

# Appendix



## Table of Contents

<b>Quarterly Financial Review</b>	<b>39</b>	<b>Credit Quality Review - GAAP</b>	<b>121</b>
Quarterly earnings summaries	41	NALs, NPAs, & ARLs	123
Significant items impacting comparisons	46	Delinquencies	124
<b>Income Statement</b>	<b>47</b>	ALLL, AULC, ACL	129
Net income & EPS	48	<b>Credit Quality – Business Segment</b>	<b>131</b>
Pre-tax, pre-provision income	49	Commercial Real Estate	132
Net interest margin	51	Commercial Banking	134
Noninterest income	56	Residential Real Estate	137
Expense trends	61	Auto Finance	146
Efficiency Ratio / Operating leverage	64	<b>Non-Franklin Reconciliations</b>	<b>149</b>
<b>Balance Sheet</b>	<b>66</b>	<b>Deposits &amp; Other Funding</b>	<b>158</b>
<b>Investment Securities</b>	<b>69</b>	Deposit trends	159
<b>Loan Portfolio Overview</b>	<b>74</b>	Core deposit trends	161
Credit composition	75	Other funding	163
Loan trends	77	Funding assessment	164
Commercial loans and leases	78	<b>Capital</b>	<b>165</b>
Commercial & industrial	82	<b>Franchise</b>	<b>170</b>
Commercial real estate	89	<b>Strategy, Organization &amp; History</b>	<b>174</b>
Consumer loans and leases	99	<b>Business Segment Summary</b>	<b>181</b>
Indirect auto lending	101		
Real estate lending	107		



# 2009 – 2008 Quarterly Financial Review



39

## Quarterly Earnings

(\$MM)	2Q09	1Q09	2Q08	Change Better (Worse) vs.		
				1Q09 Amt.	2Q08 Amt. Pct.	
Net interest income	<b>\$ 349.9</b>	\$ 337.5	\$ 389.9	\$ 12.4	\$ (40.0)	(10) %
Provision	<b>(413.7)</b>	(291.8)	(120.8)	(121.9)	(292.9)	NM
Noninterest income	<b>265.9</b>	239.1	236.4	26.8	29.5	12
Noninterest expense	<b>(340.0)</b>	(2,969.8)	(377.8)	2,629.8	37.8	10
Pre-tax income/(loss)	<b>(137.8)</b>	(2,685.0)	127.7	2,547.2	(265.5)	NM
Net Income/(loss)	<b><u>\$ (125.1)</u></b>	<u>\$ (2,433.2)</u>	<u>\$ 101.4</u>	<u>\$ 2,308.1</u>	<u>\$ (226.4)</u>	<u>NM</u>
EPS	<b><u>\$ (0.40)</u></b>	<u>\$ (6.79)</u>	<u>\$ 0.25</u>	<u>\$ 6.39</u>	<u>\$ (0.65)</u>	<u>NM %</u>

NM - not meaningful



40

## 1Q09 Earnings Summary

	<u>After-tax</u>	<u>EPS</u>
<b>Net loss</b>	<b>\$(2,433.2) MM</b>	
<b>Net loss applicable to common shares</b>	<b>\$(2,492.0) MM</b>	<b>\$(6.79)</b>

### Significant Items

	<u>Favorable/(Unfavorable)</u> <u>Earnings <sup>(1)</sup></u>	<u>EPS <sup>(2)</sup></u>
Goodwill impairment charge	\$(2,602.7) MM	\$(7.09)
Preferred stock conversion deemed dividend	NA	(0.08)
Franklin restructuring	159.9 <sup>(2)</sup>	0.44

(1) Impact on GAAP earnings; pre-tax unless otherwise noted  
 (2) After tax; EPS reflected on a fully diluted basis



41

## 4Q08 Earnings Summary

	<u>After-tax</u>	<u>EPS</u>
<b>Net loss</b>	<b>\$(417.3) MM</b>	
<b>Net loss applicable to common shares</b>	<b>\$(440.4) MM</b>	<b>\$(1.20)</b>

### Significant Items

	<u>Favorable/(Unfavorable)</u> <u>Earnings <sup>(1)</sup></u>	<u>EPS <sup>(2)</sup></u>
Visa® indemnification	\$4.6 MM	\$0.01
Visa®- related deferred tax valuation allowance provision	(2.9) <sup>(2)</sup>	(0.01)

(1) Impact on GAAP earnings; pre-tax unless otherwise noted  
 (2) After tax; EPS reflected on a fully diluted basis



42

## 3Q08 Earnings Summary

	<u>After-tax</u>	<u>EPS</u>
<b>Net income</b>	<b>\$75.1 MM</b>	
<b>Net income applicable to common shares</b>	<b>\$63.0 MM</b>	<b>\$0.17</b>
 <b><u>Significant Items</u></b>		
	<u>Favorable/(Unfavorable)</u>	
	<u>Earnings <sup>(1)</sup></u>	<u>EPS <sup>(2)</sup></u>
Visa®- related deferred tax valuation allowance provision	\$(3.7) MM <sup>(2)</sup>	\$(0.01)

(1) Impact on GAAP earnings; pre-tax unless otherwise noted  
 (2) After tax; EPS reflected on a fully diluted basis

## 2Q08 Earnings Summary

	<u>After-tax</u>	<u>EPS</u>
<b>Net income</b>	<b>\$101.4 MM</b>	
<b>Net income applicable to common shares</b>	<b>\$90.2 MM</b>	<b>\$0.25</b>
 <b><u>Significant Items</u></b>		
	<u>Favorable/(Unfavorable)</u>	
	<u>Earnings <sup>(1)</sup></u>	<u>EPS <sup>(2)</sup></u>
Visa®- related deferred tax valuation allowance benefit	\$3.4 MM <sup>(2)</sup>	\$0.01
Merger / restructuring costs	(14.6)	(0.03)

(1) Impact on GAAP earnings; pre-tax unless otherwise noted  
 (2) After tax; EPS reflected on a fully diluted basis

## 1Q08 Earnings Summary

<b>Net income</b>	<b>After-tax</b>	<b>EPS</b>
	<b>\$127.1 MM</b>	<b>\$0.35</b>

### Significant Items

	<u>Favorable/(Unfavorable)</u>	
	<u>Earnings</u> <sup>(1)</sup>	<u>EPS</u> <sup>(2)</sup>
Aggregate impact of Visa ® IPO <sup>(3)</sup>	\$37.5 MM	\$0.07
Visa®-related deferred tax valuation allowance benefit	11.1 <sup>(2)</sup>	0.03
Merger costs	(7.3)	(0.01)

(1) Impact on GAAP earnings; pre-tax unless otherwise noted

(2) After tax; EPS reflected on a fully diluted basis

(3) Gain from IPO

Partial reversal of 4Q07 indemnification

\$25.1

12.4



45

## Significant Items <sup>(1)</sup> Impacting Financial Performance Comparisons – Reconciliation

### 2009 – 2008 Quarterly

(In millions, except per share amounts)

	<u>2Q09</u>		<u>1Q09</u>	
	After-tax	EPS	After-tax	EPS
<b>Net income applicable to common - reported earnings</b>	<b>\$ (182.546)</b>	<b>\$ (0.40)</b>	<b>\$ (2,492.000)</b>	<b>\$ (6.79)</b>
<b>Significant items - favorable (unfavorable) impact:</b>	<b>Earnings (1)</b>	<b>EPS</b>	<b>Earnings (1)</b>	<b>EPS</b>
Goodwill impairment	(4.231)	(0.01)	(2,602.713)	(7.09)
Deemed dividend	-	(0.06)	-	(0.08)
Franklin relationship restructuring (after-tax)	-	-	159.895	0.44
Gain related to Visa ® stock	31.362	0.04	-	-
Trust preferred gain	67.409	0.10	-	-
FDIC special assessment	(23.555)	(0.03)	-	-

	<u>4Q08</u>		<u>3Q08</u>		<u>2Q08</u>		<u>1Q08</u>	
	After-tax	EPS	After-tax	EPS	After-tax	EPS	After-tax	EPS
<b>Net income applicable to common - reported earnings</b>	<b>\$ (440.447)</b>	<b>\$ (1.20)</b>	<b>\$ 62.972</b>	<b>\$ 0.17</b>	<b>\$ 90.201</b>	<b>\$ 0.25</b>	<b>\$ 127.068</b>	<b>\$ 0.35</b>
<b>Significant items - favorable (unfavorable) impact:</b>	<b>Earnings (1)</b>	<b>EPS</b>	<b>Earnings (1)</b>	<b>EPS</b>	<b>Earnings (1)</b>	<b>EPS</b>	<b>Earnings (1)</b>	<b>EPS</b>
Gain related to Visa / MasterCard ® stock	-	-	-	-	-	-	25.087	0.04
Visa ® anti-trust indemnification	4.560	0.01	-	-	-	-	12.435	0.02
Merger costs	-	-	-	-	(14.552)	(0.03)	(7.278)	(0.01)
Visa ® related deferred tax valuation allowance benefit (exp.) (2)	(2.893)	(0.01)	(3.742)	(0.01)	3.435	0.01	11.092	0.03

N.M., not a meaningful value

N/A, not applicable

(1) Pre-tax unless otherwise noted

(2) After-tax



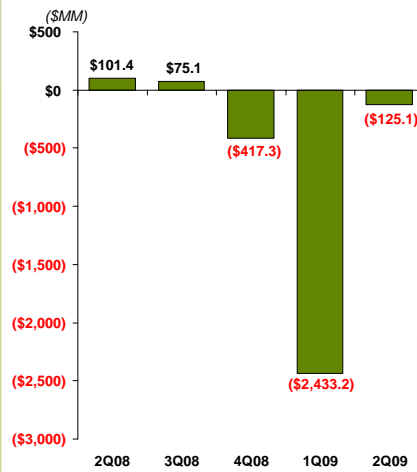
46

# Income Statement

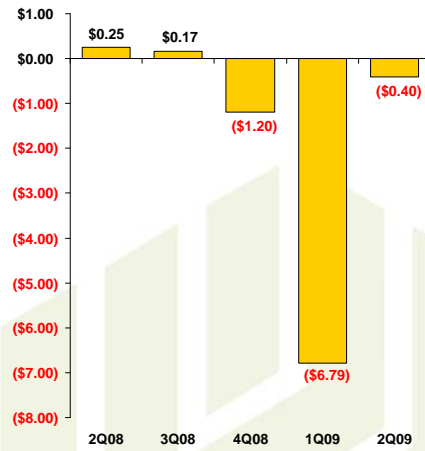


## Net Income and EPS Trends

### Net Income



### Earnings Per Share



## Pre-tax, Pre-provision Income <sup>(1)</sup>



(1) See Basis of Presentation for definition, as well as reconciliation slide # 50

