

**Revenue Reconciliation (Non-GAAP Measures)**

(dollars in millions)

The following table provides the calculation of Merrill Lynch's net revenues excluding certain adjustments. While these amounts are considered non-GAAP measures, management believes that it is relevant in assessing the quality of our financial performance, identifying trends in our results and providing more meaningful period-to-period comparisons.

	<u>For the Three Months Ended</u>			<u>Percent Inc / (Dec)</u>		<u>For the Six Months Ended</u>		<u>Percent Inc/(Dec)</u>
	<u>Jun. 27, 2008</u>	<u>Mar. 28, 2008</u>	<u>Jun. 29, 2007</u>	<u>2Q08 vs. 1Q08</u>	<u>2Q08 vs. 2Q07</u>	<u>Jun. 27, 2008</u>	<u>Jun. 29, 2007</u>	
<b><u>GMI:</u></b>								
<b><u>FICC</u></b>								
GAAP revenues, net of interest expense	\$ (8,068)	\$ (3,378)	\$ 2,421			\$ (11,446)	\$ 5,046	
Net losses / (gains) as follows:								
U.S. ABS CDOs	3,492	1,472	36			4,964	101	
Leveraged finance commitments write-downs	348	927	-			1,275	-	
Residential mortgage-related exposures	1,255	782	241			2,037	619	
U.S. Banks investment securities portfolio	1,673	421	(15)			2,094	(42)	
Commercial real estate	15	(53)	(304)			(38)	(695)	
Total net losses / (gains)	6,783	3,549	(42)			10,332	(17)	
Credit valuation adjustments ("CVA") related to hedges with financial guarantors	2,888	3,031	-			5,919	-	
Net effect due to change in Merrill Lynch credit spreads on certain long-term debt liabilities	(98)	(1,379)	(8)			(1,477)	15	
<b>Adjusted revenues, net of interest expense</b>	<b>1,505</b>	<b>1,823</b>	<b>2,371</b>	<b>(17)%</b>	<b>(37)%</b>	<b>3,328</b>	<b>5,044</b>	<b>(34)%</b>
<b><u>Equity Markets</u></b>								
GAAP revenues, net of interest expense	1,727	1,883	2,148			3,610	4,534	
Net losses / (gains)	-	-	-			-	-	
CVA related to hedges with financial guarantors	-	-	-			-	-	
Effect of Merrill Lynch credit spreads	-	(695)	(20)			(695)	(34)	
<b>Adjusted revenues, net of interest expense</b>	<b>1,727</b>	<b>1,188</b>	<b>2,128</b>	<b>45 %</b>	<b>(19)%</b>	<b>2,915</b>	<b>4,500</b>	<b>(35)%</b>
<b><u>Investment Banking</u></b>								
GAAP revenues, net of interest expense	1,022	805	1,415			1,827	2,763	
Net losses / (gains)	-	-	-			-	-	
CVA related to hedges with financial guarantors	-	-	-			-	-	
Effect of Merrill Lynch credit spreads	-	-	-			-	-	
<b>Adjusted revenues, net of interest expense</b>	<b>1,022</b>	<b>805</b>	<b>1,415</b>	<b>27 %</b>	<b>(28)%</b>	<b>1,827</b>	<b>2,763</b>	<b>(34)%</b>
<b><u>Total GMI</u></b>								
GAAP revenues, net of interest expense	(5,319)	(690)	5,984			(6,009)	12,343	
Net losses / (gains)	6,783	3,549	(42)			10,332	(17)	
CVA related to hedges with financial guarantors	2,888	3,031	-			5,919	-	
Effect of Merrill Lynch credit spreads	(98)	(2,074)	(28)			(2,172)	(19)	
<b>Adjusted revenues, net of interest expense</b>	<b>4,254</b>	<b>3,816</b>	<b>5,914</b>	<b>11 %</b>	<b>(28)%</b>	<b>8,070</b>	<b>12,307</b>	<b>(34)%</b>
<b><u>GWM</u></b>								
GAAP revenues, net of interest expense	3,359	3,599	3,554			6,958	6,888	
Net losses / (gains)	-	-	-			-	-	
CVA related to hedges with financial guarantors	-	-	-			-	-	
Effect of Merrill Lynch credit spreads	7	(29)	-			(22)	-	
<b>Adjusted revenues, net of interest expense</b>	<b>3,366</b>	<b>3,570</b>	<b>3,554</b>	<b>(6)%</b>	<b>(5)%</b>	<b>6,936</b>	<b>6,888</b>	<b>1 %</b>
<b><u>Corporate</u></b>								
GAAP revenues, net of interest expense	(156)	25	(79)			(131)	(169)	
Net losses / (gains)	-	-	-			-	-	
CVA related to hedges with financial guarantors	-	-	-			-	-	
Effect of Merrill Lynch credit spreads	-	-	-			-	-	
<b>Adjusted revenues, net of interest expense</b>	<b>(156)</b>	<b>25</b>	<b>(79)</b>	<b>N/M</b>	<b>N/M</b>	<b>(131)</b>	<b>(169)</b>	<b>N/M</b>
<b><u>Total</u></b>								
GAAP revenues, net of interest expense	(2,116)	2,934	9,459			818	19,062	
Net losses / (gains)	6,783	3,549	(42)			10,332	(17)	
CVA related to hedges with financial guarantors	2,888	3,031	-			5,919	-	
Effect of Merrill Lynch credit spreads	(91)	(2,103)	(28)			(2,194)	(19)	
<b>Adjusted revenues, net of interest expense</b>	<b>\$ 7,464</b>	<b>\$ 7,411</b>	<b>\$ 9,389</b>	<b>1 %</b>	<b>(21)%</b>	<b>\$ 14,875</b>	<b>\$ 19,026</b>	<b>(22)%</b>

N/M = Not Meaningful