

THE BANK OF NEW YORK MELLON

Received \$3 billion in TARP funds

...while our business model does not involve direct consumer lending, The Bank of New York Mellon has put the TARP funds to work in a way that is consistent with our more institutional-focused business and the market-wide efforts to get lending going again. We have used most of the capital to purchase mortgage-backed securities, helping efforts to increase funds available to borrowers in the residential housing market. We also have purchased securities of other financial institutions and made loans to other financial institutions through the interbank lending market to help increase the amount of funds available to lend to consumers and businesses.

All of these efforts directly address the need to improve liquidity in the financial system and are consistent with our business model as a bank that primarily serves institutional clients.

Regarding compensation for 2008, our year-end figures will be reported when we announce our financial results on January 22.