49

## Pre-tax, Pre-provision Income – Reconciliation <sup>(1)</sup>

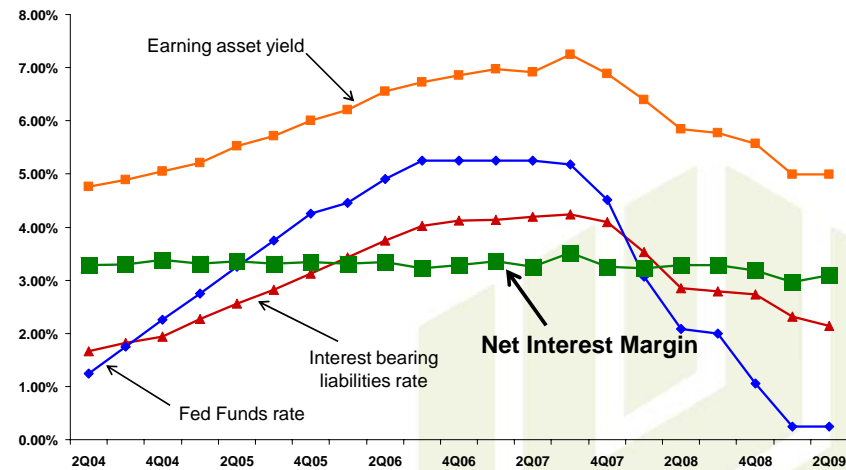
(in millions)	2009		2008		
	Second Quarter	First Quarter	Fourth Quarter	Third Quarter	Second Quarter
<b>(Loss) Income Before Income Taxes</b>	<b>\$(137.8)</b>	<b>\$(2,685.0)</b>	<b>\$(669.2)</b>	<b>\$ 92.1</b>	<b>\$127.7</b>
Add: Provision for credit losses	413.7	291.8	722.6	125.4	120.8
Less: Securities gains (losses)	(7.3)	2.1	(127.1)	(73.8)	2.1
Add: Amortization of intangibles	17.1	17.1	19.2	19.5	19.3
Less: Significant <sup>(1)</sup> items					
Trust preferred gain	67.4	-	-	-	-
Goodwill impairment	(4.2)	(2,602.7)	-	-	-
Gain related to Visa <sup>®</sup> stock	31.4	-	-	-	-
FDIC special assessment	(23.6)	-	-	-	-
Visa <sup>®</sup> anti-trust indemnification	-	-	4.6	-	-
Merger/restructuring costs	-	-	-	-	(14.6)
<b>Pre-tax, Pre-provision Income <sup>(1)</sup></b>	<b>\$ 229.3</b>	<b>\$ 224.6</b>	<b>\$ 199.6</b>	<b>\$310.8</b>	<b>\$265.7</b>
LQ Change - Amount	\$ 4.7	\$ 25.0	\$(111.1)	\$ 45.0	\$ 31.3
LQ Change - Percent	2.1%	12.5%	-35.8%	16.9%	13.3%

(1) See Basis of Presentation for definition



50

## Net Interest Margin – Yields & Rate Trends



## Managing Interest Rate Risk

***Net Interest Income at Risk = Interest Rate Risk + Business Risk***

### **Interest Rate Risk**

- The exposure of income (short-term interest rate risk) and economic values (long-term interest rate risk) to changes in market interest rates

### **Business Risk**

- **Examples:**
  - Credit and liquidity risk that change loan and deposit pricing and volumes versus expectations
  - Deposit pricing competition that shrinks margins
- **These examples cause net interest income volatility and should not be confused as hedgable interest rate risk**

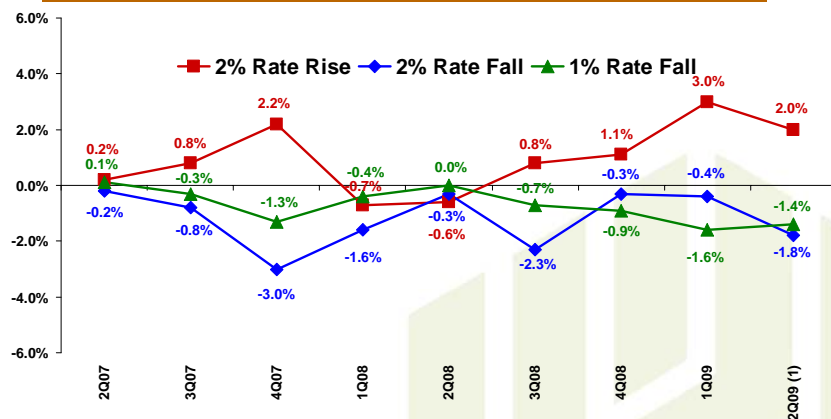
## Managing Interest Rate Risk

### Philosophy

- Relatively stable net interest margin
- Maintain long-term perspective... avoid speculating on the short-term movement in interest rates
- Policy metrics to manage interest rate risk include:
  - Net interest income at risk simulation model – short-term interest rate risk
  - Economic Value of Equity at risk (EVE) – long-term interest rate risk
- Operate within established guidelines
  - Net interest income at risk guideline limited to (4)%
  - EVE at risk guideline limited to (12)%
- Long-term bias to be modestly liability sensitive
  - Natural business flows typically asset sensitive
  - Current positioning indicates a benefit to rising interest rates

## Managing Interest Rate Risk

### Net Interest Income at Risk Forward Curve +2%, -2%, & -1% Gradual Change in Rates



## Managing Interest Rate Risk

### Modeled Exposure

#### Net Interest Income at Risk (S-T measure) <sup>(1)</sup>

bp change	(200) bp	(100) bp	+100 bp	+200 bp
5/31/09	(1.8)% <sup>(3)</sup>	(1.4)% <sup>(3)</sup>	1.2 %	2.0 %
3/31/09	(0.4)% <sup>(3)</sup>	(1.6)% <sup>(3)</sup>	1.7 %	3.0 %
12/31/08	(0.3)% <sup>(3)</sup>	(0.9)% <sup>(3)</sup>	0.6 %	1.1 %
9/30/08	(2.3)	(0.7)	0.5	0.8
6/30/08	(0.3)	0.0	(0.3)	(0.6)

#### Economic Value of Equity at Risk (L-T measure) <sup>(2)</sup>

bp change	(200) bp	(100) bp	+100 bp	+200 bp
5/31/09	(0.1)%	1.0%	(2.2)%	(5.5)%
3/31/09	1.8%	1.2%	(1.5)%	(3.8)%
12/31/08	(3.4)%	(1.0)%	(2.6)%	(7.2)%
9/30/08	0.4	1.5	(4.1)	(8.9)
6/30/08	1.6	3.5	(5.5)	(11.7)

- (1) Estimated impact on annualized net interest income over the next 12-month period assuming a gradual change in rates over the next 12-month period above and beyond any rate change already implied in the current yield curve.  
 (2) Estimated impact on the value of assets and liabilities assuming an immediate and parallel shift in the current yield curve.  
 (3) Includes assumption that market rates do not decline below 0% over the next twelve month period.

## Noninterest Income Trends

### Prior-year Quarter

<i>(in millions)</i>	Second Quarter		Change	
	2009	2008	Amount	%
<b>Noninterest Income</b>				
Service charges on deposit accounts	\$ 75.4	\$ 79.6	\$ (4.3)	(5) %
Brokerage and insurance income	32.1	35.7	(3.6)	(10)
Trust services	25.7	33.1	(7.4)	(22)
Electronic banking	24.5	23.2	1.2	5
Bank owned life insurance income	14.3	14.1	0.1	1
Automobile operating lease income	13.1	9.4	3.8	40
Mortgage banking income (loss)	30.8	12.5	18.3	NM
Securities gains (losses)	(7.3)	2.1	(9.4)	NM
Other income	57.5	26.7	30.8	NM
<b>Total noninterest income</b>	<b>\$ 265.9</b>	<b>\$ 236.4</b>	<b>\$ 29.5</b>	<b>12 %</b>

## Mortgage Banking Income

(\$MM)	2Q09	1Q09	4Q08	3Q08	2Q08
Origination & secondary marketing	\$31.8	\$30.0	\$7.2	\$7.6	\$13.1
Servicing fees	12.0	11.8	11.7	11.8	11.2
Amortz. capitalized servicing	(14.4)	(12.3)	(6.5)	(6.2)	(7.0)
Other mortgage banking income	5.4	9.4	3.0	3.5	6.0
Sub-total	34.8	38.9	15.3	16.8	23.2
MSR recovery	46.6	(10.4)	(63.4)	(10.3)	39.0
Net trading gains (losses)	(50.5)	6.9	41.3	3.8	(49.7)
Total	\$30.8	\$35.4	\$(6.7)	\$10.3	\$12.5
Investor servicing portfolio <sup>(1)</sup>	\$16.2B	\$16.3B	\$15.8B	\$15.7B	\$15.8B
Weighted average coupon	5.78%	5.86%	5.95%	5.95%	5.94%
Originations	\$1.6B	\$1.6B	\$0.7B	\$0.7B	\$1.1B
Mortgage servicing rights <sup>(1)</sup>	\$219.3 MM	\$167.8 MM	\$167.4 MM	\$230.4 MM	\$240.0 MM
MSR % of investor servicing portfolio <sup>(1)</sup>	1.35%	1.03%	1.06%	1.46%	1.52%

(1) End-of-period



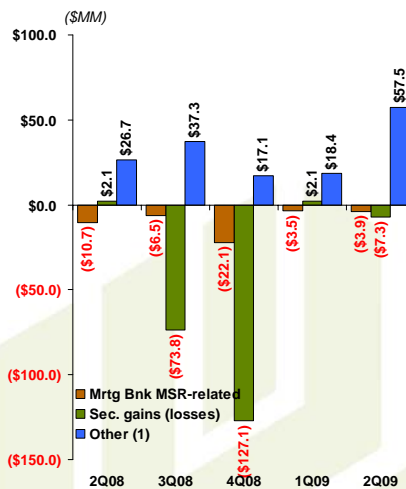
57

## Noninterest Income Trends

### Primary Fee Income Activities



### Other Activities



(1) Other income includes primarily other commercial fees, investment banking fees, automobile and other lease-related income and equity investment income (losses)



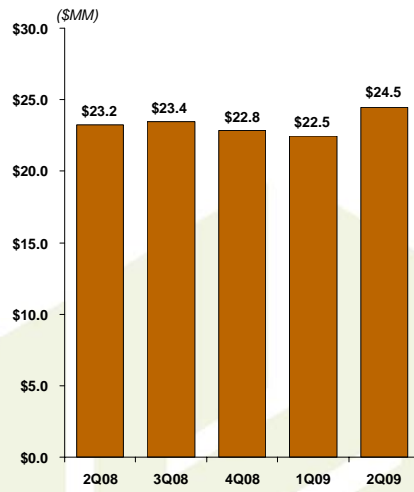
58

## Service Charge Income

### Deposit Service Charges



### Electronic Banking<sup>(1)</sup>



(1) Includes check card and ATM fees



## Trust and Brokerage / Insurance Income

### Trust Services



### Brokerage / Insurance



## Expense Trends

### Prior-year Quarter

<i>(in millions)</i>	Second Quarter		Change	
	2009	2008	Amount	%
<b>Noninterest Expense</b>				
Personnel costs	\$ 171.7	\$ 200.0	\$ (28.3)	(14) %
Outside data processing and other services	39.3	30.2	9.1	30
Net occupancy	24.4	27.0	(2.5)	(9)
Equipment	21.3	25.7	(4.5)	(17)
Amortization of intangibles	17.1	19.3	(2.2)	(11)
Professional services	18.8	13.8	5.0	37
Marketing	7.5	7.3	0.2	2
Automobile operating lease expense	11.4	7.2	4.2	58
Telecommunications	6.1	6.9	(0.8)	(11)
Printing and supplies	4.2	4.8	(0.6)	(13)
Goodwill impairment	4.2	-	4.2	NM
Other expense	14.0	35.7	(21.7)	(61)
<b>Total noninterest expense</b>	<b>\$ 340.0</b>	<b>\$ 377.8</b>	<b>\$ (37.8)</b>	<b>(10) %</b>

