M&T Bank Corporation Announces Second Quarter Profits

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M&T Bank Corporation ("M&T") today reported its results of operations for the quarter ended June 30, 2009.

GAAP Results of Operations. In a quarter in which M&T closed and converted its third largest acquisition, it reported diluted earnings per common share measured in accordance with generally accepted accounting principles ("GAAP") of \$.36. GAAP-basis net income in the recent quarter aggregated \$51 million. GAAP-basis net income for the second quarter of 2009 expressed as an annualized rate of return on average assets and average common stockholders' equity was .31% and 2.53%, respectively.

M&T's recent quarter results reflect several notable events. Most significantly, M&T completed its acquisition of Provident Bankshares Corporation ("Provident"), effective May 23, 2009, including the related issuance by M&T of 5.8 million common shares. Results of the operations acquired from Provident are reflected in M&T's results since the acquisition date. In addition, expenses associated with systems conversions and other costs of integrating operations and introducing Provident's former customers to M&T's products and services aggregated \$40 million, after applicable tax effect, or \$.35 of diluted earnings per common share, during the three-month period ended June 30, 2009. During the recent quarter, the Federal Deposit Insurance Corporation ("FDIC") announced that it would levy a special assessment on insured financial institutions to rebuild the Deposit Insurance Fund. The charge recognized in 2009's second quarter for that special assessment amounted to \$32.5 million (\$20 million after tax effect, or \$.17 of diluted earnings per common share). Also reflected in the recent quarter's results were \$25 million (pre-tax) of other-than-temporary impairment charges on certain available-for-sale investment securities. Those charges reduced net income and diluted earnings per common share by \$15 million and \$.13, respectively. However, because the investment securities were previously reflected at fair value on the consolidated balance sheet, the impairment charges did not reduce stockholders' equity.

Reflecting on M&T's second quarter performance, Rene F. Jones, Executive Vice President and Chief Financial Officer, commented, "This past quarter was a time of significant accomplishment. On May 23 we completed the acquisition of Provident, including the conversion of customer accounts to M&T systems. We are pleased to welcome former Provident employees to M&T and look forward to serving our new customers by providing them with a wide range of products and exceptional customer service. Diluted net operating earnings per common share, which exclude the impact of merger-related expenses and intangible amortization, increased 34% from this year's first quarter to \$.79, despite the FDIC special assessment which reduced that measure by \$.17 per share. That improvement was driven by several positive developments. Net interest margin dramatically improved from 3.19% in the first quarter of 2009 to 3.43%. Core deposits continued their impressive growth, up an annualized 24% from the initial quarter of 2009 excluding Provident's impact. Residential mortgage banking revenues remained strong as compared with record revenues recorded in the first quarter of this year. Fee income was improved from the first quarter, reflecting higher credit-related fees, insurance income and seasonally higher deposit service charges. Finally, credit costs for the quarter remain in line with internal expectations and we believe that they continue to remain favorable as compared with the industry."

Diluted earnings per common share were \$1.44 and \$.49 during the second quarter of 2008 and the initial 2009 quarter, respectively. Net income for those respective quarters was \$160 million and \$64 million. Net income expressed as an annualized rate of return on average assets and average common stockholders' equity for the second 2008 quarter was .98% and 9.96%, respectively, compared with .40% and 3.61%, respectively, in the first quarter of 2009.

Supplemental Reporting of Non-GAAP Results of Operations. M&T consistently provides supplemental reporting of its results on a "net operating" or "tangible" basis, from which M&T excludes the after-tax effect of amortization of core deposit and other intangible assets (and the related goodwill, core deposit intangible and other intangible asset balances, net of applicable deferred tax amounts) and expenses associated with merging acquired operations into M&T, since such expenses are considered by management to be "nonoperating" in nature. Although "net operating income" as defined by M&T is not a GAAP measure, M&T's management believes that this information helps investors understand the effect of acquisition activity in reported results. Reconciliations of GAAP and non-GAAP measures are provided herein.

