

All information in the following tables is presented on a basis prepared in accordance with U.S. generally accepted accounting principles (GAAP), unless otherwise indicated. Amounts herein reflect certain reclassifications as noted in the Company's Form 8-K dated April 5, 2006 filed with the Securities and Exchange Commission.

(Preliminary)

American Express Company
Consolidated Statements of Income

(Millions)

	Quarters Ended		Percentage Inc/(Dec)	Six Months Ended		Percentage Inc/(Dec)
	June 30,			June 30,		
	2006	2005		2006	2005	
Revenues						
Discount revenue	\$ 3,292	\$ 2,860	15 %	\$ 6,261	\$ 5,499	14 %
Cardmember lending net finance charge revenue	839 *	637	32 *	1,555 *	1,229	27 *
Net card fees	533	506	5	1,053	1,004	5
Travel commissions and fees	483	502	(4)	901	924	(2)
Other commissions and fees	642	589	9	1,281	1,147	12
Securitization income, net	372	296	26	758	612	24
Other investment and interest income, net	274	269	2	549	530	4
Other	415	361	15	811	715	13
Total	<u>6,850</u> *	<u>6,020</u>	14	<u>13,169</u> *	<u>11,660</u>	13
Expenses						
Marketing, promotion, rewards and cardmember services	1,671	1,445	16	3,193	2,768	15
Human resources	1,276	1,268	1	2,516	2,455	2
Provision for losses and benefits:						
Charge card	192	234	(18)	401	449	(11)
Cardmember lending	406	275	48	727	570	28
Investment certificates and other	132	123	7	270	202	34
Total	<u>730</u>	<u>632</u>	16	<u>1,398</u>	<u>1,221</u>	14
Professional services	658	544	21	1,219	1,031	18
Occupancy and equipment	365	356	3	711	692	3
Interest	308 *	232	33 *	574 *	433	33 *
Communications	113	113	-	226	230	(2)
Other	287	309	(7)	565	621	(9)
Total	<u>5,408</u> *	<u>4,899</u>	10 *	<u>10,402</u> *	<u>9,451</u>	10
Pretax income from continuing operations	1,442	1,121	29	2,767	2,209	25
Income tax provision	470	261	80	919	604	52
Income from continuing operations	972	860	13	1,848	1,605	15
(Loss)/Income from discontinued operations, net of tax	(27)	153	#	(30)	354	#
Net income	<u>\$ 945</u>	<u>\$ 1,013</u>	(7)	<u>\$ 1,818</u>	<u>\$ 1,959</u>	(7)

- Denotes a variance of more than 100%.

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

American Express Company
Condensed Consolidated Balance Sheets

(Billions)

	<u>June 30,</u> <u>2006</u>	<u>December 31,</u> <u>2005</u>
Assets		
Cash and cash equivalents	\$ 7	\$ 7
Accounts receivable	36	35
Investments	22	21
Loans	44	41
Other assets	8	10
Total assets	<u>\$ 117</u>	<u>\$ 114</u>
Liabilities and Shareholders' Equity		
Short-term debt	\$ 15	\$ 16
Long-term debt	36	31
Other liabilities	56	56
Total liabilities	<u>107</u>	<u>103</u>
Shareholders' equity	10	11
Total liabilities and shareholders' equity	<u>\$ 117</u>	<u>\$ 114</u>

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2006	2005		2006	2005	
Revenues						
U.S. Card Services	\$ 3,485	\$ 2,976	17 %	\$ 6,665	\$ 5,753	16 %
International Card & Global Commercial Services	2,441	2,248	9	4,744	4,394	8
Global Network & Merchant Services	789	691	14	1,494	1,329	12
	<u>6,715</u>	<u>5,915</u>	14	<u>12,903</u>	<u>11,476</u>	12
Corporate & Other, including adjustments and eliminations	<u>135</u> *	<u>105</u>	29 *	<u>266</u> *	<u>184</u>	45 *
CONSOLIDATED REVENUES	<u>\$ 6,850</u> *	<u>\$ 6,020</u>	14	<u>\$ 13,169</u> *	<u>\$ 11,660</u>	13
Pretax Income (Loss) From Continuing Operations						
U.S. Card Services	\$ 920	\$ 697	32	\$ 1,716	\$ 1,400	23
International Card & Global Commercial Services	294	244	20	605	486	24
Global Network & Merchant Services	315	245	29	577	416	39
	<u>1,529</u>	<u>1,186</u>	29	<u>2,898</u>	<u>2,302</u>	26
Corporate & Other	<u>(87)</u>	<u>(65)</u>	34	<u>(131)</u>	<u>(93)</u>	41
PRETAX INCOME FROM CONTINUING OPERATIONS	<u>\$ 1,442</u>	<u>\$ 1,121</u>	29	<u>\$ 2,767</u>	<u>\$ 2,209</u>	25
Net Income (Loss)						
U.S. Card Services	\$ 616	\$ 477	29	\$ 1,162	\$ 959	21
International Card & Global Commercial Services	225	225	-	438	417	5
Global Network & Merchant Services	200	155	29	366	266	38
	<u>1,041</u>	<u>857</u>	21	<u>1,966</u>	<u>1,642</u>	20
Corporate & Other	<u>(69)</u>	<u>3</u>	#	<u>(118)</u>	<u>(37)</u>	#
Income from continuing operations	<u>972</u>	<u>860</u>	13	<u>1,848</u>	<u>1,605</u>	15
(Loss)/Income from discontinued operations, net of tax	<u>(27)</u>	<u>153</u>	#	<u>(30)</u>	<u>354</u>	#
NET INCOME	<u>\$ 945</u>	<u>\$ 1,013</u>	(7)	<u>\$ 1,818</u>	<u>\$ 1,959</u>	(7)

- Denotes a variance of more than 100%.

