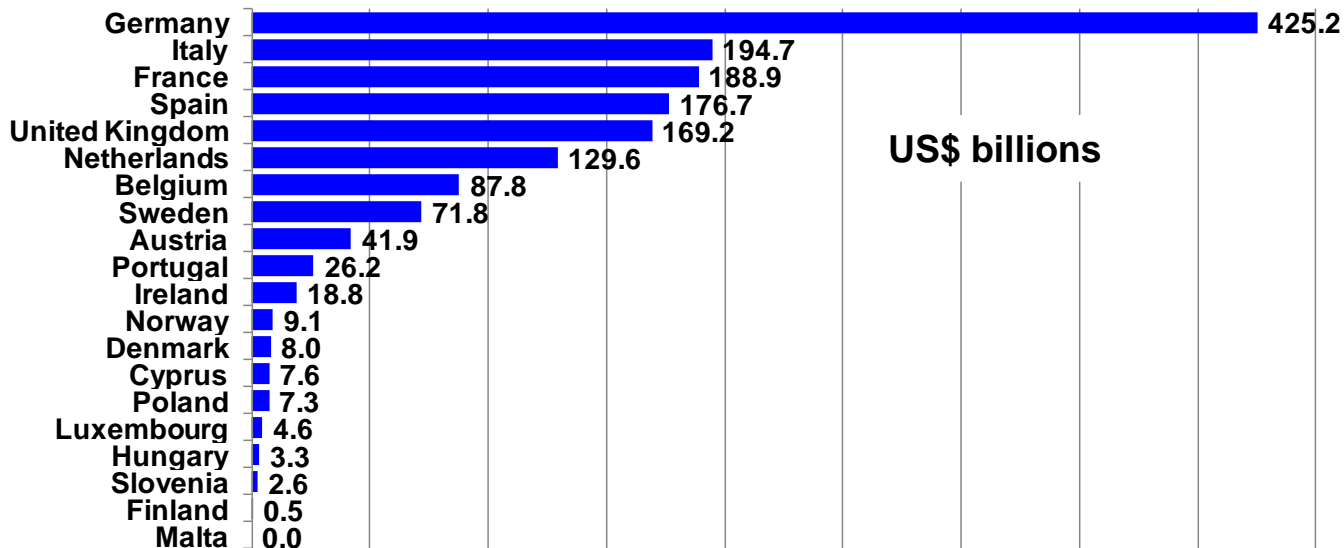


Source: Bloomberg.

Total net direct sovereign exposure of European banks to EEA countries, Dec 2011



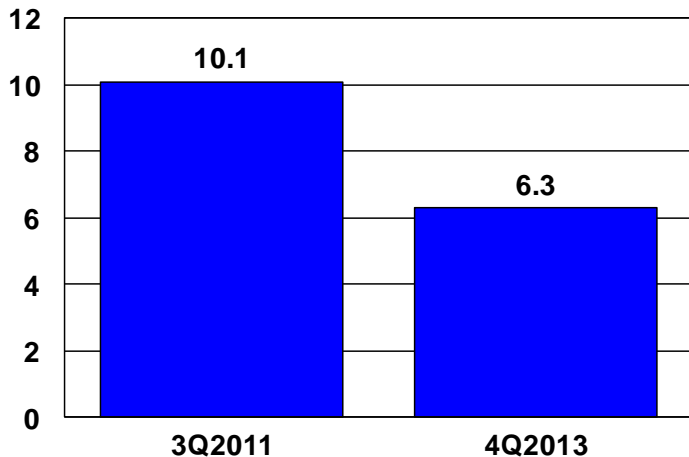
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Note: Greek banks excluded. Source: European Banking Authority.