Diluted net operating earnings per common share, which exclude the impact of amortization of core deposit and other intangible assets and merger-related expenses, were \$.79 in the second quarter of 2009, including the slightly accretive impact of the Provident acquisition. Diluted net operating earnings per common share were \$1.53 in the year-earlier quarter and \$.59 in the initial quarter of 2009. Net operating income during the recent quarter was \$101 million, compared with \$170 million and \$75 million in the second quarter of 2008 and the first quarter of 2009, respectively. Expressed as an annualized rate of return on average tangible assets and average tangible common stockholders' equity, net operating income was .64% and 12.08%, respectively, in the recently completed quarter, compared with 1.10% and 22.20% in the second quarter of 2008 and .50% and

9.36% in the initial 2009 quarter.

Taxable-equivalent Net Interest Income. Taxable-equivalent net interest income aggregated \$507 million in the second quarter of 2009, up 3% from \$492 million in the year-earlier period and 12% higher than \$453 million in the first quarter of 2009. The significant growth in such income from the initial 2009 quarter to the second quarter was predominantly due to a widening of the net interest margin, which grew from 3.19% to 3.43%. That improvement was largely attributable to declines in the rates paid on deposits and long-term borrowings. Reflected in average earning assets in the second 2009 quarter was the impact of assets obtained in the Provident transaction, which were outstanding for nearly one-half of the quarter. The acquisition added approximately \$1.7 billion to average loans and leases and \$447 million to average investment securities during the quarter. The transaction had little impact on the recent quarter's net interest margin.

Provision for Credit Losses/Asset Quality. The provision for credit losses increased to \$147 million in the recent quarter from \$100 million in the second quarter of 2008. Net charge-offs of loans totaled \$138 million during the second 2009 quarter, up from \$99 million in the year-earlier quarter. That rise in net charge-offs was largely attributable to the partial charge-off of a commercial loan transferred to nonaccrual status in this year's first quarter. During the first quarter of 2009, the provision for credit losses was \$158 million, while net charge-offs aggregated \$100 million. Expressed as an annualized percentage of average loans outstanding, net charge-offs were 1.09% and .81% in the second quarter of 2009 and 2008, respectively, .83% in the first quarter of 2009 and .96% for the first six months of 2009.

Loans obtained in connection with the Provident acquisition have been accounted for in accordance with Statement of Financial Accounting Standards No. 141 (revised 2007), "Business Combinations" ("SFAS No. 141R"), and/or Statement of Position 03-3, "Accounting for Certain Loans or Debt Securities Acquired in a Transfer" ("SOP 03-3"), if the loan experienced deterioration of credit quality at the time of acquisition. Both SFAS No. 141R and SOP 03-3 require that acquired loans be recorded at fair value and prohibit the carry over of the related allowance for credit losses. Determining the fair value of the acquired loans required estimating cash flows expected to be collected on the loans. Because SOP 03-3 loans have been recorded at fair value, such loans are not classified as nonaccrual even though some payments may be contractually past due. Estimated credit losses on all acquired loans were considered in the determination of fair value as of the acquisition date.

Loans classified as nonaccrual increased to \$1.1 billion, or 2.11% of total loans at June 30, 2009 from \$568 million or 1.16% a year earlier and \$1.0 billion or 2.05% at March 31, 2009. The recessionary state of the U.S. economy has resulted in generally higher levels of nonaccrual loans and net charge-offs of loans. Contributing to the rise in nonaccrual loans from June 30, 2008 to June 30, 2009 were increases in residential real estate loans, loans to builders and developers of residential real estate, and commercial loans.

Assets taken in foreclosure of defaulted loans were \$90 million at June 30, 2009, compared with \$53 million at June 30, 2008 and down from \$100 million at March 31, 2009. The higher levels of such assets in 2009 resulted predominantly from additions of residential real estate development projects.

In an effort to assist borrowers, M&T has modified the terms of select residential real estate loans, consisting largely of loans in M&T's portfolio of Alt-A loans. At June 30, 2009, outstanding balances of those modified loans totaled \$259 million, of which \$107 million were classified as nonaccrual. The remaining modified loans have demonstrated payment capability consistent with the modified terms and, accordingly, were classified as renegotiated loans and were accruing interest at June 30, 2009.

