

Tangible Common Shareholders' Equity and Tangible Book Value per Common Share

(in millions, except per share amounts)

The table below presents information about the firm's common shareholders' equity and book value per common share.

	As of	
	March 2018	December 2017
Common shareholders' equity	\$ 72,376	\$ 70,390
Tangible common shareholders' equity ⁽¹⁾	\$ 68,327	\$ 66,352
Book value per common share ⁽²⁾	\$ 186.73	\$ 181.00
Tangible book value per common share ⁽¹⁾⁽²⁾	\$ 176.28	\$ 170.61

⁽¹⁾ Tangible common shareholders' equity equals total shareholders' equity less preferred stock, goodwill and identifiable intangible assets. Tangible book value per common share is calculated by dividing tangible common shareholders' equity by basic shares (which includes common shares outstanding and restricted stock units granted to employees with no future service requirements). Management believes that tangible common shareholders' equity and tangible book value per common share are meaningful because they are measures that the firm and investors use to assess capital adequacy. Tangible common shareholders' equity and tangible book value per common share are non-GAAP measures and may not be comparable to similar non-GAAP measures used by other companies. The table below presents a reconciliation of total shareholders' equity to tangible common shareholders' equity.

	As of	
	March 2018	December 2017
Total shareholders' equity	\$ 83,579	\$ 82,243
Preferred stock	(11,203)	(11,853)
Common shareholders' equity	72,376	70,390
Goodwill and identifiable intangible assets	(4,049)	(4,038)
Tangible common shareholders' equity	\$ 68,327	\$ 66,352

⁽²⁾ The table below presents basic shares, which is used to calculate book value per common share and tangible book value per common share.

	As of	
	March 2018	December 2017
Basic shares	387.6	388.9

For further information, see the firm's Quarterly Report on Form 10-Q for the period ended March 31, 2018