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2006	2005		2006	2005	
EARNINGS PER COMMON SHARE						
BASIC						
Income from continuing operations	\$ 0.80	\$ 0.70	14 %	\$ 1.51	\$ 1.30	16 %
(Loss)/Income from discontinued operations	(0.02)	0.12	#	(0.02)	0.29	#
Net income	<u>\$ 0.78</u>	<u>\$ 0.82</u>	(5) %	<u>\$ 1.49</u>	<u>\$ 1.59</u>	(6) %
Average common shares outstanding (millions)	<u>1,217</u>	<u>1,231</u>	(1) %	<u>1,224</u>	<u>1,235</u>	(1) %
DILUTED						
Income from continuing operations	\$ 0.78	\$ 0.69	13 %	\$ 1.48	\$ 1.27	17 %
(Loss)/Income from discontinued operations	(0.02)	0.12	#	(0.03)	0.29	#
Net income	<u>\$ 0.76</u>	<u>\$ 0.81</u>	(6) %	<u>\$ 1.45</u>	<u>\$ 1.56</u>	(7) %
Average common shares outstanding (millions)	<u>1,242</u>	<u>1,254</u>	(1) %	<u>1,250</u>	<u>1,259</u>	(1) %
Cash dividends declared per common share	<u>\$ 0.15</u>	<u>\$ 0.12</u>	25 %	<u>\$ 0.27</u>	<u>\$ 0.24</u>	13 %

Selected Statistical Information

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2006	2005		2006	2005	
Return on average total shareholders' equity (A)	29.8%	23.1%		29.8%	23.1%	
Common shares outstanding (millions)	1,216	1,240	(2) %	1,216	1,240	(2) %
Book value per common share (B)	\$ 8.62	\$ 13.84	(38) %	\$ 8.62	\$ 13.84	(38) %
Shareholders' equity (billions) (B)	\$ 10.5	\$ 17.2	(39) %	\$ 10.5	\$ 17.2	(39) %

- Denotes a variance of more than 100%.

(A) Computed on a trailing 12-month basis using reported net income over average total shareholders' equity (including discontinued operations) as included in the Consolidated Financial Statements prepared in accordance with GAAP.

(B) Total shareholders' equity and book value per common share amounts prior to September 30, 2005 include discontinued operations reflected in the Company's Consolidated Financial Statements.

(Preliminary)

American Express Company
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2006	2005	
Card billed business (A):			
United States	\$ 102.5	\$ 88.5	16 %
Outside the United States	38.0	32.3	18
Total	<u>\$ 140.5</u>	<u>\$ 120.8</u>	16
Total cards-in-force (millions) (A):			
United States	45.4	41.0	11 %
Outside the United States	29.0	26.3	10
Total	<u>74.4</u>	<u>67.3</u>	11
Basic cards-in-force (millions) (A):			
United States	34.8	31.1	12 %
Outside the United States	24.1	21.8	11
Total	<u>58.9</u>	<u>52.9</u>	11
Average discount rate (B)	2.57%	2.59%	
Average basic cardmember spending (dollars) (A)	\$ 2,821	\$ 2,640	7 %
Average fee per card (dollars) (A)	\$ 34	\$ 35	(3) %
Travel sales	\$ 5.9	\$ 5.6	5 %
Travel commissions and fees/sales	8.2%	8.9%	
Worldwide Travelers Cheque and prepaid products:			
Sales	\$ 5.1	\$ 4.9	4 %
Average outstanding	\$ 7.0	\$ 7.1	(1) %
Average investments	\$ 7.6	\$ 7.7	(1) %
Investment yield (C)	5.0%	5.2%	
Tax equivalent yield - managed (C)	7.7%	8.0%	
International banking			
Total loans	\$ 7.2	\$ 7.0	3 %
Private banking holdings	\$ 21.2	\$ 19.8	7 %

(A) Card billed business includes activities related to proprietary cards, cards issued under network partnership agreements, cash advances on proprietary cards and certain insurance fees charged on proprietary cards. Cards-in-force include proprietary cards and cards issued under network partnership agreements. Average basic cardmember spending and average fee per card are computed from proprietary card activities only.

(B) Computed as follows: Discount Revenue from all card spending (proprietary and Global Network Services) at merchants divided by all billed business (proprietary and Global Network Services) generating discount revenue at such merchants. Only merchants acquired by the Company are included in the computation.

(C) Investment yield represents earnings on certain tax-exempt securities. The tax equivalent yield - managed represents earnings on such tax-exempt securities as if it had been earned on a taxable basis and assumes an income tax-rate of 35 percent.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	2006	June 30, 2005	
Worldwide cardmember receivables:			
Total receivables	\$ 34.7	\$ 31.5	10 %
90 days past due as a % of total	1.8%	1.7%	
Loss reserves (millions):	\$ 948	\$ 848	12 %
% of receivables	2.7%	2.7%	
% of 90 days past due	150%	160%	
Net loss ratio as a % of charge volume	0.24%	0.25%	
Worldwide cardmember lending - owned basis (A):			
Total loans	\$ 36.3	\$ 28.1	29 %
30 days past due loans as a % of total	2.7%	2.4%	
Loss reserves (millions):			
Beginning balance	\$ 1,053	\$ 918	15 %
Provision	376	262	44
Net write-offs	(331)	(285)	16
Other	(12)	(7)	71
Ending balance	<u>\$ 1,086</u>	<u>\$ 888</u>	22
% of loans	3.0%	3.2%	
% of past due	113%	133%	
Average loans	\$ 35.2	\$ 27.5	28 %
Net write-off rate	3.8%	4.1%	
Net finance charge revenue(C)/average loans	9.6% *	9.3%	
Worldwide cardmember lending - managed basis (B):			
Total loans	\$ 56.5	\$ 48.8	16 %
30 days past due loans as a % of total	2.5%	2.3%	
Loss reserves (millions):			
Beginning balance	\$ 1,554	\$ 1,419	10 %
Provision	478	445	7
Net write-offs	(474)	(490)	(3)
Other	(12)	(7)	71
Ending balance	<u>\$ 1,546</u>	<u>\$ 1,367</u>	13
% of loans	2.7%	2.8%	
% of past due	110%	121%	
Average loans	\$ 55.3	\$ 47.5	16 %
Net write-off rate	3.4%	4.1%	
Net finance charge revenue(C)/average loans	9.5% *	9.2%	

- Denotes a variance of more than 100%.