Loans past due 90 days or more and accruing interest were \$155 million at the end of the recent quarter, compared with \$94 million at June 30, 2008. Included in these past due but accruing amounts were loans guaranteed by government-related entities of \$144 million and \$89 million at June 30, 2009 and 2008, respectively.

Impaired loans obtained in the Provident acquisition that are held for investment and have been accounted for in accordance with SOP 03-3 had outstanding customer balances at June 30, 2009 of \$170 million. The carrying value of those loans at that date reflected in the Consolidated Balance Sheet totaled \$98 million.

Allowance for Credit Losses. M&T regularly performs detailed analyses of individual borrowers and portfolios for purposes of assessing the adequacy of the allowance for credit losses. Reflecting those analyses, the allowance totaled \$855 million, \$774 million and \$846 million at June 30, 2009, June 30, 2008 and March 31, 2009, respectively. Expressed as a percentage of total loans, the allowance was 1.62% at the recent quarter-end, compared with 1.58% at June 30, 2008 and 1.73% at March 31, 2009. The decline in that ratio from the end of 2009's first quarter to June 30, 2009 was driven by the already noted accounting guidance applied to the Provident acquisition, which prohibits any carryover of an allowance for credit losses. Excluding loans obtained in the Provident acquisition, the allowance-to-legacy loan ratio at June 30, 2009 increased 3 basis points from March 31, 2009 to 1.76%.

Noninterest Income and Expense. Excluding gains and losses from investment securities, noninterest income in the second quarter of 2009 aggregated \$296 million, up from \$277 million in the year-earlier quarter and \$264 million in 2009's initial quarter. As compared with the second quarter of 2008, the higher noninterest income level in the recent quarter resulted largely

from higher residential mortgage banking revenues, due to residential mortgage origination activities buoyed by a lower interest rate environment for much of the recent quarter. Significantly lower losses at Bayview Lending Group also contributed to the improvement. As compared with the first quarter of 2009, higher service charges on deposit accounts, trading account and foreign exchange gains, credit-related fees and insurance income were significant contributors to the higher level of noninterest income in the recent quarter.

Noninterest expense in the second quarter of 2009 totaled \$564 million, compared with \$420 million in the year-earlier quarter and \$438 million in the first quarter of 2009. Included in such amounts are expenses considered to be nonoperating in nature consisting of amortization of core deposit and other intangible assets and merger-related expenses. Exclusive of these expenses, noninterest operating expenses were \$482 million in the recent quarter, compared with \$403 million in the second quarter of 2008 and \$421 million in 2009's initial quarter. In addition to expenses related to the operations obtained in the Provident acquisition, increased expenses for FDIC deposit insurance and foreclosed residential real estate properties contributed to that rise. During the recent quarter, the allowance for impairment of capitalized residential mortgage servicing rights was reduced by \$13 million, compared with similar reductions of \$9 million in the second quarter of 2008 and \$5 million in the initial 2009 quarter. Those reversals reduced noninterest operating expenses and resulted from higher mortgage interest rates at the end of the respective quarters as compared with the immediately preceding quarter-ends.

The efficiency ratio, or noninterest operating expenses divided by the sum of taxable-equivalent net interest income and noninterest income (exclusive of gains and losses associated with bank investment securities), measures the relationship of operating expenses to revenues. M&T's efficiency ratio was 60.0% in 2009's second quarter, compared with 52.4% in the year-earlier period and 58.7% in the first quarter of 2009. If the recent quarter's special assessment by the FDIC was excluded from the computation, the efficiency ratio for the second quarter of 2009 would have been 56.0%.