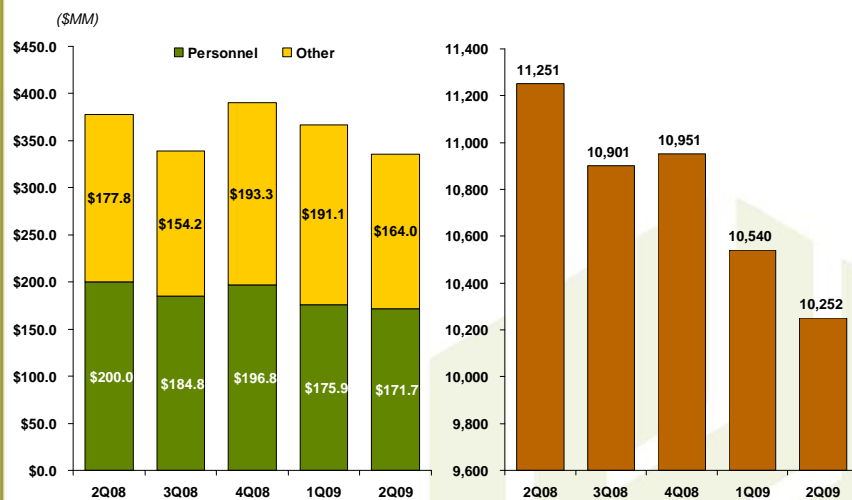


61

## Noninterest Expense Trends

### Noninterest Expense <sup>(1)</sup>

### Number of Employees (FTE)



(1) Excluding goodwill impairment in 1Q09 and 2Q09

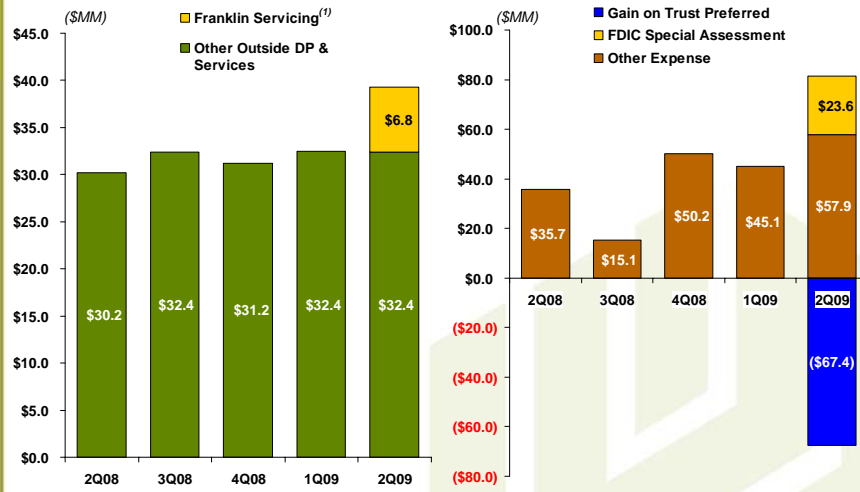


62

## Noninterest Expense Trends

### Outside Data Processing & Other Services

### Other Expense

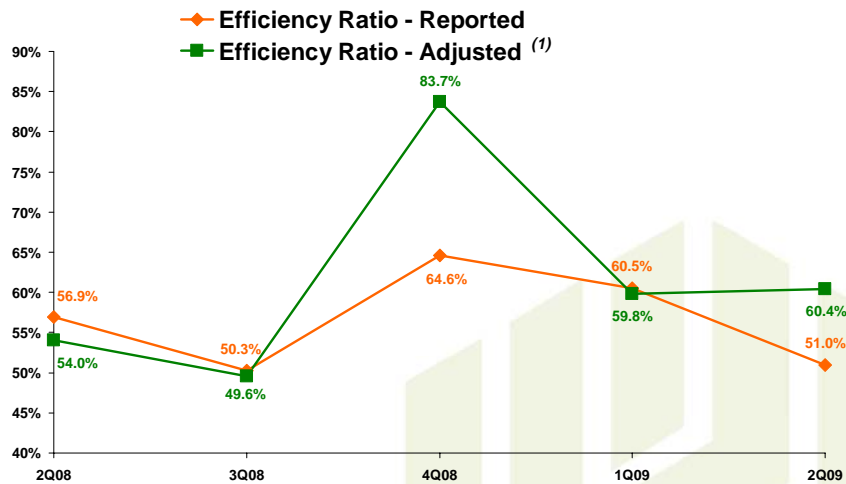


(1) Cost to Franklin for loan servicing beginning 2Q09



63

## Efficiency Ratio Trends



(1) Reported revenue and expenses adjusted for automobile operating lease expense and other items affecting comparability including merger costs. See Operating Leverage & Efficiency Ratio Trend slide for a reconciliation between GAAP and adjusted revenue and expenses.



64

## Operating Leverage & Efficiency Ratio Trends

(\$ MM)	2009	1Q09	4Q08	3Q08	2Q08	1Q08
<b>Total revenue - FTE - reported</b>	\$ 617,060	\$ 580,189	\$ 447,105	\$ 561,944	\$ 631,920	\$ 618,078
Change % - YOY - reported	-2.4%	3.8%	-27.9%	-9.4%	52.7%	52.7%
Change % - LQ - reported	6.4%	3.2%	-29.2%	-11.1%	2.2%	10.6%
Auto operating lease expense	(11,400)	(10,931)	(10,483)	(9,093)	(7,200)	(4,506)
Securities (gains) losses - other	7,340	(2,067)	-	73,790	(2,073)	(4,533)
Adjustment items (1):						
Gain on sale of Visa® / MasterCard® stock	(31,362)	-	-	-	-	(25,087)
<b>Total revenue - FTE - adjusted</b>	\$ 581,678	\$ 567,262	\$ 436,051	\$ 626,437	\$ 623,197	\$ 584,585
Change % - YOY - adjusted	-6.7%	1.8%	-29.8%	0.9%	50.9%	45.2%
Change % - LQ - adjusted	2.5%	-9.4%	-30.0%	0.5%	6.6%	4.9%
<b>Total noninterest expense - reported</b>	\$ 339,982	\$ 2,969,769	\$ 390,094	\$ 338,996	\$ 377,803	\$ 370,481
Change % - YOY - reported	-10.0%	575.6%	1.2%	-12.1%	54.4%	53.0%
Change % - LQ - reported	-8.6%	776.0%	3.3%	-10.3%	2.0%	-15.7%
Auto operating lease expense	(11,400)	(10,931)	(10,483)	(9,093)	(7,200)	(4,506)
Amortization of intangibles and goodwill impairment	(21,348)	(2,619,848)	(19,187)	(19,463)	(19,327)	(19,917)
Adjustment items (1):						
Trust preferred gain	67,409	-	-	-	-	-
Merger-related integration costs	-	-	-	-	(14,552)	(7,067)
FDIC special assessment	(23,555)	-	-	-	-	-
Visa indemnification	-	-	4,560	-	-	12,435
<b>Total noninterest expense - adjusted</b>	\$ 351,088	\$ 338,990	\$ 364,984	\$ 310,440	\$ 336,724	\$ 352,426
Change % - YOY - adjusted	4.3%	-2.6%	9.6%	-6.8%	44.1%	48.4%
Change % - LQ - adjusted	3.6%	9.2%	8.4%	-7.8%	-4.5%	1.2%
Operating leverage - YOY - reported	7.7%	-571.8%	-29.1%	2.7%	-1.7%	-0.4%
Operating leverage - LQ - reported	94.9%	-772.8%	-32.5%	-0.8%	0.3%	26.3%
Operating leverage - YOY - adjusted	-10.9%	4.4%	-39.4%	7.7%	6.9%	-3.2%
Operating leverage - LQ - adjusted	-1.0%	-18.6%	-38.4%	8.3%	11.1%	3.7%
<b>Efficiency ratio - reported (2)</b>	<b>51.0%</b>	<b>60.5%</b>	<b>64.6%</b>	<b>50.3%</b>	<b>56.9%</b>	<b>57.0%</b>
Efficiency ratio - adjusted (3)	60.4%	59.8%	83.7%	49.6%	54.0%	60.3%

(1) Items viewed as not part of regular business activities; see Basis of Presentation in Earnings Press Release for a full discussion

(2) Nonint. exp. - amt. of intangibles / FTE revenue - securities gains (losses)

(3) Nonint. exp adj. / FTE revenue adj.

65

## Balance Sheet

66

## Balance Sheet – Assets

(in millions)	2009		2008		Change	
	June 30,	June 30,	December 31,	June 30,	Amount	Percent
<b>Assets</b>						
Cash and due from banks	\$ 2,093	\$	807	\$ 1,160	\$ 933	80.4%
Federal funds sold and securities purchased under resale agreements	—		38	198	(198)	-100.0%
Interest bearing deposits in banks	383		293	314	69	22.1%
Trading account securities	96		89	1,096	(1,000)	-91.3%
Loans held for sale	559		390	365	194	53.1%
Investment securities	5,935		4,384	4,788	1,146	23.9%
Loans and leases:						
Commercial and industrial loans and leases	13,320		13,541	13,746	(426)	-3.1%
Commercial real estate loans	8,946		10,098	9,701	(755)	-7.8%
<b>Total Commercial</b>	<b>22,266</b>		<b>23,639</b>	<b>23,447</b>	<b>(1,181)</b>	<b>-5.0%</b>
Automobile loans	2,855		3,901	3,759	(904)	-24.0%
Automobile leases	383		563	835	(452)	-54.1%
Home equity loans	7,631		7,556	7,410	221	3.0%
Residential mortgage loans	4,646		4,761	4,901	(255)	-5.2%
Other consumer loans	714		672	695	19	2.7%
<b>Total Consumer</b>	<b>16,229</b>		<b>17,453</b>	<b>17,600</b>	<b>(1,371)</b>	<b>-7.8%</b>
Loans and leases	38,495		41,092	41,047	(2,552)	-6.2%
Allowance for loan and lease losses	(918)		(900)	(679)	(238)	35.1%
<b>Net loans and leases</b>	<b>37,577</b>		<b>40,192</b>	<b>40,368</b>	<b>(2,791)</b>	<b>-6.9%</b>
Bank owned life insurance	1,391		1,364	1,341	50	3.7%
Premises and equipment	504		520	534	(30)	-5.6%
Goodwill	448		3,055	3,057	(2,609)	-85.3%
Other intangible assets	322		357	395	(73)	-18.4%
Accrued income and other assets	2,089		2,864	1,718	372	21.6%
<b>Total assets</b>	<b>\$ 51,397</b>	<b>\$</b>	<b>54,353</b>	<b>\$ 55,334</b>	<b>\$ (3,937)</b>	<b>-7.1%</b>

67

## Balance Sheet – Liabilities & Shareholders' Equity

(in millions)	2009		2008		Change	
	June 30,	June 30,	December 31,	June 30,	Amount	Percent
<b>Liabilities and shareholders' equity</b>						
<b>Liabilities</b>						
Deposits:						
Demand deposits - non-interest bearing	\$ 6,169	\$	5,477	\$ 5,253	\$ 916	17.4%
Demand deposits - interest bearing	4,842		4,083	4,074	768	18.9%
Money market deposits	6,622		5,182	6,171	451	7.3%
Savings and other domestic deposits	4,859		4,930	5,090	(231)	-4.5%
Core certificates of deposit	12,197		12,856	11,389	808	7.1%
<b>Total core deposits</b>	<b>34,689</b>		<b>32,528</b>	<b>31,977</b>	<b>2,712</b>	<b>8.5%</b>
Other domestic deposits of \$250,000 or more	846		1,328	1,943	(1,097)	-56.5%
Brokered deposits and negotiable CDs	3,229		3,355	3,101	128	4.1%
Deposits in foreign offices	401		732	1,103	(702)	-63.6%
<b>Deposits</b>	<b>39,165</b>		<b>37,943</b>	<b>38,124</b>	<b>1,041</b>	<b>2.7%</b>
Short-term borrowings	862		1,309	2,313	(1,451)	-62.7%
Federal Home Loan Bank advances	927		2,589	3,058	(2,131)	-69.7%
Other long-term debt	2,508		2,332	2,608	(100)	-3.8%
Subordinated notes	1,673		1,950	1,880	(207)	-11.0%
Accrued expenses and other liabilities	1,042		1,001	967	75	7.7%
<b>Total liabilities</b>	<b>46,177</b>		<b>47,124</b>	<b>48,951</b>	<b>(2,774)</b>	<b>-5.7%</b>
<b>Shareholders' equity</b>						
Preferred stock	1,679		1,878	569	1,110	195.1%
Common stock	6		4	4	2	55.2%
Capital surplus	6,135		5,322	5,226	908	17.4%
Less treasury shares, at cost	(12)		(16)	(15)	3	-19.7%
Accumulated other comprehensive loss	(274)		(327)	(243)	(30)	12.5%
Retained earnings	(2,313)		367	843	(3,156)	N.M.
<b>Total shareholders' equity</b>	<b>5,221</b>		<b>7,229</b>	<b>6,383</b>	<b>(1,163)</b>	<b>-18.2%</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 51,397</b>	<b>\$</b>	<b>54,353</b>	<b>\$ 55,334</b>	<b>\$ (3,937)</b>	<b>-7.1%</b>