(A) "Owned" or GAAP basis measurement reflects only cardmember loans included in the Company's Consolidated Balance Sheets

(B) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under "Managed Basis" in the Company's press release that accompanies this information for further discussion of the managed basis presentation.

(C) Computed on an annualized basis.

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

American Express Company
Consolidated Statements of Income

(Millions)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Revenues					
Discount revenue	\$ 3,292	\$ 2,969	\$ 3,096	\$ 2,894	\$ 2,860
Cardmember lending net finance charge revenue	839 *	716 *	703	648	637
Net card fees	533	520	518	511	506
Travel commissions and fees	483	418	435	421	502
Other commissions and fees	642	639	630	598	589
Securitization income, net	372	386	295	353	296
Other investment and interest income, net	274	275	279	246	269
Other	415	396	424	357	361
Total	<u>6,850 *</u>	<u>6,319 *</u>	<u>6,380</u>	<u>6,028</u>	<u>6,020</u>
Expenses					
Marketing, promotion, rewards and cardmember services	1,671	1,522	1,581	1,492	1,445
Human resources	1,276	1,240	1,177	1,197	1,268
Provision for losses and benefits:					
Charge card	192	209	290	299	234
Cardmember lending	406	321	415	364	275
Investment certificates and other	132	138	108	76	123
Total	<u>730</u>	<u>668</u>	<u>813</u>	<u>739</u>	<u>632</u>
Professional services	658	561	714	563	544
Occupancy and equipment	365	346	390	346	356
Interest	308 *	266 *	249	238	232
Communications	113	113	115	112	113
Other	287	278	382	261	309
Total	<u>5,408 *</u>	<u>4,994 *</u>	<u>5,421</u>	<u>4,948</u>	<u>4,899</u>
Pretax income from continuing operations	1,442	1,325	959	1,080	1,121
Income tax provision	470	449	208	215	261
Income from continuing operations	972	876	751	865	860
(Loss)/Income from discontinued operations, net of tax	(27)	(3)	(6)	165	153
Net income	<u>\$ 945</u>	<u>\$ 873</u>	<u>\$ 745</u>	<u>\$ 1,030</u>	<u>\$ 1,013</u>

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Revenues					
U.S. Card Services	\$ 3,485	\$ 3,180	\$ 3,181	\$ 3,044	\$ 2,976
International Card & Global Commercial Services	2,441	2,303	2,299	2,212	2,248
Global Network & Merchant Services	789	705	725	693	691
	<u>6,715</u>	<u>6,188</u>	<u>6,205</u>	<u>5,949</u>	<u>5,915</u>
Corporate & Other, including adjustments and eliminations	135 *	131 *	175	79	105
CONSOLIDATED REVENUES	<u>\$ 6,850 *</u>	<u>\$ 6,319 *</u>	<u>\$ 6,380</u>	<u>\$ 6,028</u>	<u>\$ 6,020</u>
Pretax Income (Loss) From Continuing Operations					
U.S. Card Services	\$ 920	\$ 796	\$ 538	\$ 633	\$ 697
International Card & Global Commercial Services	294	311	290	317	244
Global Network & Merchant Services	315	262	252	214	245
	<u>1,529</u>	<u>1,369</u>	<u>1,080</u>	<u>1,164</u>	<u>1,186</u>
Corporate & Other	(87)	(44)	(121)	(84)	(65)
PRETAX INCOME FROM CONTINUING OPERATIONS	<u>\$ 1,442</u>	<u>\$ 1,325</u>	<u>\$ 959</u>	<u>\$ 1,080</u>	<u>\$ 1,121</u>
Net Income (Loss)					
U.S. Card Services	\$ 616	\$ 546	\$ 414	\$ 443	\$ 477
International Card & Global Commercial Services	225	213	233	249	225
Global Network & Merchant Services	200	166	166	141	155
	<u>1,041</u>	<u>925</u>	<u>813</u>	<u>833</u>	<u>857</u>
Corporate & Other	(69)	(49)	(62)	32	3
Income from continuing operations	972	876	751	865	860
(Loss)/Income from discontinued operations, net of tax	(27)	(3)	(6)	165	153
NET INCOME	<u>\$ 945</u>	<u>\$ 873</u>	<u>\$ 745</u>	<u>\$ 1,030</u>	<u>\$ 1,013</u>

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
EARNINGS PER COMMON SHARE					
BASIC					
Income from continuing operations	\$ 0.80	\$ 0.71	\$ 0.61	\$ 0.70	\$ 0.70
(Loss)/Income from discontinued operations	(0.02)	-	(0.01)	0.14	0.12
Net income	<u>\$ 0.78</u>	<u>\$ 0.71</u>	<u>\$ 0.60</u>	<u>\$ 0.84</u>	<u>\$ 0.82</u>
Average common shares outstanding (millions)	<u>1,217</u>	<u>1,232</u>	<u>1,232</u>	<u>1,229</u>	<u>1,231</u>
DILUTED					
Income from continuing operations	\$ 0.78	\$ 0.70	\$ 0.60	\$ 0.69	\$ 0.69
(Loss)/Income from discontinued operations	(0.02)	(0.01)	(0.01)	0.13	0.12
Net income	<u>\$ 0.76</u>	<u>\$ 0.69</u>	<u>\$ 0.59</u>	<u>\$ 0.82</u>	<u>\$ 0.81</u>
Average common shares outstanding (millions)	<u>1,242</u>	<u>1,258</u>	<u>1,258</u>	<u>1,254</u>	<u>1,254</u>
Cash dividends declared per common share	<u>\$ 0.15</u>	<u>\$ 0.12</u>	<u>\$ 0.12</u>	<u>\$ 0.12</u>	<u>\$ 0.12</u>

Selected Statistical Information

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Return on average total shareholders' equity (A)	29.8%	27.3%	25.4%	24.2%	23.1%
Common shares outstanding (millions)	1,216	1,233	1,241	1,239	1,240
Book value per common share (B)	\$ 8.62	\$ 8.60	\$ 8.50	\$ 7.99	\$ 13.84
Shareholders' equity (billions) (B)	\$ 10.5	\$ 10.6	\$ 10.5	\$ 9.9	\$ 17.2

(A) Computed on a trailing 12-month basis using reported net income over average total shareholders' equity (including discontinued operations) as included in the Consolidated Financial Statements prepared in accordance with GAAP.