Balance Sheet. M&T had total assets of \$69.9 billion at June 30, 2009, up from \$65.9 billion at June 30, 2008. Loans and leases, net of unearned discount, were \$52.7 billion at the recent quarter-end, compared with \$49.1 billion a year earlier. Total deposits rose to \$46.8 billion at June 30, 2009, from \$41.9 billion at June 30, 2008. Deposits at domestic offices jumped \$9.5 billion, or 26%, to \$45.7 billion at the most recent quarter-end from \$36.2 billion at June 30, 2008. Total assets obtained in the Provident transaction were \$6.3 billion, including loans and investment securities of \$4.0 billion and \$1.0 billion, respectively. The Provident acquisition also added \$5.0 billion of deposits to M&T's total deposits on May 23, 2009. Total stockholders' equity was \$7.4 billion at June 30, 2009, representing 10.58% of total assets, compared with \$6.5 billion or 9.89% a year earlier. Common stockholders' equity was \$6.7 billion, or \$56.51 per share, at June 30, 2009, compared with \$6.5 billion, or \$59.12 per share, at June 30, 2008. Tangible equity per common share was \$25.17 at the recent quarter-end, compared with \$28.50 a year earlier. The year-over-year declines in the per share amounts for common stockholders' equity and tangible common equity were largely the result of higher net unrealized losses in the available-for-sale investment securities portfolio. In the calculation of tangible equity per common share, stockholders' equity is reduced by the carrying values of goodwill and core deposit and other intangible assets, net of applicable deferred tax balances, which aggregated \$3.7 billion and \$3.4 billion at June 30, 2009 and 2008, respectively. M&T's tangible common equity to tangible assets ratio was 4.49% at June 30, 2009, compared with 5.03% and 4.86% at June 30, 2008 and March 31, 2009, respectively.

Conference Call. Investors will have an opportunity to listen to M&T's conference call to discuss second quarter financial results today at 10:00 a.m. Eastern Time. Those wishing to participate in the call may dial 877-780-2276. International participants, using any applicable international calling codes, may dial 973-582-2700. Callers should reference M&T Bank Corporation or the conference ID# 18863015. The conference call will be webcast live on M&T's website at http://ir.mandtbank.com/conference.cfm. A replay of the call will be available until Wednesday, July 22, 2009 by calling 800-642-1687, or 706-645-9291 for international participants, and by making reference to ID# 18863015. The event will also be archived and available by 5:00 p.m. today on M&T's website at http://ir.mandtbank.com/conference.cfm.

M&T is a bank holding company whose banking subsidiaries, M&T Bank and M&T Bank, National Association, operate branch offices in New York, Pennsylvania, Maryland, Virginia, West Virginia, Delaware, New Jersey and the District of Columbia.

Forward-Looking Statements. This news release contains forward-looking statements that are based on current expectations, estimates and projections about M&T's business, management's beliefs and assumptions made by management. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions ("Future Factors") which are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements.

Future Factors include changes in interest rates, spreads on earning assets and interest-bearing liabilities, and interest rate sensitivity; prepayment speeds, loan originations, credit losses and market values on loans, collateral securing loans, and other assets; sources of liquidity; common shares outstanding; common stock price volatility; fair value of and number of stock-based compensation awards to be issued in future periods; legislation affecting the financial services industry as a whole, and M&T and its subsidiaries individually or collectively, including tax legislation; regulatory supervision and oversight, including monetary policy and required capital levels; changes in accounting policies or procedures as may be required by the Financial Accounting

Standards Board or other regulatory agencies; increasing price and product/service competition by competitors, including new entrants; rapid technological developments and changes; the ability to continue to introduce competitive new products and services on a timely, cost-effective basis; the mix of products/services; containing costs and expenses; governmental and public policy changes; protection and validity of intellectual property rights; reliance on large customers; technological, implementation and cost/financial risks in large, multi-year contracts; the outcome of pending and future litigation and governmental proceedings, including tax-related examinations and other matters; continued availability of financing; financial resources in the amounts, at the times and on the terms required to support M&T and its subsidiaries' future businesses; and material differences in the actual financial results of merger, acquisition and investment activities compared with M&T's initial expectations, including the full realization of anticipated cost savings and revenue enhancements.

These are representative of the Future Factors that could affect the outcome of the forward-looking statements. In addition, such statements could be affected by general industry and market conditions and growth rates, general economic and political conditions, either nationally or in the states in which M&T and its subsidiaries do business, including interest rate and currency exchange rate fluctuations, changes and trends in the securities markets, and other Future Factors.