Fed's March 2012 stress test results

Tier common capital ratio decline under stress test conditions



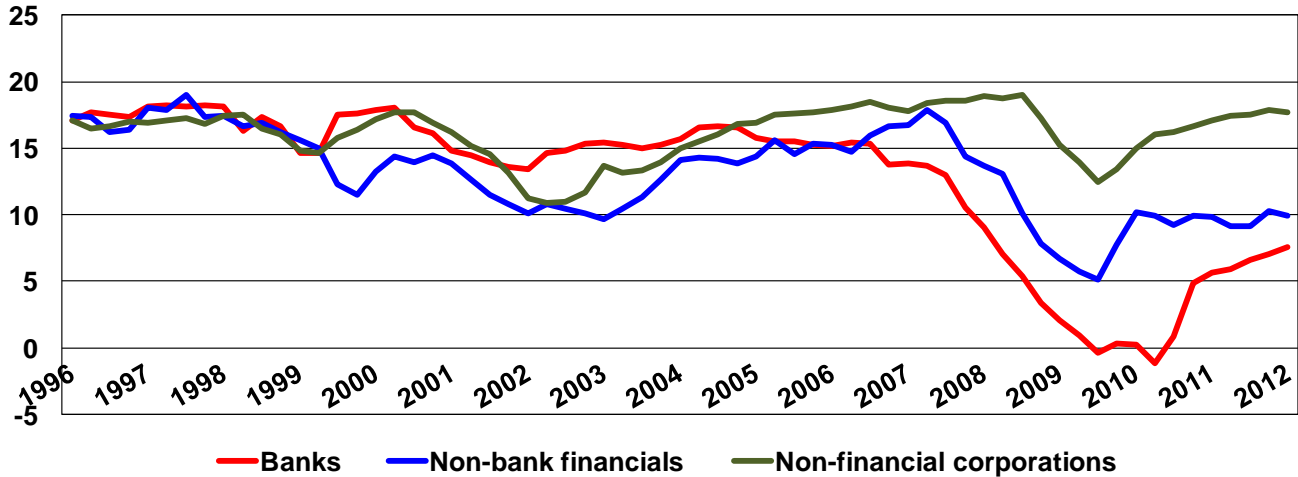
Source: Federal Reserve.

19 bank holding companies (BHCs) tested

- Hypothetical loss: \$543 billion
- 4 BHCs would fail to maintain capital ratios above all four minimum capital levels

Return on common equity, 1996 to 2012

ROE in percent

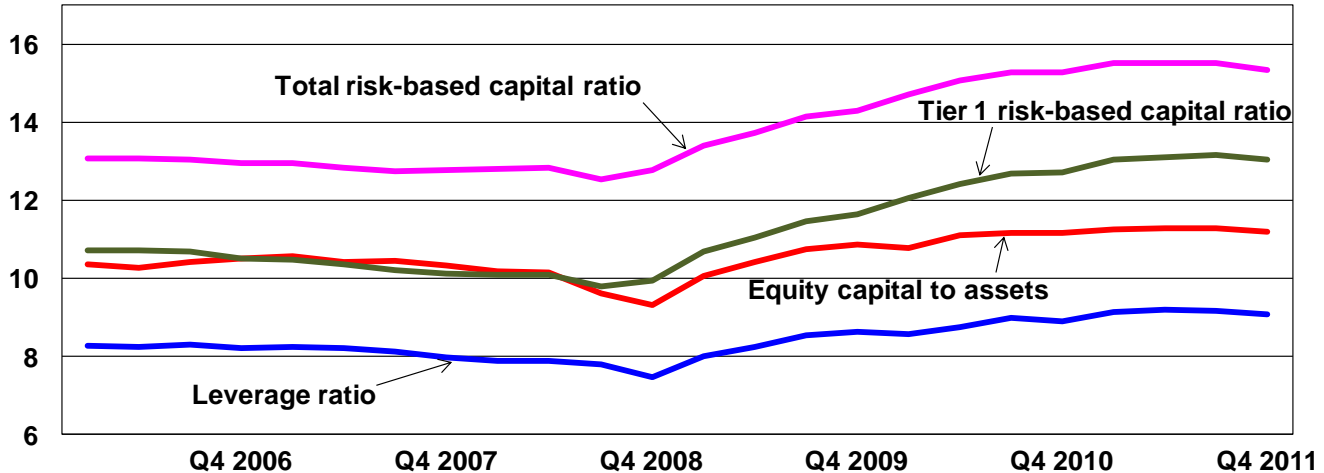


Source: Bloomberg.



