

US BANCORP
Received \$6.6 billion in TARP funds

1. Since you received TARP funds has there been an increase in lending activity by your bank, if so by how much?

We will be announcing our fourth quarter and full year 2008 results on Wednesday, January 21st. Our earnings release and conference call will include details about our lending activity during the fourth quarter. Until then, it would be inappropriate for us to comment.

2. What amount of TARP funds have been used to help homeowners who are behind on their payments or facing foreclosure?

We have been pro-actively reaching out to our mortgage customers who have, or may have, issues or problems regarding their mortgages for some time. As of September 30, 2008, we reported total restructured loans of \$1,180 million, \$589 million of which were residential mortgages and \$412 million were credit card loans. As we have previously indicated, we expect those numbers to increase in 2009. In addition, we recently announced the acquisition of the Banking operations of Downey Savings and Loan and PFF Bank and Trust from the FDIC. As part of these transactions, U.S. Bank will modify the terms of certain acquired residential mortgage loans in accordance with the FDIC Mortgage Loan Modification Program. The objectives of this program are to improve affordability, increase the probability of performance, and allow borrowers to remain in their homes. This program could potentially impact 35,000 borrowers.

3. Does your bank need the TARP infusion; if not have you considered returning the funds?

We will refer you back to U.S. Bancorp's press release announcing our participation in the Capital Purchase Program and the reasons why we decided to participate. We cannot comment on any future actions regarding the program.

4. What will be the total amount awarded in bonuses at your institution this year?

Executive bonus and incentive decisions are reviewed and approved by the Compensation Committee of the Board of Directors each January following final year-end results. They are based on performance and comparisons to stated plan objectives and peer group performance. Executive salaries and bonuses -- and all related disclosure -- will be reported in 2009 Proxy Statement, which should be published in early March.

5. If Congress passes retroactive compensation requirements for TARP Capital Purchase Program participants, will your bank give back the money?

We cannot comment on any future actions regarding the program.