M&T BANK CORPORATION Financial Highlights

Three months Six months Amounts in ended ended thousands, June 30 June 30 except per share -----2009 2008 Change 2009 2008 ------Performance \$51,188 160,265 -68% \$115,409 362,461 Net income Net income available to common 40,516 160,265 -75 95,105 362,461 shareholders Per common share: Basic earnings \$.36 1.45 -75% \$.85 3.29 -74% Diluted earnings .36 1.44 -75 .85 3.26 -74 Cash dividends \$.70 .70 - \$ 1.40 1.40 Common shares outstanding: Average-diluted (1) 113,521 111,227 2% 111,988 111,097 118,012 110,268 7 118,012 110,268 Period end (2) Return on (annualized): Average total .31% .98% .35% 1.12% assets Average common stockholders' equity 2.53% 9.96% 3.06% 11.23% Taxable-equivalent net interest \$506,781 492,483 3% \$959,521 977,116 income -2% Yield on average earning assets 4.62% 5.66% 4.63% 5.93% Cost of interestbearing 1.47% 2.64% liabilities 1.61% 2.95% Net interest spread 3.15% 3.02% 3.02% 2.98% Contribution of .28% .37% .29% interest-free funds .40% Net interest margin 3.43% 3.39% 3.31% 3.38% Net charge-offs to average total net loans (annualized) 1.09% .81% .96% .59% Net operating

Net operating

results (3)

income \$100,805 170,361 -41% \$175,839 385,958 -54%

Diluted net

operating earnings

per common share

.79 1.53 -48 1.39 3.47 -60

Return on (annualized): Average tangible

.64% 1.10% assets

.57% 1.25%

Average tangible

12.08% 22.20% 10.76% 25.04% common equity 60.03% 52.41% 59.39% 52.63% Efficiency ratio

> At June 30 -----

Loan quality 2009 2008 Change

\$1,111,423 568,460 96% Nonaccrual loans Real estate and other foreclosed assets 90,461 52,606 72% -----

Total nonperforming assets \$1,201,884 621,066

Accruing loans past due 90 days or more 155,125 93,894

Renegotiated loans 170,950 18,905

Purchased impaired loans (4):

Outstanding customer balance 170,400 - -

Carrying amount 97,730 -

Nonaccrual loans to total net loans 2.11% 1.16%

Allowance for credit losses to:

M&T legacy loans 1.76% 1.58% Total loans 1.62% 1.58%

(1) Includes common stock equivalents.

(2) Includes common stock issuable under deferred compensation plans.

- (3) Excludes amortization and balances related to goodwill and core deposit and other intangible assets and merger-related expenses which, except in the calculation of the efficiency ratio, are net of applicable income tax effects.
- (4) Held for investment and accounted for in accordance with SOP 03-3.

M&T BANK CORPORATION

Condensed Consolidated Statement of Income

Three months Six months ended ended June 30 June 30

Dollars in thousands 2009 2008 Change 2009 2008 Change

Interest income \$677,423 817,574 -17% \$1,331,935 1,701,736 -22% Interest expense 175,856 330,942 -47 382,561 736,254 -48

Net interest income 501,567 486,632 3 949,374 965,482 -2

Provision for

147,000 100,000 47 305,000 160,000 91 credit losses

Net interest income after provision

for credit

losses 354,567 386,632 -8 644,374 805,482 -20

Other income Mortgage banking

revenues 52,983 38,219 39 109,216 78,289 40
Service charges on deposit accounts 112,479 110,340 2 213,508 213,794 -
Trust income 32,442 40,426 -20 67,322 80,730 -17
Brokerage services income 13,493 17,211 -22 28,886 32,684 -12
Trading account
and foreign exchange gains 7,543 6,636 14 8,978 11,349 -21
Gain on bank
investment securities 292 325 - 867 33,772 -
Total other-than-
temporary impairment
("OTTI")
losses (75,697) (5,746) - (138,505) (5,746) - Portion of OTTI
losses
recognized
in other comprehensive
income (before
taxes) 50,928 81,537
Net OTTI losses
recognized in earnings (24,769) (5,746) - (56,968) (5,746) -
Equity in earnings
of Bayview Lending Group LLC (207) (13,026) - (4,351) (14,286) -
Other revenues from
operations 77,393 76,797 1 136,532 153,259 -11
Total other
income 271,649 271,182 - 503,990 583,845 -14
Other expense
Salaries and employee
benefits 249,952 236,127 6 499,344 487,998 2
Equipment and net occupancy 51,321 47,252 9 99,493 94,017 6
Printing, postage
and supplies 11,554 9,120 27 20,649 19,016 9
Amortization of core deposit and
other intangible
assets 15,231 16,615 -8 30,601 35,098 -13 Deposit insurance 49,637 1,534 - 55,493 3,073 -
Other costs of
operations 186,015 109,062 71 296,476 206,212 44
Total other
expense 563,710 419,710 34 1,002,056 845,414 19
Income before
income taxes 62,506 238,104 -74 146,308 543,913 -73
Applicable income
taxes 11,318 77,839 -85 30,899 181,452 -83
Net income \$51,188 160,265 -68% \$115,409 362,461 -68%
M&T BANK CORPORATION
Condensed Consolidated Balance Sheet
June 30
Dollars in thousands 2009 2008 Change
ASSETS
M-3-3E 1-3