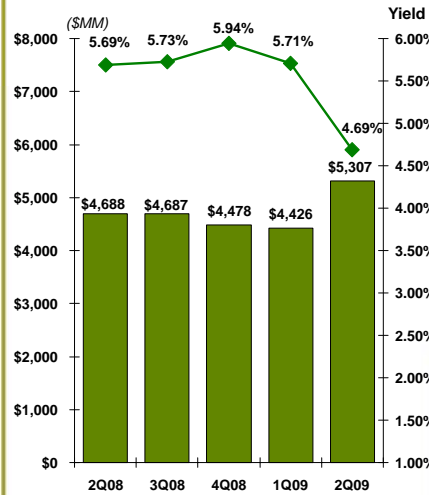
68

# Investment Securities

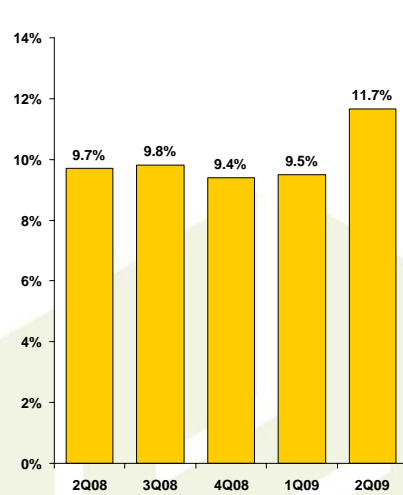


## Investment Securities

Average Balances



% of Average Earning Assets



## AFS Securities Overview – 6/30/09

(\$MM)	Fair Value	Average Credit Rating of Fair Value Amount <sup>(2)</sup>					
		AAA	AA +/-	A +/-	BBB +/-	<BBB-	Not Rated
US Treasury	\$ 50	\$ 50	\$ --	\$ --	\$ --	\$ --	\$ --
Agency (Debt, P/T, & CMO's)	3,860	3,805	55	--	--	--	--
TLGP Debt	320	320	--	--	--	--	--
<b>Asset Backed</b>							
Alt-A mortgage-backed securities	274	21	26	16	16	195	--
Auto trust securities	134	--	41	45	48	--	--
Pooled-trust-preferred securities <sup>(1)</sup>	129	--	24	--	30	75	--
Private label CMO securities	510	66	29	68	97	251	--
Municipal securities	125	50	62	--	--	--	13
FHLB/FRB Stock	428	--	--	--	--	--	428
Other	104	--	--	--	--	--	104
<b>Total at June 30, 2009</b>	<b>\$ 5,935</b>	<b>\$ 4,313</b>	<b>\$ 237</b>	<b>\$ 128</b>	<b>\$ 190</b>	<b>\$ 521</b>	<b>\$ 545</b>

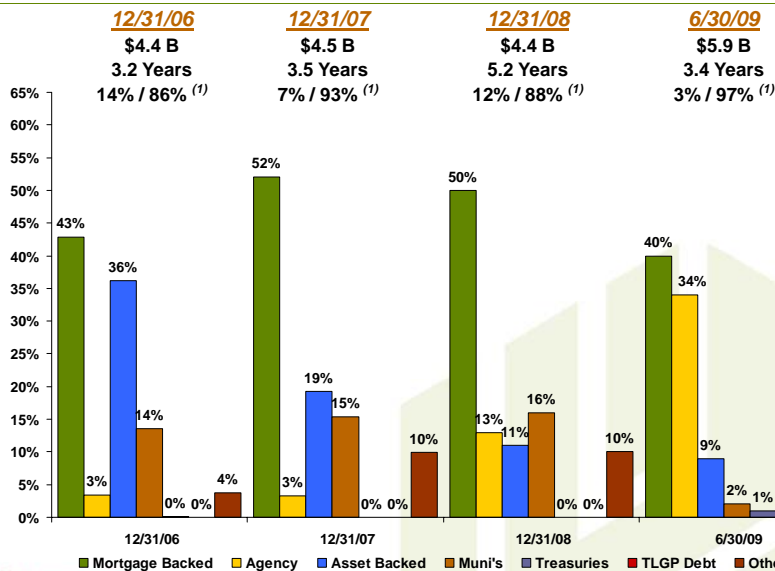
<sup>(1)</sup> Primarily trust preferred for banks/insurance companies

<sup>(2)</sup> Credit ratings reflect the lowest current rating assigned by a nationally recognized credit rating agency



71

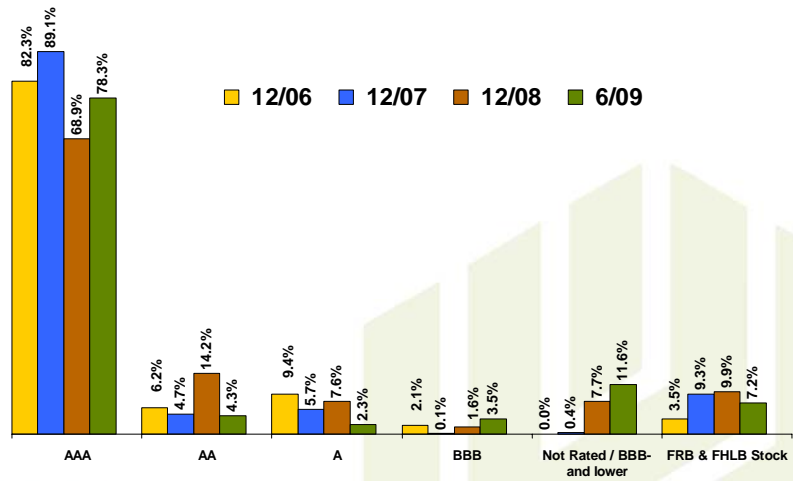
## Available for Sale Securities Mix



<sup>(1)</sup> Variable-rate / fixed-rate; ARM's > 1 year classified as fixed-rate

72

## Investment Securities – Credit Quality <sup>(1)</sup>



(1) Percent calculation excludes FRB/FHLB stock required to be held by regulation

## Loan Portfolio Overview



## Credit Exposure Composition

(\$MM)	6/30/09		12/31/08		12/31/07		12/31/06		12/31/05	
	Amt	Pct	Amt	Pct	Amt	Pct	Amt	Pct	Amt	Pct
Commercial & industrial	\$13.3	34 %	\$13.5	33 %	\$13.1	33 %	\$7.8	30 %	\$6.8	28 %
Commercial real estate	8.9	23	10.1	24	9.2	23	4.5	17	4.0	16
Total commercial	22.3	58	23.6	58	22.3	56	12.4	47	10.8	44
Auto loans	2.9	7	3.9	10	3.1	8	2.1	8	2.0	8
Auto direct fin. leases	0.4	1	0.6	1	1.2	3	1.8	7	2.3	9
Home equity	7.6	20	7.6	18	7.3	18	4.9	19	4.8	19
Residential real estate	4.6	12	4.8	12	5.4	14	4.5	17	4.2	17
Other consumer	0.7	2	0.7	2	0.7	2	0.4	2	0.4	1
Total consumer	16.2	42	17.5	42	17.7	44	13.8	53	13.6	55
Total loans & leases	38.5	99	41.1	100	40.1	100	26.2	100	24.5	99
Auto operating leases	0.2	1	0.2	--	0.1	-	--	-	0.2	1
Total credit exposure	\$38.7	100 %	\$41.3	100 %	\$40.1	100 %	\$26.2	100 %	\$24.7	100 %
Total auto exposure <sup>(1)</sup>	\$3.5	9 %	\$4.7	11 %	\$4.3	11 %	\$3.9	15 %	\$4.5	18 %

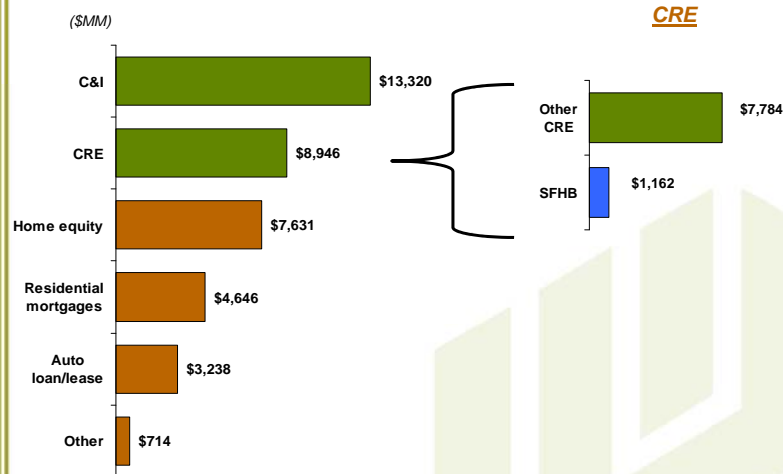
(1) As % of total loans and leases + auto operating leases + auto loans securitized



75

## Credit Portfolio Overview – 6/30/09

### Loans Outstanding - \$38.5 Billion



76

## Loan and Lease Trends

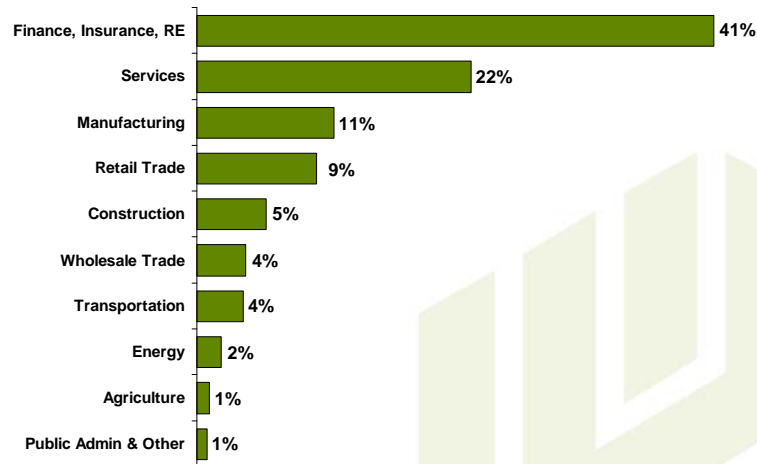
### Prior-year Quarter

<i>(in billions)</i>	Second Quarter		Change	
	2009	2008	Amount	%
<b>Average Loans and Leases</b>				
Commercial and industrial	\$ 13.5	\$ 13.6	\$ (0.1)	(1) %
Commercial real estate	9.2	9.6	(0.4)	(4)
<b>Total commercial</b>	<b>\$ 22.7</b>	<b>\$ 23.2</b>	<b>\$ (0.5)</b>	<b>(2) %</b>
Automobile loans and leases	3.3	4.6	(1.3)	(28)
Home equity	7.6	7.4	0.3	4
Residential mortgage	4.7	5.2	(0.5)	(10)
Other consumer	0.7	0.7	(0.0)	(0)
<b>Total consumer</b>	<b>16.3</b>	<b>17.8</b>	<b>(1.5)</b>	<b>(8)</b>
<b>Total loans and leases</b>	<b>\$ 39.0</b>	<b>\$ 41.0</b>	<b>\$ (2.0)</b>	<b>(5) %</b>