(B) Total shareholders' equity and book value per common share amounts prior to September 30, 2005 include discontinued operations reflected in the Company's Consolidated Financial Statements.

(Preliminary)

American Express Company
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Card billed business (A):					
United States	\$ 102.5	\$ 92.9	\$ 96.9	\$ 89.6	\$ 88.5
Outside the United States	38.0	34.3	35.7	32.1	32.3
Total	<u>\$ 140.5</u>	<u>\$ 127.2</u>	<u>\$ 132.6</u>	<u>\$ 121.7</u>	<u>\$ 120.8</u>
Total cards-in-force (millions) (A):					
United States	45.4	44.0	43.0	42.0	41.0
Outside the United States	29.0	28.5	28.0	27.0	26.3
Total	<u>74.4</u>	<u>72.5</u>	<u>71.0</u>	<u>69.0</u>	<u>67.3</u>
Basic cards-in-force (millions) (A):					
United States	34.8	33.7	32.8	31.9	31.1
Outside the United States	24.1	23.6	23.2	22.4	21.8
Total	<u>58.9</u>	<u>57.3</u>	<u>56.0</u>	<u>54.3</u>	<u>52.9</u>
Average discount rate (B)	2.57%	2.58%	2.55%	2.58%	2.59%
Average quarterly basic cardmember spending (dollars) (A)	\$ 2,821	\$ 2,612	\$ 2,778	\$ 2,610	\$ 2,640
Average fee per card (dollars) (A)	\$ 34	\$ 34	\$ 35	\$ 35	\$ 35
Travel sales	\$ 5.9	\$ 5.3	\$ 5.2	\$ 4.8	\$ 5.6
Travel commissions and fees/sales	8.2%	7.9%	8.4%	8.7%	8.9%
Worldwide Travelers Cheque and prepaid products:					
Sales	\$ 5.1	\$ 4.2	\$ 4.8	\$ 5.8	\$ 4.9
Average outstanding	\$ 7.0	\$ 6.9	\$ 6.9	\$ 7.3	\$ 7.1
Average investments	\$ 7.6	\$ 7.7	\$ 7.6	\$ 7.9	\$ 7.7
Investment yield (C)	5.0%	5.0%	5.1%	5.1%	5.2%
Tax equivalent yield - managed (C)	7.7%	7.7%	7.9%	7.8%	8.0%
International banking:					
Total loans	\$ 7.2	\$ 7.2	\$ 7.1	\$ 6.9	\$ 7.0
Private banking holdings	\$ 21.2	\$ 20.8	\$ 20.3	\$ 20.2	\$ 19.8

(A) Card billed business includes activities related to proprietary cards, cards issued under network partnership agreements, cash advances on proprietary cards and certain insurance fees charged on proprietary cards. Cards-in-force include proprietary cards and cards issued under network partnership agreements. Average basic cardmember spending and average fee per card are computed from proprietary card activities only.

(B) Computed as follows: Discount Revenue from all card spending (proprietary and Global Network Services) at merchants divided by all billed business (proprietary and Global Network Services) generating discount revenue at such merchants. Only merchants acquired by the Company are included in the computation.

(C) Investment yield represents earnings on certain tax-exempt securities. The tax equivalent yield - managed represents earnings on such tax-exempt securities as if it had been earned on a taxable basis and assumes an income tax-rate of 35 percent.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Worldwide cardmember receivables:					
Total receivables	\$ 34.7	\$ 33.2	\$ 34.2	\$ 31.9	\$ 31.5
90 days past due as a % of total	1.8%	1.8%	1.6%	1.7%	1.7%
Loss reserves (millions):	\$ 948	\$ 978	\$ 942	\$ 909	\$ 848
% of receivables	2.7%	2.9%	2.8%	2.9%	2.7%
% of 90 days past due	150%	163%	177%	173%	160%
Net loss ratio as a % of charge volume	0.24%	0.19%	0.29%	0.27%	0.25%
Worldwide cardmember lending - owned basis (A):					
Total loans	\$ 36.3	\$ 32.7	\$ 33.1	\$ 29.9	\$ 28.1
30 days past due loans as a % of total	2.7%	2.6%	2.5%	2.5%	2.4%
Loss reserves (millions):					
Beginning balance	\$ 1,053	\$ 996	\$ 952	\$ 888	\$ 918
Provision	376	299	374	325	262
Net write-offs	(331)	(270)	(323)	(280)	(285)
Other	(12)	28	(7)	19	(7)
Ending balance	<u>\$ 1,086</u>	<u>\$ 1,053</u>	<u>\$ 996</u>	<u>\$ 952</u>	<u>\$ 888</u>
% of loans	3.0%	3.2%	3.0%	3.2%	3.2%
% of past due	113%	123%	122%	128%	133%
Average loans	\$ 35.2	\$ 32.4	\$ 31.0	\$ 28.3	\$ 27.5
Net write-off rate	3.8%	3.3%	4.2%	4.0%	4.1%
Net finance charge revenue(C)/average loans	9.6% *	8.9% *	9.0%	9.2%	9.3%
Worldwide cardmember lending - managed basis (B):					
Total loans	\$ 56.5	\$ 53.5	\$ 54.3	\$ 50.6	\$ 48.8
30 days past due loans as a % of total	2.5%	2.5%	2.4%	2.4%	2.3%
Loss reserves (millions):					
Beginning balance	\$ 1,554	\$ 1,469	\$ 1,401	\$ 1,367	\$ 1,419
Provision	478	393	671	510	445
Net write-offs	(474)	(404)	(596)	(494)	(490)
Other	(12)	96	(7)	18	(7)
Ending balance	<u>\$ 1,546</u>	<u>\$ 1,554</u>	<u>\$ 1,469</u>	<u>\$ 1,401</u>	<u>\$ 1,367</u>
% of loans	2.7%	2.9%	2.7%	2.8%	2.8%
% of past due	110%	116%	114%	114%	121%
Average loans	\$ 55.3	\$ 53.7	\$ 51.9	\$ 49.6	\$ 47.5
Net write-off rate	3.4%	3.0%	4.6%	4.0%	4.1%
Net finance charge revenue(C)/average loans	9.5% *	9.1% *	9.4%	9.4%	9.2%

(A) "Owned" or GAAP basis measurement reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(B) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under "Managed Basis" in the Company's press release that accompanies this information for further discussion of the managed basis presentation.