ASSETS

Cash and due from banks \$1,148,428 1,624,753 -29% Interest-bearing deposits at banks 59,950 5,654 960 Federal funds sold and agreements 2,300 103,750 -98 to resell securities Trading account assets 495,324 243,050 104 Investment securities 8,155,434 8,658,775 Loans and leases, net of unearned 52,714,644 49,114,616 discount Less: allowance for credit losses 855,365 774,076 11 Net loans and leases 51,859,279 48,340,540 7 3,524,625 3,192,128 10 Goodwill Core deposit and other intangible 216,072 213,528 assets Other assets 4,451,805 3,511,250 27 -----\$69,913,217 65,893,428 Total assets

LIABILITIES AND STOCKHOLDERS' EQUITY

Noninterest-bearing deposits at

U.S. offices \$12,403,999 8,483,856 46%
Other deposits at U.S. offices 33,265,704 27,684,858 20
Deposits at foreign office 1,085,004 5,756,976 -81

Total deposits 46,754,707 41,925,690 12
Short-term borrowings 2,951,149 3,761,550 -22
Accrued interest and other liabilities 1,238,959 917,022 35
Long-term borrowings 11,568,238 12,770,110 -9

Total liabilities 62,513,053 59,374,372 5 Stockholders' equity (1) 7,400,164 6,519,056 14

Total liabilities and stockholders'

equity \$69,913,217 65,893,428 6%

 Reflects accumulated other comprehensive loss, net of applicable income tax effect, of \$580.8 million at June 30, 2009 and \$332.9 million at June 30, 2008.

M&T BANK CORPORATION

Condensed Consolidated Average Balance Sheet and Annualized Taxable-equivalent Rates

Three months ended June 30

Dollars in millions

2009 2008
----- Change in
Balance Rate Balance Rate balance

ASSETS

Interest-bearing deposits at

banks \$ 42 .05% 8 1.14% 421%

Federal funds sold and agreements

to resell securities 73 .23 101 1.96 -27

Trading account assets 120 .77 64 .90 88

Investment securities 8,508 4.90 8,770 5.07 -3

Loans and leases, net of unearned discount

 Commercial, financial, etc
 14,067
 3.76
 13,800
 5.14
 2

 Real estate - commercial
 19,719
 4.46
 18,491
 5.76
 7

 Real estate - consumer
 5,262
 5.40
 6,026
 6.04
 -13

 Consumer
 11,506
 5.42
 11,205
 6.41
 3

Total loans and leases, net 50,554 4.59 49,522 5.79 2

Total earning assets	59,297	4.62 58,465	5.66 1
Goodwill	3,326	3,192	4
Core deposit and othe intangible assets		222	-15
	4,173	3,705	13
Total assets	\$66,984 ====================================		2%
LIABILITIES AND ST	OCKHOLDERS	6'	
Interest-bearing depo NOW accounts Savings deposits Time deposits Deposits at foreign of	\$ 515 22,480 8,858 2	.19 512 .47 18,092 .52 9,216 (.49 1% 1.34 24 3.47 -4 2.06 -66
Total interest-beari deposits	ng	0 32,134 2.	
Short-term borrowings Long-term borrowings	s 3,211 s 11,48	2 3.18 11,40	2.49 -53 07 4.44 1
Total interest-bearing liabilities	48,006 1.47	50,410 2.64	4 -5
Noninterest-bearing d	eposits 10,5	533 7,57	7 39
	1,318	1,128	17
Total liabilities	59,857	59,115	1
Stockholders' equity	7,127	6,469	10
Total liabilities and stockholders' equity		65,584 	2%
Net interest spread Contribution of interes	st-free	15 3.02	
Net interest margin		.37 43% 3.3	9%
	Six months June 30		
Dollars in millions	2009		e in
	Balance Rate	-	
ASSETS			
Interest-bearing depo at banks Federal funds sold an to resell securities	d agreements	.08% 9 3 115 2.5	