## Commercial Loans and Leases

## Total Commercial Loans – 6/30/09

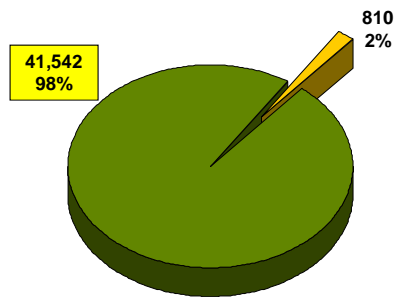
### By Industry Sector Loans Outstanding - \$22.3 Billion



## Total Commercial Loans – 6/30/09

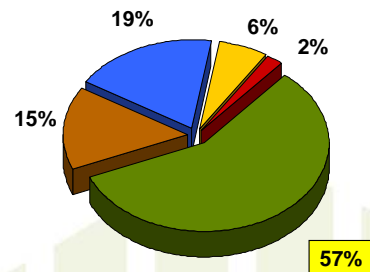
### Loans Outstanding - \$22.3 Billion

#### # of Loans by Size



Size Category	Count
< \$5 MM	41,542
\$5 MM - < \$10 MM	481
\$10 MM - < \$25 MM	275
\$25 MM - < \$50 MM	47
> \$50 MM	7
<b>Total</b>	<b>810</b>

#### Loans by Dollar Size <sup>(1)</sup>

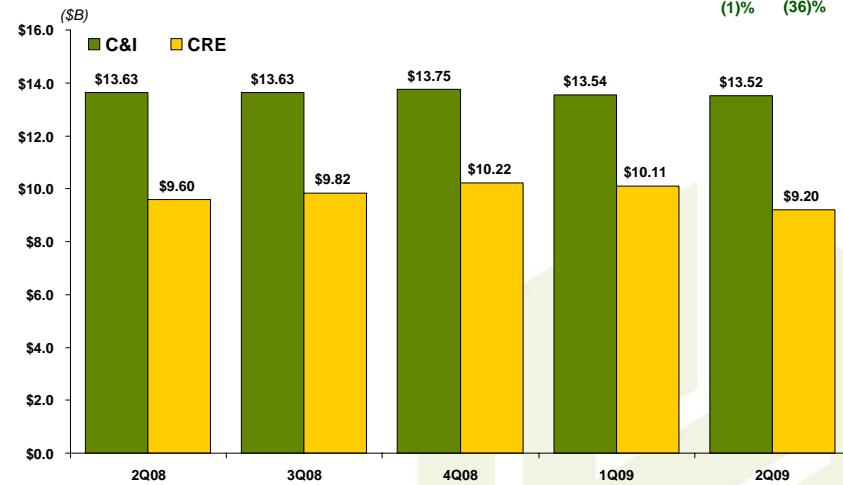


Size Category	Percentage
< \$5 MM	57%
\$5 MM - < \$10 MM	15%
\$10 MM - < \$25 MM	19%
\$25 MM - < \$50 MM	6%
\$50 MM +	2%

## Commercial Loans

**Average Balances** **Loans Outstanding - \$22.7 Billion**

*Linked-quarter % Change*<sup>(1)</sup>  
(1)% (36)%



(1) Annualized

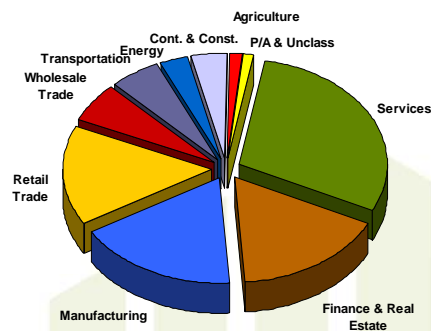
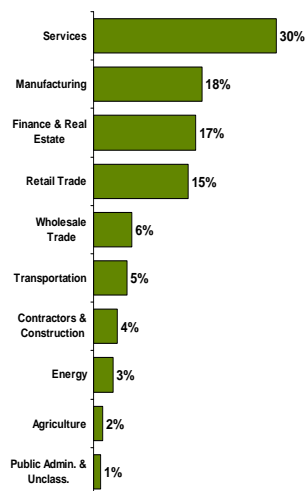


81

## Total C & I Loan Portfolio Composition – 6/30/09

**By Industry As % of Outstandings**

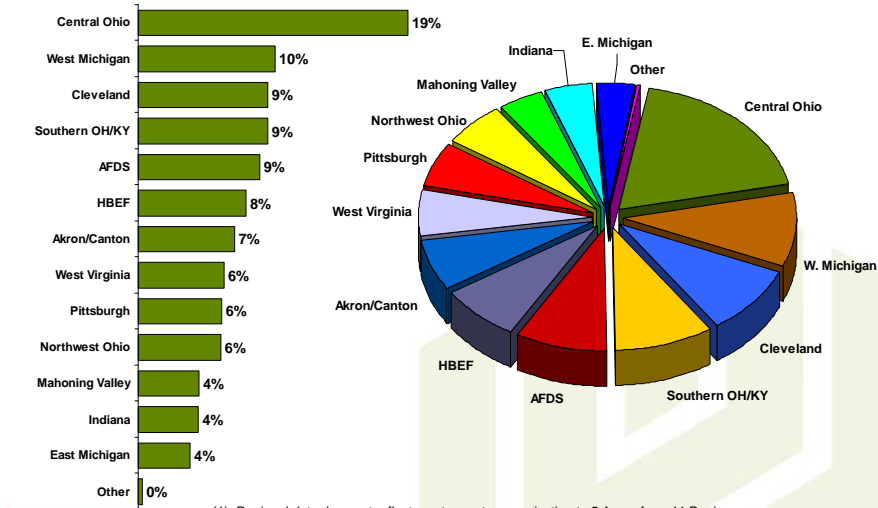
**Loans Outstanding - \$13.3 Billion**



82

## Total C & I Loan Portfolio Composition – 6/30/09

*By Region As % of Outstandings* <sup>(1)</sup> **Loans Outstanding - \$13.3 Billion**



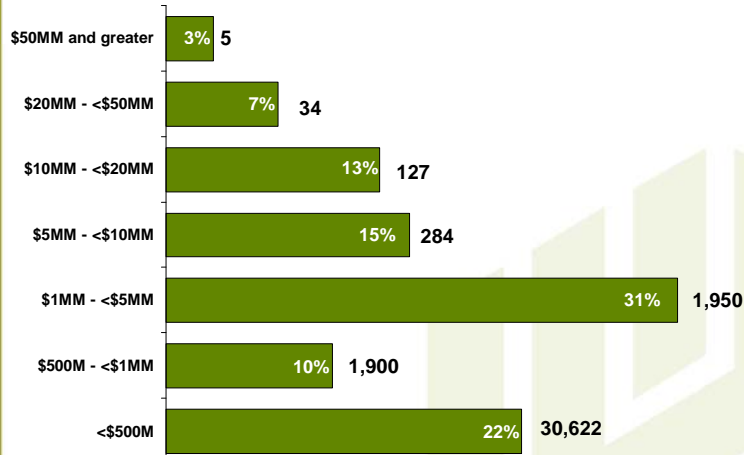
(1) Regional data does not reflect most recent reorganization to 5 Areas from 11 Regions



## Total C & I Loan Portfolio Composition – 6/30/09

**Loans Outstanding - \$13.3 Billion**

*By Loan Outstanding Obligor Size & Number of Obligors*



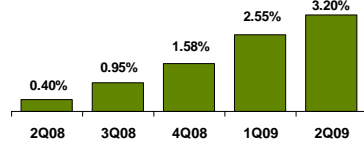
## Commercial & Industrial Lending <sup>(1)</sup>

### Loans Outstanding – \$13.3 Billion

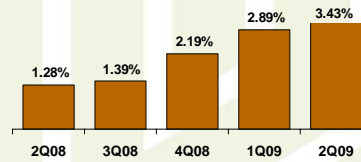
#### Risk Mitigation

- Focus on Ideal Huntington Client within our footprint
- Granular portfolio with geographic and sector diversification
- Seeking measured growth – maintain focus on credit quality and profitability for short-term growth
- 2Q09 portfolio growth was associated with new loans to existing customers

#### NCOs / Average Loans <sup>(2)</sup>



#### NALs / Loans <sup>(3)</sup>



(1) 6/30/09; excluding Franklin Credit (2) Annualized (3) Period end

85

## Portfolio Overview – Commercial & Industrial <sup>(1)</sup>

### Loans Outstanding: \$13.3 Billion <sup>(2)</sup>

Net charge-offs **2Q09: 320 bps YTD 2009: 295 bps**

- Diversified by sector and geographically within our Midwest footprint
- Granular
  - 5 loans >\$50 million... 3% of portfolio
  - 34 loans \$20-\$50 million... 7% of the portfolio
- Focus on middle market companies with \$10-\$100 MM in sales
- Experiencing an increasing trend in NALs and losses

	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
• 30+ days past due & accruing	<b>0.88%</b>	0.67%	1.08%	0.90%	0.72%
• 90+ days past due & accruing	--	--	0.08%	0.18%	0.07%
• Nonaccrual loans	<b>3.43%</b>	2.89%	2.19%	1.39%	1.28%
• ACL	<b>2.86%</b>	2.49%	2.44%	2.19%	2.10%

- Higher 2009 NCOs consistent with 2008 ACL build



(1) Excluding Franklin Credit  
(2) 6/30/09

86

## Total C & I Loan Portfolio Asset Quality

### Portfolio Performance – as of 6/30/09

(\$MM)	<u>O/S</u>	<u>30+ PD Accruing</u>	<u>Class.</u>	<u>NAL's</u>	<u>ACL</u>
C & I (Excluding segments below)	\$12,105	0.75%	8.03%	3.16%	2.39%
Res. Homebuilder Related	491	0.90	19.88	4.78	4.34
Const & Contractors	496	1.71	12.62	5.27	3.98
Auto Industry Suppliers	228	3.19	32.96	11.00	7.30
<b>Total C &amp; I</b>	<b>\$13,320</b>	<b>0.88%</b>	<b>9.06%</b>	<b>3.43%</b>	<b>2.86%</b>

## C&I Loans to Auto Industry <sup>(1)</sup>

### Outstandings <sup>(2)</sup>

(\$MM)	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
Loans to suppliers	\$ 229	\$ 242	\$ 215	\$ 226	\$ 237
Dealer floorplan	783	944	961	745	839
Dealer non-floorplan	<u>354</u>	<u>347</u>	<u>346</u>	<u>352</u>	<u>339</u>
<b>Total</b>	<b>\$1,366</b>	<b>\$1,533</b>	<b>\$1,521</b>	<b>\$1,323</b>	<b>\$1,414</b>

### NPLs

Suppliers	11.00%	6.44%	6.71%	2.36%	2.23%
Dealers	0.10	0.56	--	--	--

### Net charge-offs <sup>(3)</sup>

Suppliers	4.19%	5.78%	--%	1.94%	--%
Dealers	--	0.08	--	--	1.09

(1) Period end

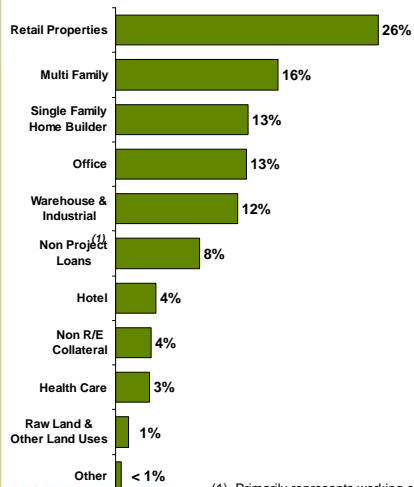
(2) Companies with > 25% of their revenue from the auto industry