(C) Computed on an annualized basis.

* - Revised on August 4, 2006 from prior disclosure issued on July 24, 2006.

(Preliminary)

U.S. Card Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	<u>2006</u>	<u>2005</u>	
Revenues:			
Discount revenue, net card fees and other	\$ 2,514	\$ 2,233	13 %
Cardmember lending:			
Finance charge revenue	814	587	39
Interest expense	<u>215</u>	<u>140</u>	54
Net finance charge revenue	599	447	34
Securitization income, net	<u>372</u>	<u>296</u>	26
Total revenues	<u>3,485</u>	<u>2,976</u>	17
Expenses:			
Marketing, promotion, rewards and cardmember services	1,106	974	14
Provision for losses	351	367	(4)
Human resources and other operating expenses	<u>1,108</u>	<u>938</u>	18
Total expenses	<u>2,565</u>	<u>2,279</u>	13
Pretax segment income	920	697	32
Income tax provision	304	220	38
Segment income	<u>\$ 616</u>	<u>\$ 477</u>	29

(Preliminary)

U.S. Card Services
Selected Financial Information

Quarters Ended June 30,
(Millions)

	<u>GAAP Basis</u>		<u>Percentage Inc/(Dec)</u>	<u>Securitization Effect</u>		<u>Tax Equivalent Effect</u>		<u>Managed Basis</u>		<u>Percentage Inc/(Dec)</u>
	<u>2006</u>	<u>2005</u>		<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	
Revenues:										
Discount revenue, net card fees and other	\$ 2,514	\$ 2,233	13 %	\$ 44	\$ 51	\$ 54	\$ 57	\$ 2,612	\$ 2,341	12 %
Cardmember lending:										
Finance charge revenue	814	587	39	726	618			1,540	1,205	28
Interest expense	215	140	54	257	164			472	304	55
Net finance charge revenue	599	447	34	469	454			1,068	901	19
Securitization income, net	372	296	26	(372)	(296)			-	-	
Total revenues	3,485	2,976	17	141	209	54	57	3,680	3,242	14
Expenses:										
Marketing, promotion, rewards and cardmember services	1,106	974	14	9	(1)			1,115	973	15
Provision for losses	351	367	(4)	127	210			478	577	(17)
Human resources and other operating expenses	1,108	938	18	5	-			1,113	938	19
Total expenses	2,565	2,279	13	\$ 141	\$ 209			2,706	2,488	9
Pretax segment income	920	697	32			54	57	974	754	29
Income tax provision	304	220	38			\$ 54	\$ 57	\$ 358	\$ 277	29
Segment income	\$ 616	\$ 477	29							

The tables above reconcile the GAAP basis for certain income statement line items to the managed basis information, where different. Securitization income, net represents the non-credit provision components of the net gains and charges from securitization activities, the amortization and related impairment charges, if any, of the related interest-only strip, excess spread related to securitized loans, net finance charge revenue on retained interests in securitized loans and servicing income, net of related discounts or fees. Management views any net gains from securitizations as discretionary benefits to be used for card acquisition expenses, which are reflected in both marketing, promotion, rewards and cardmember services expenses and other operating expenses. Consequently, the managed Selected Financial Information above for the quarters ended June 30, 2006 and 2005 assumes that gains from new issuances and charges from the amortization and maturities of outstanding lending securitization transactions of \$(14) million and \$1 million, respectively, are offset by marketing, promotion, rewards and cardmember services expenses of \$(9) million and \$1 million, respectively, and other operating expenses of \$(5) million and nil, respectively. Accordingly, the impact of this net activity, have been eliminated.

The tax equivalent effect represents an increase to interest income recorded to enable management to evaluate tax exempt investments on a basis consistent with taxable investment securities. On a GAAP basis, interest income associated with tax exempt investments is recorded based on amounts earned. Accordingly, the managed Selected Financial Information above for the quarters ended June 30, 2006 and 2005 assumes that tax exempt securities earned income at rates as if the securities produced taxable income with a corresponding increase in the provision for income taxes.

(Preliminary)

U.S. Card Services
Selected Financial Information

Quarters Ended
(Millions)

	GAAP Basis		Securitization Effect		Tax Equivalent Effect		Managed Basis	
	March 31, 2006	December 31, 2005	March 31, 2006	December 31, 2005	March 31, 2006	December 31, 2005	March 31, 2006	December 31, 2005
Revenues:								
Discount revenue, net card fees and other	\$ 2,314	\$ 2,401	\$ 48	\$ 53	\$ 55	\$ 56	\$ 2,417	\$ 2,510
Cardmember lending:								
Finance charge revenue	674	685	733	744			1,407	1,429
Interest expense	194	200	247	226			441	426
Net finance charge revenue	480	485	486	518			966	1,003
Securitization income, net	386	295	(386)	(295)			-	-
Total revenues	3,180	3,181	148	276	55	56	3,383	3,513
Expenses:								
Marketing, promotion, rewards and cardmember services	1,034	1,097	13	(6)			1,047	1,091
Provision for losses	307	509	126	287			433	796
Human resources and other operating expenses	1,043	1,037	9	(5)			1,052	1,032
Total expenses	2,384	2,643	\$ 148	\$ 276			2,532	2,919
Pretax segment income	796	538			55	56	851	594
Income tax provision	250	124			\$ 55	\$ 56	\$ 305	\$ 180
Segment income	\$ 546	\$ 414						

The tables above reconcile the GAAP basis for certain income statement line items to the managed basis information, where different. Securitization income, net represents the non-credit provision components of the net gains and charges from securitization activities, the amortization and related impairment charges, if any, of the related interest-only strip, excess spread related to securitized loans, net finance charge revenue on retained interests in securitized loans and servicing income, net of related discounts or fees. Management views any net gains from securitizations as discretionary benefits to be used for card acquisition expenses, which are reflected in both marketing, promotion, rewards and cardmember services expenses and other operating expenses. Consequently, the managed Selected Financial Information above for the quarters ended March 31, 2006 and December 31, 2005 assumes that gains from new issuances and charges from the amortization and maturities of outstanding lending securitization transactions of \$(22) million and \$11 million, respectively, are offset by higher marketing, promotion, rewards and cardmember services expenses of \$(13) million and \$6 million, respectively, and other operating expenses of \$(9) million and \$5 million, respectively. Accordingly, the incremental expenses, as well as the impact of this net activity, have been eliminated.