U.S. banks capital ratios and leverage

Ratios (%)



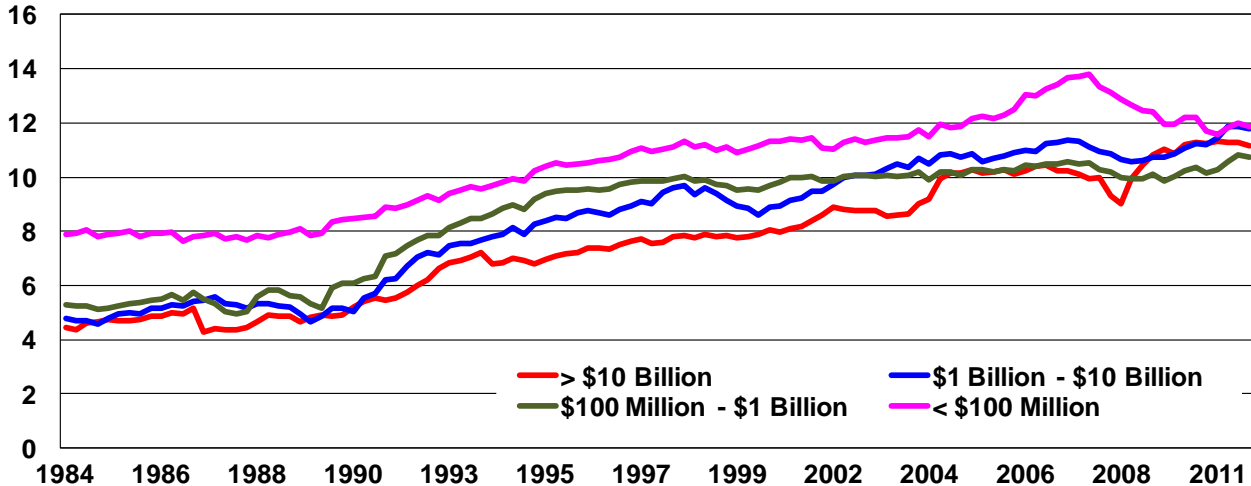
Source: Federal Deposit Insurance Corporation.

U.S. FDIC insured financial institutions' equity capital to assets ratio



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Ratio (%)



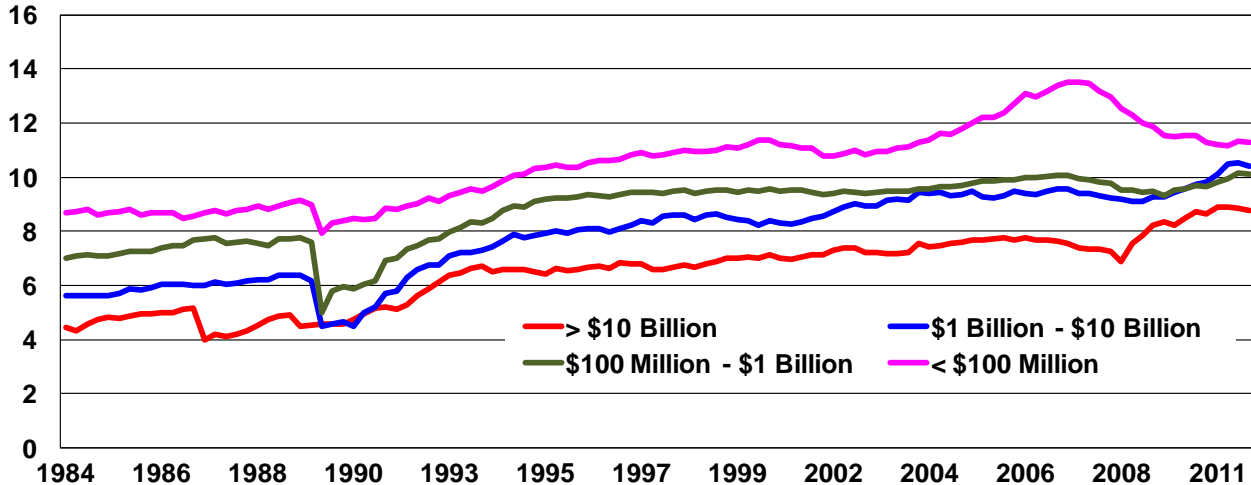
Source: Federal Deposit Insurance Corporation.