(3) Annualized

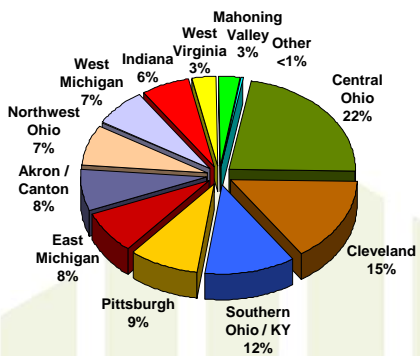
## Commercial Real Estate Loans – 6/30/09

### Loans Outstanding - \$8.9 Billion

#### By Property Type



#### By Borrower Location (2)



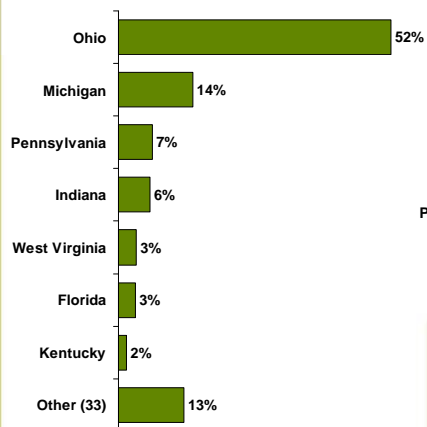
(1) Primarily represents working capital lines to top tier CRE companies  
 (2) Regional data does not reflect most recent reorganization to 5 Areas from 11 Regions



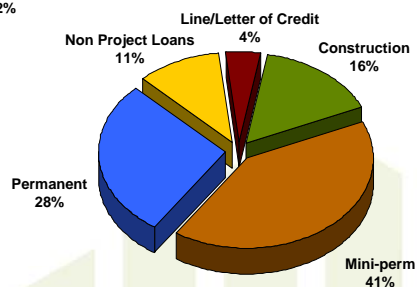
## Total CRE Loan Portfolio Composition – 6/30/09

### Loans Outstanding – \$8.9 Billion

#### By Property Location



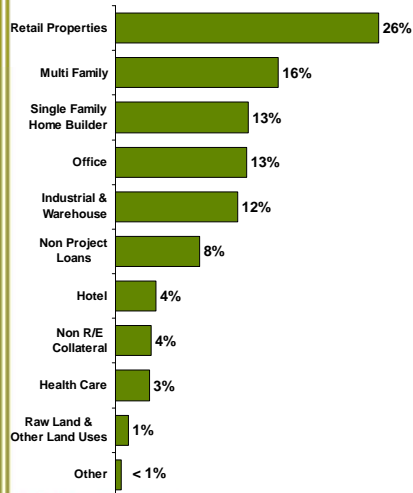
#### By Loan Type



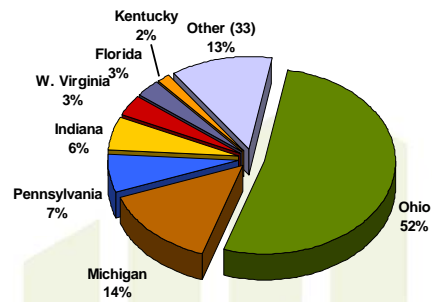
## Total CRE Loan Portfolio Composition – 6/30/09

### Loans Outstanding – \$8.9 Billion

#### By Property Type



#### By Property Location



91

## Portfolio Overview- Commercial Real Estate

### Loans Outstanding: \$8.9 Billion <sup>(1)</sup>

**Net charge-offs**                      **2Q09: 751 bps**    **YTD 2009: 529 bps**

#### Single Family Homebuilder (\$1.2 Billion)

- Weakest segment
- Diversified geographically within our Midwest footprint

#### CRE – Retail (\$2.3 billion)

- Elevated level of problem credits with increased deterioration since 4Q08
- Loans originated with quality developers that have experience and financial capacity to support projects underwritten to appropriate standards regarding LTV, DSC, and equity requirements

#### Total CRE

	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
• 30+ days past due & accruing	<b>1.81%</b>	1.36%	2.44%	2.22%	1.55%
• 90+ days past due & accruing	--	--	0.59%	0.59%	0.25%
• Nonaccrual loans	<b>9.51%</b>	6.80%	4.41%	3.02%	2.70%
• ACL	<b>4.25%</b>	3.90%	3.30%	2.56%	2.32%

• Higher 2009 NCOs consistent with ACL build



(1) 6/30/09

92

## Total CRE Loan Portfolio Asset Quality

### Portfolio Performance – as of 6/30/09

(\$MM)	O/S	30+ PD Accruing	Class.	NAL's	ACL
CRE (Exc. SFHB & Retail)	\$5,483	1.30%	12.96%	5.41%	3.47%
Single Family Homebuilder	1,162	3.65	46.40	24.97	8.81
Retail	2,301	2.10	17.80	11.47	4.76
<b>Total CRE</b>	<b>\$8,946</b>	<b>1.81%</b>	<b>18.55%</b>	<b>9.51%</b>	<b>4.25%</b>



93

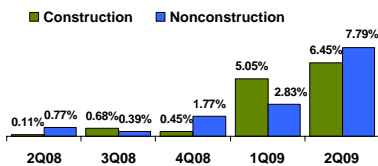
## Commercial Real Estate Lending

### Loans Outstanding – \$8.9 Billion <sup>(1)</sup>

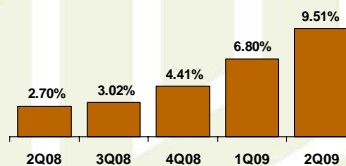
#### Risk Mitigation

- Granular portfolio with geographic and project diversification throughout our footprint
- LTV, debt service coverage, and equity requirements underwritten to appropriate standards
- Construction lending targeted to major metro markets
- Enforced standard pre-leasing requirements for office and retail property types
- Minimal production associated with footprint projects to existing borrowers – no single family home builders or retail

#### NCOs / Average Loans <sup>(2)</sup>



#### NALs / Loans <sup>(3)</sup>



(1) 6/30/09; \$1.9 B Construction + \$7.1 B Nonconstruction (2) Annualized (3) Period end

94

## Total CRE Loan Portfolio Credit Quality Data

### By Property Type

(\$MM)	Net Charge-offs Quarter Ended June 30, 2009			Nonaccrual Loans At June 30, 2009	
	<u>Amount</u>	Annualized <u>%</u>	% of <u>Total</u>	<u>Amount</u>	% of <u>Total</u>
	Single family home builders	\$52.2	17.98%	30.2%	\$290.0
Retail properties	53.8	9.35	31.2	263.9	31.0
Multi family	17.4	4.72	10.1	104.5	12.3
Lines to real estate companies	24.1	9.28	14.0	29.9	3.5
Office	6.5	2.19	3.8	53.3	6.3
Raw land & other land uses	4.5	9.82	2.6	20.2	2.4
Industrial and warehouse	14.0	5.04	8.1	76.0	8.9
Other	0.1	0.10	0.0	12.9	1.5
<b>Total CRE</b>	<b>\$172.6</b>	<b>7.51%</b>	<b>100.0%</b>	<b>\$850.8</b>	<b>100.0%</b>



95

## Single Family Home Builder Exposure

### Loans Outstanding – \$1.2 Billion (1)

#### Portfolio Characteristics

- Granular portfolio – only 17 projects over \$10 million
- Geographic diversification
- Primary customers are middle market builders building 50-100 homes per year, limited production builder exposure
- Continuous monitoring
- Increased reserves based on increasing risks in the portfolio

(\$MM)	<u>2Q09</u>	<u>1Q09 (2)</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
Vertical construction	<b>\$802</b>	\$847	\$1,096	\$1,103	\$1,135
Land under development	<b>180</b>	198	236	267	278
Land held for development	<b>180</b>	194	257	225	230
<b>Total</b>	<b>\$1,162</b>	\$1,240	\$1,589	\$1,596	\$1,645

(1) Period end

(2) 1Q09 decline from 4Q08 reflects reclassification of certain loans to owner-occupied C&I



96

## Single Family Home Builder Exposure

### Loans Outstanding – \$1.2 Billion <sup>(1)</sup>

#### Portfolio Performance

(\$MM)		<b>2Q09</b>	1Q09 <sup>(3)</sup>	4Q08	3Q08	2Q08
30+ days PD & accruing <sup>(2)</sup>	- \$	<b>\$263</b>	\$267	\$228	\$229	\$159
	- %	<b>22.6%</b>	21.5%	14.4%	14.4%	9.7%
Classified	- \$	<b>\$539</b>	\$480	\$369	\$287	\$245
	- %	<b>46.4%</b>	38.7%	23.2%	18.0%	14.9%
NALs (included in Classified)	- \$	<b>\$290</b>	\$289	\$200	\$144	\$118
	- %	<b>25.0%</b>	23.3%	12.6%	9.0%	7.2%
ACL	- \$	<b>\$102</b>	\$108	\$102	\$76	\$70
	- %	<b>8.8%</b>	8.7%	6.4%	4.7%	4.3%
Net charge-offs	- \$	<b>\$52.2</b>	\$29.6	\$23.3	\$8.7	\$3.2
	(annualized) - %	<b>17.98%</b>	8.16%	5.86%	2.19%	0.78%

- (1) Period end  
(2) Includes NALs  
(3) 1Q09 reflects reclassification of certain loans to owner-occupied C&I



97

## CRE – Retail Exposure

### Loans Outstanding – \$2.3 Billion <sup>(1)</sup>

#### Portfolio Performance

(\$MM)		<b>2Q09</b>	1Q09	4Q08	3Q08	2Q08
30+ days PD & accruing <sup>(2)</sup>	- \$	<b>\$217</b>	\$121	\$137	\$95	\$78
	- %	<b>9.43%</b>	5.11%	5.1%	3.6%	3.1%
Classified	- \$	<b>\$410</b>	\$289	\$165	\$131	\$98
	- %	<b>17.8%</b>	12.2%	6.1%	4.9%	3.9%
NALs (included in Classified)	- \$	<b>\$264</b>	\$103	\$95	\$56	\$55
	- %	<b>11.5%</b>	4.3%	3.5%	2.1%	2.2%
ACL	- \$	<b>\$110</b>	\$108	\$59	\$53	\$46
	- %	<b>4.8%</b>	4.6%	2.2%	2.0%	1.8%
Net charge-offs	- \$	<b>\$53.8</b>	\$25.3	\$7.8	\$6.5	\$0.5
	(annualized) - %	<b>9.35%</b>	5.00%	1.16%	0.97%	0.08%

- (1) Period end  
(2) Includes NALs



98

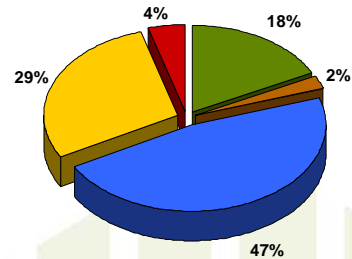
# Consumer Loans and Leases



## Consumer Loans and Leases – 6/30/09

### By Type

(SMM)	<u>Amt</u>	<u>Pct</u>
Auto loans	\$2.9	18 %
Auto leases	0.4	2
Home equity *	7.6	47
Residential real estate	4.6	29
Other consumer	<u>0.7</u>	<u>4</u>
<b>Total consumer</b>	<b>\$16.2</b>	<b>100 %</b>