The tax equivalent effect represents an increase to interest income recorded to enable management to evaluate tax exempt investments on a basis consistent with taxable investment securities. On a GAAP basis, interest income associated with tax exempt investments is recorded based on amounts earned. Accordingly, the managed Selected Financial Information above for the quarters ended March 31, 2006 and December 31, 2005 assumes that tax exempt securities earned income at rates as if the securities produced taxable income with a corresponding increase in the provision for income taxes.

(Preliminary)

U.S. Card Services
Selected Financial Information

Quarter Ended
(Millions)

	<u>GAAP Basis</u> <u>September 30,</u> <u>2005</u>	<u>Securitization Effect</u> <u>September 30,</u> <u>2005</u>	<u>Tax Equivalent Effect</u> <u>September 30,</u> <u>2005</u>	<u>Managed Basis</u> <u>September 30,</u> <u>2005</u>
Revenues:				
Discount revenue, net card fees and other	\$ 2,233	\$ 53	\$ 56	\$ 2,342
Cardmember lending:				
Finance charge revenue	614	721		1,335
Interest expense	156	209		365
Net finance charge revenue	458	512		970
Securitization income, net	353	(353)		-
Total revenues	<u>3,044</u>	<u>212</u>	<u>56</u>	<u>3,312</u>
Expenses:				
Marketing, promotion, rewards and cardmember services	1,003	(2)		1,001
Provision for losses	458	215		673
Human resources and other operating expenses	950	(1)		949
Total expenses	<u>2,411</u>	<u>\$ 212</u>		<u>2,623</u>
Pretax segment income	633		56	689
Income tax provision	190		\$ 56	\$ 246
Segment income	<u>\$ 443</u>			

The tables above reconcile the GAAP basis for certain income statement line items to the managed basis information, where different. Securitization income, net represents the non-credit provision components of the net gains and charges from securitization activities, the amortization and related impairment charges, if any, of the related interest-only strip, excess spread related to securitized loans, net finance charge revenue on retained interests in securitized loans and servicing income, net of related discounts or fees. Management views any net gains from securitizations as discretionary benefits to be used for card acquisition expenses, which are reflected in both marketing, promotion, rewards and cardmember services expenses and other operating expenses. Consequently, the managed Selected Financial Information above for the quarter ended September 30, 2005 assumes that gains from new issuances and charges from the amortization and maturities of outstanding lending securitization transactions of \$3 million are offset by higher marketing, promotion, rewards and cardmember services expenses of \$2 million and other operating expenses of \$1 million. Accordingly, the incremental expenses, as well as the impact of this net activity, have been eliminated.

The tax equivalent effect represents an increase to interest income recorded to enable management to evaluate tax exempt investments on a basis consistent with taxable investment securities. On a GAAP basis, interest income associated with tax exempt investments is recorded based on amounts earned. Accordingly, the managed Selected Financial Information above for the quarter ended September 30, 2005 assumes that tax exempt securities earned income at rates as if the securities produced taxable income with a corresponding increase in the provision for income taxes.

(Preliminary)

U.S. Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2006	2005	
Card billed business	\$ 83.9	\$ 72.8	15 %
Total cards-in-force (millions)	39.1	36.1	8
Basic cards-in-force (millions)	28.9	26.5	9
Average basic cardmember spending (dollars)	\$ 2,925	\$ 2,769	6 %
U.S. Consumer Travel			
Travel sales (millions)	\$ 656	\$ 491	34 %
Travel commissions and fees/sales	8.5%	8.8%	
Worldwide Travelers Cheque and prepaid products:			
Sales	\$ 5.1	\$ 4.9	4 %
Average outstanding	\$ 7.0	\$ 7.1	(1) %
Average investments	\$ 7.6	\$ 7.7	(1) %
Investment yield (A)	5.0%	5.2%	
Tax equivalent yield - managed (A)	7.7%	8.0%	
Total segment assets	\$ 70.8	\$ 60.9	16 %
Segment capital	\$ 4.7	\$ 4.5	4 %
Return on segment capital (B)	41.8%	39.2%	
Cardmember receivables:			
Total receivables	\$ 18.5	\$ 16.8	10 %
90 days past due as a % of total	2.3%	2.0%	
Net loss ratio as a % of charge volume	0.28%	0.29%	
Cardmember lending - owned basis (C):			
Total loans	\$ 27.6	\$ 20.9	32 %
30 days past due loans as a % of total	2.5%	2.3%	
Average loans	\$ 26.4	\$ 20.3	30 %
Net write-off rate	2.9%	3.9%	
Net finance charge revenue(D)/average loans	9.1%	8.8%	
Cardmember lending - managed basis (E):			
Total loans	\$ 47.8	\$ 41.6	15 %
30 days past due loans as a % of total	2.4%	2.2%	
Average loans	\$ 46.5	\$ 40.3	15 %
Net write-off rate	2.9%	4.0%	
Net finance charge revenue(D)/average loans	9.2%	8.9%	

(A) Investment yield represents earnings on certain tax-exempt securities. The tax equivalent yield - managed represents earnings on such tax-exempt securities as if it had been earned on a taxable basis and assumes an income tax-rate of 35 percent.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.

(C) "Owned" or GAAP basis measurement reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(D) Computed on an annualized basis.

(E) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under "Managed Basis" in the Company's press release that accompanies this information for further discussion of the managed basis presentation.