 Trading account assets
 97
 .73
 69
 1.16
 40

 Investment securities
 8,499
 4.86
 8,847
 5.15
 -4

Loans and leases, net of unearned discount Commercial, financial, etc 14,049 3.75 13,554 5.59 4 Real estate - commercial 19,260 4.43 18,242 6.05 6 Real estate - consumer 5,148 5.49 6,002 6.11 -14 Consumer 11,237 5.52 11,251 6.66 -
Total loans and leases, net 49,694 4.61 49,049 6.09 1
Total earning assets 58,408 4.63 58,089 5.93 1
Goodwill 3,259 3,194 2
Core deposit and other intangible assets 182 230 -21
Other assets 4,032 3,786 6
Total assets \$65,881 65,299 1%
LIABILITIES AND STOCKHOLDERS' EQUITY
Interest-bearing deposits NOW accounts \$ 525 .22 498 .67 6% Savings deposits 21,845 .63 17,468 1.46 25 Time deposits 8,789 2.66 9,816 3.81 -10 Deposits at foreign office 1,964 .16 4,567 2.66 -57
Total interest-bearing deposits 33,123 1.14 32,349 2.33 2
Short-term borrowings 3,344 .26 7,011 2.99 -52 Long-term borrowings 11,562 3.34 10,838 4.77 7
Total interest-bearing liabilities 48,029 1.61 50,198 2.95 -4
Noninterest-bearing deposits 9,549 7,506 27
Other liabilities 1,349 1,104 22
Total liabilities 58,927 58,808 -
Stockholders' equity 6,954 6,491 7
Total liabilities and stockholders' equity \$65,881 65,299 1% =======
Net interest spread 3.02 2.98 Contribution of interest-free funds .29 .40 Net interest margin 3.31% 3.38%
M&T BANK CORPORATION

M&T BANK CORPORATION Reconciliation of Quarterly GAAP to Non-GAAP Measures

Three months ended			Six mo	onths ended
	30 2008	March 31 2009	June 2009	

Income statement data

Amortization of of deposit and other intangible asset: Merger-related expenses (1)	\$ 51,188 160,265 64,221 115,409 362,461 ore	
Net operating income	\$100,805 170,361 75,034 175,839 385,958	
Earnings per cor share Diluted earnings common share Amortization of o deposit and othe intangible asse Merger-related	nmon per \$.36 1.44 .49 .85 3.26 ore	==
Diluted net operating earn per common s		==

Balance sheet data

In millions Average assets

\$ 66,984 65,584 64,766 65,881 65,299 Average assets \$66,984 65,584 64,766 65,881 65 Goodwill (3,326) (3,192) (3,192) (3,259) (3,194)

Core deposit and other intangible

assets (188) (222) (176) (182) (230)
Deferred taxes 30 31 22 26 33

Average tangible

assets \$63,500 62,201 61,420 62,466 61,908

Average common equity

Average common equity \$ 6,491 6,469 6,212 6,352 6,491 (3,326) (3,192) (3,192) (3,259) (3,194) Goodwill

Core deposit and other intangible

assets (188) (222) (176) (182) (230)
Deferred taxes 30 31 22 26 33

Average tangible common equity \$ 3,007 3,086 2,866 2,937 3,100 _____ _____

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⁽¹⁾ After any related tax effect.

Web Site: http://www.mandtbank.com/

https://newsroom.mtb.com/2009-07-20-M-T-Bank-Corporation-Announces-Second-Quarter-Profits