* Home equity lines	\$ 4.8
Home equity loans	2.8

- Auto loans
- Auto leases
- Home equity
- Residential mortgage
- Other consumer

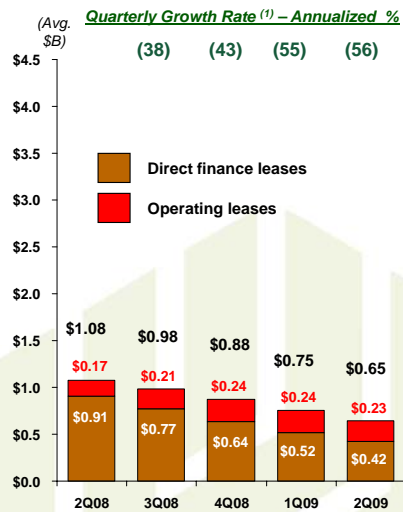


## Auto Loans & Leases

### Auto Loans



### Auto Leases



(1) Annualized  
(2) Operating leases originated since 10/1/07, included in Other Assets

101

## Portfolio Overview – Indirect Automobile Loans / Leases

**Loans / Leases Outstanding: \$3.2 Billion <sup>(1)</sup>**

**Net charge-offs 2Q09: 178 bps YTD 2009: 171 bps**

- Consistency of strategy and commitment to dealers
- Focus on high service quality and high quality full dealer relationships
- Since 2001 focused on super-prime customers... >740 FICOs and >750 FICOs in 1H08
- Credit quality continues to perform within expectations

	<u>2Q09</u>	<u>1Q09 <sup>(2)</sup></u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
• 30+ days PD & accruing	<b>2.14%</b>	2.22%	2.12%	1.74%	1.48%
• 90+ day PD & accruing	<b>0.32%</b>	0.37%	0.35%	0.26%	0.24%

(1) 6/30/09  
(2) Increase in 1Q09 was a function of the \$1 billion securitization.



102

## Indirect Auto Loan Portfolio Performance

	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>	<u>1Q08</u>	<u>4Q07</u>	<u>3Q07</u>
<b><u>Portfolio Performance</u></b>								
30+ days PD & accruing %	<b>2.06%</b>	2.20%	2.09%	1.68%	1.43%	1.45%	1.94%	1.55%
Year-to-Date NCO %	<b>1.63%</b>	1.56%	1.12%	0.98%	0.95%	0.97%	0.65%	0.53%
<b><u>Origination Quality</u></b>								
Avg FICO	<b>759</b>	756	751	751	752	752	745	743
Avg. LTV	<b>95%</b>	93%	93%	96%	96%	93%	95%	98%
Expected cumulative loss	<b>0.92%</b>	1.00%	1.01%	1.19%	1.24%	1.26%	1.58%	1.66%
Orig. (\$MM)	<b>\$280</b>	\$399	\$360	\$501	\$673	\$679	\$487	\$474
<b><u>Vintage Performance</u></b>								
6 month losses			0.22%	0.21%	0.18%	0.12%	0.22%	0.23%
9 month losses				0.44%	0.40%	0.38%	0.63%	0.63%
12 month losses					0.73%	0.67%	0.99%	0.95%



103

## Indirect Auto Loan & Lease Production

<i>(\$MM)</i>	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>	<u>1Q08</u>	<u>4Q07</u>	<u>3Q07</u>
<b><u>Loans</u></b>								
Production	<b>\$ 280</b>	\$ 399	\$ 360	\$ 501	\$ 673	\$ 679	\$ 487	\$ 474
% new vehicles	<b>21%</b>	31%	41%	41%	44%	44%	44%	47%
Avg. LTV <sup>(1)</sup>	<b>95%</b>	93%	93%	96%	96%	93%	95%	98%
Avg. FICO <sup>(1)</sup>	<b>759</b>	756	751	751	752	752	745	743
<b><u>Leases <sup>(2)</sup></u></b>								
Production	<b>\$ --</b>	\$ --	\$ 24	\$ 44	\$ 74	\$ 68	\$ 77	\$ 82
% new vehicles	--	--	98%	98%	97%	98%	97%	95%
Avg. residual	--	--	43%	43%	43%	44%	44%	46%
Avg. LTV <sup>(1)</sup>	--	--	88%	96%	102%	102%	102%	95%
Avg. FICO <sup>(1)</sup>	--	--	769	770	765	764	761	759

(1) At origination

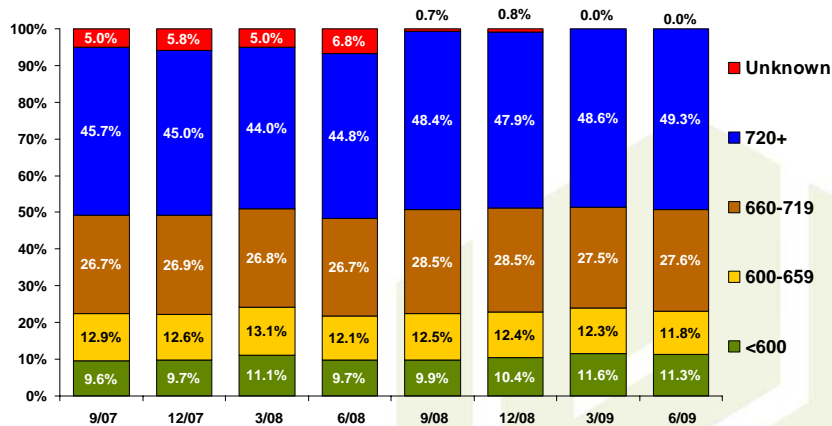
(2) Originated as operating leases since 10/1/07; previously originated as direct financing leases



104

## Indirect Auto Loans – Portfolio Composition by Rescored FICO

- Accounts with updated FICO scores <600 have remained constant over time, and showed a slight decline with the November 2008 re-score results
- The bulk of the portfolio losses in a 12-month period come from the <600 re-score segment



## Indirect Auto Lending – Credit Risk Management Strategies

### Performance Drivers

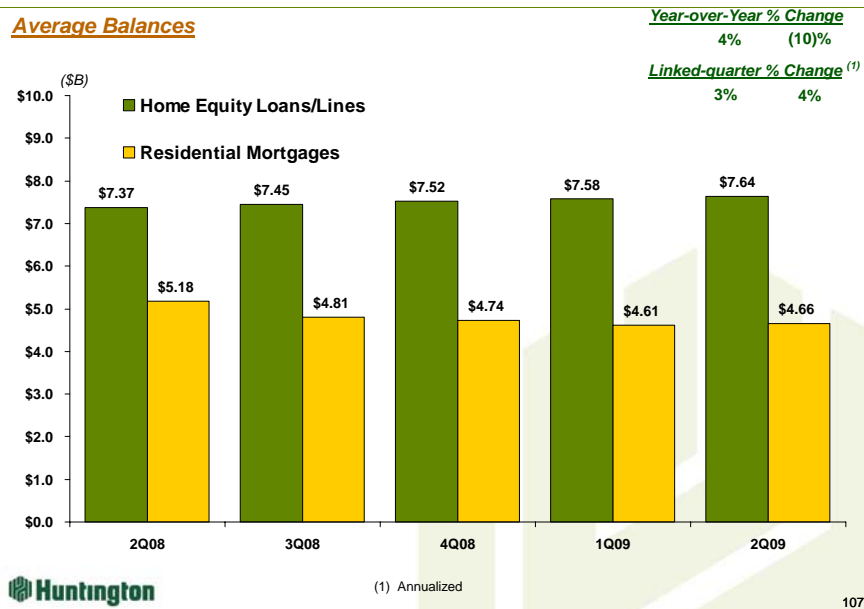
- **Borrower quality** – as measured at origination by
  - FICO score – Super Prime with consistent increasing trend
  - FICO score distribution – consistent decline in <670 levels
  - Custom Score – utilized to further segment FICO eligible applications – continues to enhance predictive modeling
- **Loan to value** – Significantly reduced LTV across all origination segments
- **Geography** – Eliminated some under-performing national markets
- **Decision type** – Significantly reduced the level of underwriter overrule decisions
- **Used car values** – Signs of stabilization in the Manheim Market Index in December and January after significant decline from 2007 levels

### Risk Recognition

- 80% of losses recognized in first 24 months on books
- Shape of cumulative loss curves has remained steady
- Loss trends are predictive

## Residential Real Estate Loans

### Average Balances



## Residential Real Estate Trends

### Outstandings

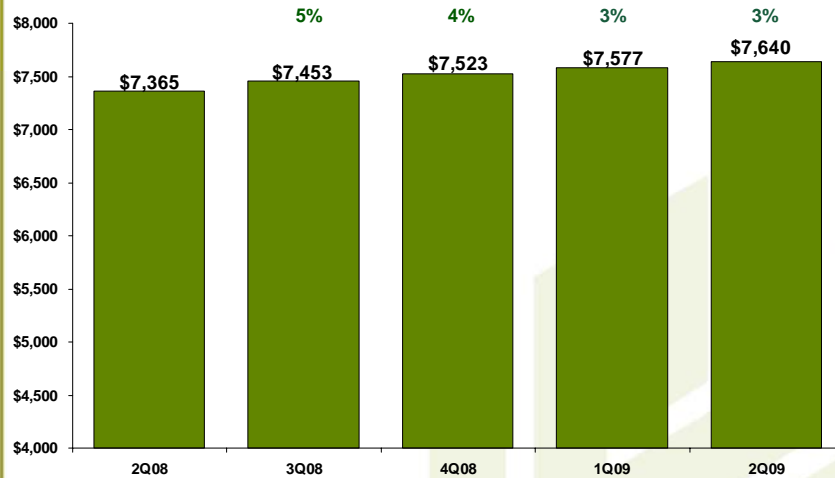
(Average \$MM)	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
Home equity loans / lines	\$7,640	\$7,577	\$7,523	\$7,453	\$7,365
Residential mortgage	4,657	4,611	4,737	4,812	5,178
Interest only	625	678	697	699	702
Alt-A	410	436	450	468	484
<b>Total</b>	<b>\$12,297</b>	<b>\$12,188</b>	<b>\$12,260</b>	<b>\$12,265</b>	<b>\$12,543</b>

## Home Equity Loans / Lines

### Home Equity Loans / Lines

(Avg. \$MM)

### Quarterly Growth Rate – Annualized %



109

## Portfolio Overview – Home Equity Loans / Lines

**Loans / Lines Outstanding: \$7.6 Billion <sup>(1)</sup>**

**Net charge-offs 2Q09: 129 bps YTD 2009: 111 bps**

- Focused on geographies within our Midwest footprint
- Focused on high quality borrowers... >730 FICOs
- Began exit of broker channel in 2005... <10% of outstandings today
- Conservative underwriting – manage the probability of default
- 70%+ of HELOC borrowers consistently make monthly principal payments
- High risk borrower actions
  - Updated collateral values
  - Increased proactive contact via servicing group
  - Capped lines
- Credit quality continues to perform within expectations

	2Q09	1Q09	4Q08	3Q08	2Q08
• 30+ days PD & accruing	1.54%	1.49%	1.61%	1.18%	1.18%
• 90+ day PD & accruing	0.46%	0.47%	0.38%	0.31%	0.36%



(1) 6/30/09

110

## Home Equity Lending

### Loans Outstanding – \$7.6 Billion <sup>(1)</sup>

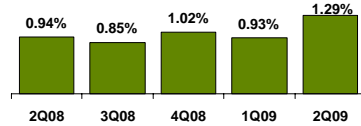
#### Production

(\$MM)	2Q09	1Q09	4Q08	3Q08	2Q08	1Q08	4Q07	3Q07	2Q07	1Q07	4Q06	3Q06
<b>Loans <sup>(2)</sup></b>												
Production	\$28	\$39	\$41	\$97	\$159	\$ 204	\$ 144	\$ 248	\$ 357	\$295	\$190	\$ 250
Avg. FICO <sup>(3)</sup>	749	743	736	740	744	739	737	743	743	742	735	738
Avg. LTV <sup>(3)</sup>	61%	59%	64%	65%	65%	67%	69%	69%	67%	66%	68%	65%