(Preliminary)

U.S. Card Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Revenues:					
Discount revenue, net card fees and other	\$ 2,514	\$ 2,314	\$ 2,401	\$ 2,233	\$ 2,233
Cardmember lending:					
Finance charge revenue	814	674	685	614	587
Interest expense	215	194	200	156	140
Net finance charge revenue	599	480	485	458	447
Securitization income, net	372	386	295	353	296
Total revenues	<u>3,485</u>	<u>3,180</u>	<u>3,181</u>	<u>3,044</u>	<u>2,976</u>
Expenses:					
Marketing, promotion, rewards and cardmember services	1,106	1,034	1,097	1,003	974
Provision for losses	351	307	509	458	367
Human resources and other operating expenses	1,108	1,043	1,037	950	938
Total expenses	<u>2,565</u>	<u>2,384</u>	<u>2,643</u>	<u>2,411</u>	<u>2,279</u>
Pretax segment income	920	796	538	633	697
Income tax provision	304	250	124	190	220
Segment income	<u>\$ 616</u>	<u>\$ 546</u>	<u>\$ 414</u>	<u>\$ 443</u>	<u>\$ 477</u>

(Preliminary)

U.S. Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Card billed business	\$ 83.9	\$ 75.3	\$ 80.8	\$ 74.2	\$ 72.8
Total cards-in-force (millions)	39.1	38.3	37.5	36.9	36.1
Basic cards-in-force (millions)	28.9	28.4	27.7	27.2	26.5
Average quarterly basic cardmember spending (dollars)	\$ 2,925	\$ 2,690	\$ 2,945	\$ 2,765	\$ 2,769
U.S. Consumer Travel					
Travel sales	\$ 0.7	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5
Travel commissions and fees/sales	8.5%	8.1%	8.4%	8.6%	8.8%
Worldwide Travelers Cheque and prepaid products:					
Sales	\$ 5.1	\$ 4.2	\$ 4.8	\$ 5.8	\$ 4.9
Average outstanding	\$ 7.0	\$ 6.9	\$ 6.9	\$ 7.3	\$ 7.1
Average investments	\$ 7.6	\$ 7.7	\$ 7.6	\$ 7.9	\$ 7.7
Investment yield (A)	5.0%	5.0%	5.1%	5.1%	5.2%
Tax equivalent yield - managed (A)	7.7%	7.7%	7.9%	7.8%	8.0%
Total segment assets	\$ 70.8	\$ 66.6	\$ 70.3	\$ 61.6	\$ 60.9
Segment capital	\$ 4.7	\$ 5.0	\$ 5.1	\$ 4.9	\$ 4.5
Return on segment capital (B)	41.8%	39.4%	38.9%	39.7%	39.2%
Cardmember receivables:					
Total receivables	\$ 18.5	\$ 17.2	\$ 19.2	\$ 16.8	\$ 16.8
90 days past due as a % of total	2.3%	2.3%	1.8%	2.0%	2.0%
Net loss ratio as a % of charge volume	0.28%	0.20%	0.38%	0.30%	0.29%
Cardmember lending - owned basis (C):					
Total loans	\$ 27.6	\$ 24.3	\$ 24.8	\$ 22.4	\$ 20.9
30 days past due loans as a % of total	2.5%	2.4%	2.3%	2.4%	2.3%
Average loans	\$ 26.4	\$ 24.0	\$ 23.2	\$ 20.9	\$ 20.3
Net write-off rate	2.9%	2.6%	4.1%	3.6%	3.9%
Net finance charge revenue(D)/average loans	9.1%	8.1%	8.4%	8.7%	8.8%
Cardmember lending - managed basis (E):					
Total loans	\$ 47.8	\$ 45.1	\$ 46.0	\$ 43.0	\$ 41.6
30 days past due loans as a % of total	2.4%	2.4%	2.3%	2.4%	2.2%
Average loans	\$ 46.5	\$ 45.3	\$ 44.1	\$ 42.3	\$ 40.3
Net write-off rate	2.9%	2.6%	4.6%	3.8%	4.0%
Net finance charge revenue(D)/average loans	9.2%	8.7%	9.1%	9.2%	8.9%

(A) Investment yield represents earnings on certain tax-exempt securities. The tax equivalent yield - managed represents earnings on such tax-exempt securities as if it had been earned on a taxable basis and assumes an income tax-rate of 35 percent.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.

(C) "Owned" or GAAP basis measurement reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(D) Computed on an annualized basis.

(E) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under "Managed Basis" in the Company's press release that accompanies this information for further discussion of the managed basis presentation.

(Preliminary)

International Card & Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	<u>2006</u>	<u>2005</u>	
Revenues:			
Discount revenue, net card fees and other	\$ 2,241	\$ 2,083	8 %
Cardmember lending:			
Finance charge revenue	308	251	23
Interest expense	<u>108</u>	<u>86</u>	26
Net finance charge revenue	<u>200</u>	<u>165</u>	21
Total revenues	<u>2,441</u>	<u>2,248</u>	9
Expenses:			
Marketing, promotion, rewards and cardmember services	410	328	25
Provision for losses and benefits	364	239	52
Human resources and other operating expenses	<u>1,373</u>	<u>1,437</u>	(4)
Total expenses	<u>2,147</u>	<u>2,004</u>	7
Pretax segment income	294	244	20
Income tax provision	69	19	#
Segment income	<u>\$ 225</u>	<u>\$ 225</u>	-

(Preliminary)

International Card & Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2006	2005	
Card billed business	\$ 49.2	\$ 42.5	16 %
Total cards-in-force (millions)	22.2	22.0	1
Basic cards-in-force (millions)	17.8	17.5	2
Average basic cardmember spending (dollars)	\$ 2,654	\$ 2,449	8 %
Global Corporate & International Consumer Travel			
Travel sales	\$ 5.2	\$ 5.1	2 %
Travel commissions and fees/sales	8.1%	8.8%	
International banking:			
Total loans	\$ 7.2	\$ 7.0	3 %
Private banking holdings	\$ 21.2	\$ 19.8	7 %
Total segment assets	\$ 55.3	\$ 49.7	11 %
Segment capital	\$ 4.3	\$ 3.9	10 %
Return on segment capital (A)	22.6%	21.8%	
Cardmember receivables:			
Total receivables	\$ 15.8	\$ 14.7	7 %
90 days past due as a % of total	1.3%	1.3%	
Net loss ratio as a % of charge volume	0.18%	0.20%	
Cardmember lending:			
Total loans	\$ 8.7	\$ 7.2	21 %
30 days past due loans as a % of total	3.2%	2.7%	
Average loans	\$ 8.8	\$ 7.1	24 %
Net write-off rate	6.4%	4.8%	
Net finance charge revenue(B)/average loans	9.1%	9.3%	

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.