U.S. FDIC insured financial institutions' core capital (leverage) ratio



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Ratio (%)

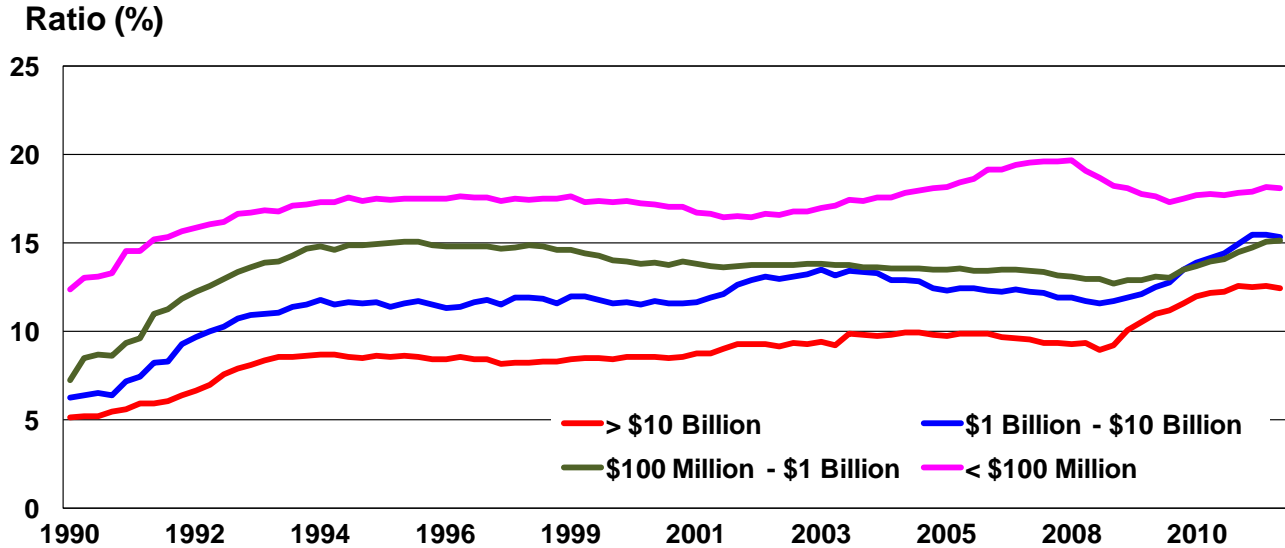


Source: Federal Deposit Insurance Corporation.

U.S. FDIC insured financial institutions' tier 1 risk-based capital ratio



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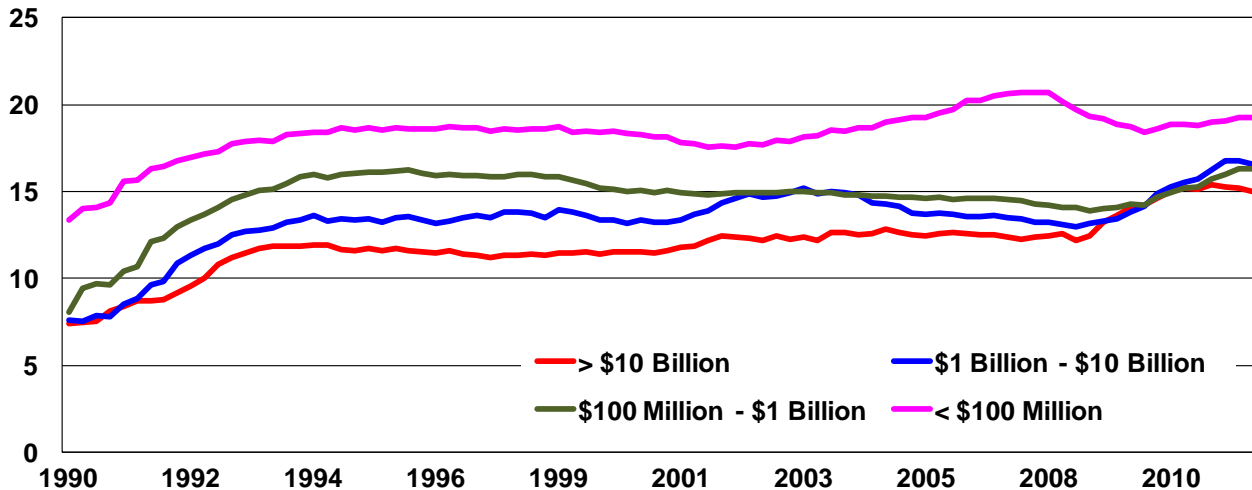
Source: Federal Deposit Insurance Corporation.

U.S. FDIC insured financial institutions' total risk-based capital ratio



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Ratio (%)



Source: Federal Deposit Insurance Corporation.