(B) Computed on an annualized basis.

(Preliminary)

International Card & Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Revenues:					
Discount revenue, net card fees and other	\$ 2,241	\$ 2,109	\$ 2,115	\$ 2,041	\$ 2,083
Cardmember lending:					
Finance charge revenue	308	293	278	259	251
Interest expense	108	99	94	88	86
Net finance charge revenue	200	194	184	171	165
Total revenues	2,441	2,303	2,299	2,212	2,248
Expenses:					
Marketing, promotion, rewards and cardmember services	410	343	321	310	328
Provision for losses and benefits	364	349	286	270	239
Human resources and other operating expenses	1,373	1,300	1,402	1,315	1,437
Total expenses	2,147	1,992	2,009	1,895	2,004
Pretax segment income	294	311	290	317	244
Income tax provision	69	98	57	68	19
Segment income	\$ 225	\$ 213	\$ 233	\$ 249	\$ 225

(Preliminary)

International Card & Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Card billed business	\$ 49.2	\$ 45.2	\$ 45.1	\$ 41.8	\$ 42.5
Total cards-in-force (millions)	22.2	23.2	22.7	22.2	22.0
Basic cards-in-force (millions)	17.8	18.4	18.0	17.6	17.5
Average quarterly basic cardmember spending (dollars)	\$ 2,654	\$ 2,494	\$ 2,534	\$ 2,384	\$ 2,449
Global Corporate & International Consumer Travel					
Travel sales	\$ 5.2	\$ 4.8	\$ 4.7	\$ 4.4	\$ 5.1
Travel commissions and fees/sales	8.1%	7.8%	8.4%	8.6%	8.8%
International banking:					
Total loans	\$ 7.2	\$ 7.2	\$ 7.1	\$ 6.9	\$ 7.0
Private banking holdings	\$ 21.2	\$ 20.8	\$ 20.3	\$ 20.2	\$ 19.8
Total segment assets	\$ 55.3	\$ 53.0	\$ 51.7	\$ 49.9	\$ 49.7
Segment capital	\$ 4.3	\$ 4.3	\$ 4.1	\$ 3.8	\$ 3.9
Return on segment capital (A)	22.6%	23.2%	23.2%	22.3%	21.8%
Cardmember receivables:					
Total receivables	\$ 15.8	\$ 15.6	\$ 14.5	\$ 15.2	\$ 14.7
90 days past due as a % of total	1.3%	1.3%	1.3%	1.2%	1.3%
Net loss ratio as a % of charge volume	0.18%	0.17%	0.18%	0.24%	0.20%
Cardmember lending:					
Total loans	\$ 8.7	\$ 8.4	\$ 8.3	\$ 7.5	\$ 7.2
30 days past due loans as a % of total	3.2%	3.2%	2.8%	2.8%	2.7%
Average loans	\$ 8.8	\$ 8.4	\$ 7.8	\$ 7.3	\$ 7.1
Net write-off rate	6.4%	5.5%	4.4%	5.0%	4.8%
Net finance charge revenue(B)/average loans	9.1%	9.4%	9.4%	9.3%	9.3%

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.

(B) Computed on an annualized basis.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2006	2005	
Revenues:			
Discount revenue, fees and other	\$ 789	\$ 691	14 %
Expenses:			
Marketing and promotion	140	131	7
Provision for losses	14	17	(18)
Human resources and other operating expenses	320	298	7
Total expenses	474	446	6
Pretax segment income	315	245	29
Income tax provision	115	90	28
Segment income	\$ 200	\$ 155	29

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended June 30,		Percentage Inc/(Dec)
	<u>2006</u>	<u>2005</u>	
Global Card billed business (A)	\$ 140.5	\$ 120.8	16 %
Global Network & Merchant Services:			
Total segment assets	\$ 6.2	\$ 4.7	32 %
Segment capital (millions)	\$ 1,271	\$ 1,102	15 %
Return on segment capital (B)	53.8%	54.0%	
Global Network Services:			
Card billed business	\$ 7.6	\$ 5.8	31 %
Total cards-in-force (millions)	13.1	9.2	42 %

(A) Global Card billed business includes activities related to proprietary cards, cards issued under network partnership agreements, cash advances on proprietary cards and certain insurance fees charged on proprietary cards.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Revenues:					
Discount revenue, fees and other	\$ 789	\$ 705	\$ 725	\$ 693	\$ 691
Expenses:					
Marketing and promotion	140	135	141	167	131
Provision for losses	14	10	13	19	17
Human resources and other operating expenses	320	298	319	293	298
Total expenses	474	443	473	479	446
Pretax segment income	315	262	252	214	245
Income tax provision	115	96	86	73	90
Segment income	<u>\$ 200</u>	<u>\$ 166</u>	<u>\$ 166</u>	<u>\$ 141</u>	<u>\$ 155</u>

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005
Global Card billed business (A)	\$ 140.5	\$ 127.2	\$ 132.6	\$ 121.7	\$ 120.8
Global Network & Merchant Services:					
Total segment assets	\$ 6.2	\$ 5.7	\$ 4.5	\$ 4.5	\$ 4.7
Segment capital	\$ 1.3	\$ 1.3	\$ 1.3	\$ 1.2	\$ 1.1
Return on segment capital (B)	53.8%	51.7%	49.2%	49.4%	54.0%
Global Network Services:					
Card billed business	\$ 7.6	\$ 6.6	\$ 6.9	\$ 6.0	\$ 5.8
Total cards-in-force (millions)	13.1	11.0	10.8	9.9	9.2

(A) Global Card billed business includes activities related to proprietary cards, cards issued under network partnership agreements, cash advances on proprietary cards and certain insurance fees charged on proprietary cards.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures and regulatory capital requirements.