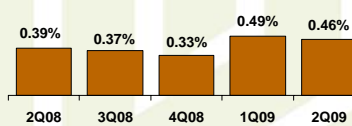
#### Lines <sup>(4)</sup>

Production	\$357	\$522	\$410	\$442	\$647	\$ 440	\$ 433	\$ 358	\$ 364	\$ 378	\$ 267	\$ 336
Avg. FICO <sup>(3)</sup>	766	763	758	756	755	751	748	748	748	746	742	739
Avg. LTV <sup>(3)</sup>	74%	75%	73%	73%	74%	76%	75%	77%	76%	75%	76%	75%

#### NCOs / Average Loans <sup>(5)</sup>



#### NALs / Loans <sup>(5)</sup>



(1) 6/30/09 (2) Primarily fixed-rate (3) At origination (4) Primarily variable-rate (5) Period end loans / lines

111

## Residential Collateral Lending at Huntington

### Origination Strategies

- Focused on the Huntington core markets
- Utilize the Huntington office network as the primary source
- Traditional product mix - very limited nontraditional mortgage exposure
- **Never originated sub-prime loans... payment option ARM structures... or negative amortization loans**
- Policies and procedures designed to generate high quality borrowers
- Huntington maintains servicing on owned portfolios

### Benefits

- Clear understanding of market dynamics and economic impacts
- Direct contact with most of our borrowers
- Significant percentage of borrowers have another Huntington banking relationship
- Provided our customers with appropriate products for their circumstances
- The Interest-Only product is performing well
- Huntington has always been a cash flow lender, utilizing an interest rate stress on ARM loans and utilizing the debt/income ratio as a material portion of the underwriting process
- Our servicing capabilities allow for appropriate risk mitigation activities across our real estate secured portfolios



112

## Home Equity Loans and Lines – Credit Risk Management Strategies

### Performance Drivers

- **Lien Position** – 40%, or \$2.8 B, of the portfolio is secured by a 1<sup>st</sup> mortgage
- **Payments** – 70% of borrowers consistently make more than required payment
- **Borrower quality** – as measured at origination by
  - FICO score – consistent increasing trend
  - FICO score distribution – consistent decline in low score levels
  - Custom Score – utilized to further segment FICO eligible applications – continues to enhance predictive modeling
- **Utilization %** – Consistent with expectations, limited increase in utilization rate over 2008 based primarily on the low interest rate environment
- **Broker Channel** – Eliminated beginning in 2006 based on risk profile
- **Customer relationship orientation** – not one-off transactions
- **CLTV** – Continue to reduce the level of 90%+ financing
- **Geography** – Footprint lender with limited investor property exposure

### Risk Recognition

- Write-down to 80% of appraised value at 120 days past due
- Non-accrual balances represent the realizable value estimate in future periods



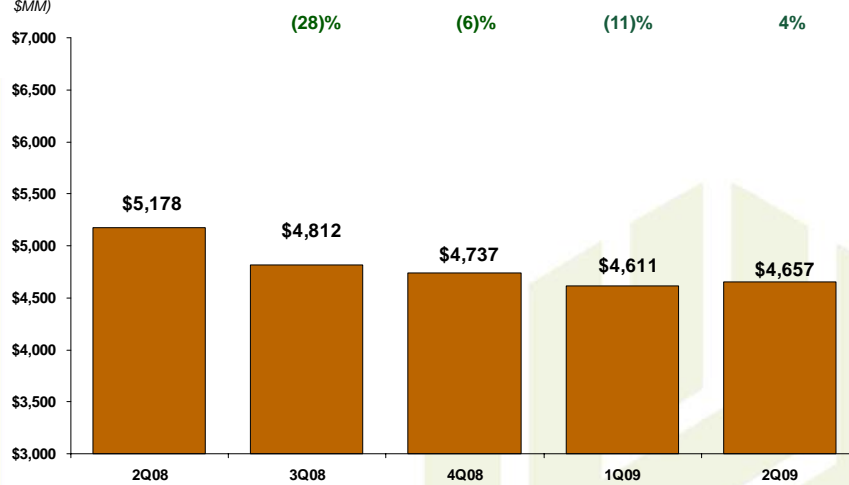
113

## Residential Real Estate Loans

### Residential Mortgages

(Avg. \$MM)

### Quarterly Growth Rate – Annualized %



114

## Portfolio Overview – Residential Mortgages

**Loans Outstanding: \$4.6 Billion <sup>(1)</sup>**

**Net charge-offs 2Q09: 147 bps YTD 2009: 101 bps**

- Focused on geographies within our Midwest footprint
- Traditional product mix... very limited nontraditional exposure as we never originated sub-prime, payment option ARMs, or negative amortization loans
- \$625 million of Interest Only loans... targeted within executive relocation activities
- \$410 million of Alt-A mortgages... exited in 2007
  - Represents 20% of the total high LTV mortgages
- Credit quality continues to perform within expectations

	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
• 30+ days PD & accruing <sup>(2)</sup>	<b>6.92%</b>	6.33%	5.74%	5.79%	5.08%
• 90+ days PD & accruing <sup>(2)</sup>	<b>2.11%</b>	1.83%	1.50%	1.20%	1.06%

(1) 6/30/09

(2) Excludes GNMA loans – no additional risk as they are approved for repurchase



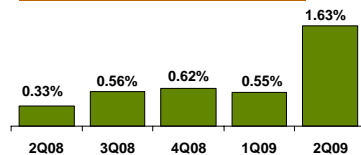
115

## Residential Mortgage Lending – Excluding Franklin

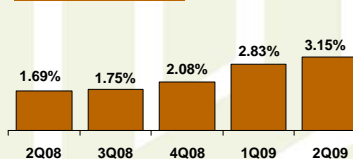
**Loans Outstanding – \$4.2 Billion <sup>(1)</sup>**

(\$MM)	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
<b><u>Production</u></b>					
Originations <sup>(2)</sup>	<b>\$94</b>	\$56	\$82	\$172	\$344
Alt-A % of originations <sup>(3)</sup>	--	--	--	--	--
Avg. FICO <sup>(4)</sup>	<b>717</b>	730	741	734	736
Avg. LTV <sup>(4)</sup>	<b>92%</b>	79%	76%	74%	76%

**NCOs / Average Loans <sup>(5)</sup>**



**NALs / Loans <sup>(6)</sup>**



(1) 6/30/09 reported \$4,646 MM less \$415 MM of Franklin

(2) Originations retained

(3) Average FICO scores 695-700 (4) At origination (5) Annualized (6) Period end excluding Franklin

116

## Residential Adjustable Rate Mortgages

### Loans Outstanding – \$2.7 Billion <sup>(1)</sup>

#### ARMs

- 2009 resets \$391 MM
- 2010 resets \$753 MM
- FICO distribution > 670 70%

#### Risk Mitigation

- Proactive customer contact at least 6 months prior to rate reset.
- Given the high quality borrower, this is a customer retention as well as risk mitigation exercise.
- Have had success in converting ARMs to fixed-rate products in our owned portfolio.
- Borrowers experiencing payment issues due to rate increases are re-underwritten or restructured based on willingness and ability to pay.



(1) 6/30/09

117

## Residential Alt-A Mortgages

### Loans Outstanding – \$417 Million <sup>(1)</sup>

- 2008 Production none
- YTD 2009 Production none
- 2Q09 Net charge-offs 3.27%
- Current LTV (2Q09 values) 101%
  - 70% greater than 90%
- Updated FICO score (2Q09) 665

#### Portfolio Information

- The original strategy was centered around stated income and higher LTVs associated with 700+ FICO borrowers
- Highest risk segment in the residential mortgage portfolio



(1) 6/30/09

118

## Residential Mortgage – Credit Risk Management Strategies

### Performance Drivers

- **Standard products and borrower quality** – as measured at origination by
  - Secondary market underwriting
  - FICO score – consistent increasing trend
  - FICO score distribution – consistent decline in low score levels
- **Non-standard product structures**
  - \$625 million of Interest Only loans... targeted within executive relocation activities... continues to perform well
  - \$410 million of Alt-A mortgages... exited in 2007... represents <10% of total residential portfolio with majority of cumulative losses likely recognized within 24 months.
- **Decision type** – Significantly reduced the level of underwriter overrule decisions
- **Geography** – Primarily a footprint lender

### Risk Recognition

- Updated appraisals at regular intervals
- Loss mitigation focus



119

## Other Consumer

### Loans Outstanding – \$0.7 Billion <sup>(1)</sup>

- 80% collateralized
  - Autos, untitled vehicles, small boats, mobile homes and other miscellaneous
- Primarily for existing customers
- Performed within expectations over the past year though varies by collateral type



(1) 6/30/09

120

# Credit Quality Review – GAAP



121

## Key Loan Portfolio Credit Quality Metrics

	Delinquencies		NCO	NAL	ACL	
	30+ Days	90+ Days				
<b>C&amp;I</b>	<b>2Q09</b>	<b>0.88 %</b>	<b>- %</b>	<b>3.20 %</b>	<b>3.43 %</b>	<b>2.86 %</b>
	1Q09	0.67	-	2.55 <sup>(1)</sup>	2.89 <sup>(1)</sup>	2.49 <sup>(1)</sup>
	4Q08	1.08	0.08	1.58 <sup>(1)</sup>	2.19 <sup>(1)</sup>	2.44 <sup>(1)</sup>
	3Q08	0.90	0.18	0.95 <sup>(1)</sup>	1.28 <sup>(1)</sup>	2.19 <sup>(1)</sup>
<b>CRE</b>	<b>2Q09</b>	<b>1.81 %</b>	<b>- %</b>	<b>7.51 %</b>	<b>9.51 %</b>	<b>4.25 %</b>
	1Q09	1.36	-	3.27	6.80	3.90
	4Q08	2.44	0.59	1.50	4.41	3.30
	3Q08	2.22	0.59	0.45	3.02	2.56
<b>Indirect Auto Loans</b>	<b>2Q09</b>	<b>2.06 %</b>	<b>0.31 %</b>	<b>1.73 %</b>	<b>- %</b>	<b>1.88 %</b>
	1Q09	2.20	0.36	1.56	-	1.51
	4Q08	2.09	0.33	1.53	-	1.01
	3Q08	1.68	0.26	1.02	-	0.91
<b>Home Equity</b>	<b>2Q09</b>	<b>1.54 %</b>	<b>0.46 %</b>	<b>1.29 %</b>	<b>0.46 %</b>	<b>1.02 %</b>
	1Q09	1.49	0.47	0.93	0.50 <sup>(3)</sup>	0.90
	4Q08	1.61	0.38	1.02	0.33	0.85
	3Q08	1.18	0.31	0.85	0.37	0.86
<b>Res. Mortgage</b>	<b>2Q09</b>	<b>6.92 %</b>	<b>2.11 %</b>	<b>1.47 %</b>	<b>10.23 %</b>	<b>1.04 %</b>
	1Q09	6.33 <sup>(2)</sup>	1.83 <sup>(2)</sup>	0.55	10.07 <sup>(3)</sup>	0.93
	4Q08	5.74 <sup>(2)</sup>	1.50 <sup>(2)</sup>	0.62	2.08	0.93
	3Q08	5.79 <sup>(2)</sup>	1.20 <sup>(2)</sup>	0.56	1.75	0.41

<sup>(1)</sup> Non-Franklin

<sup>(2)</sup> Excludes GNMA loans - no additional risk as they are approved for repurchase

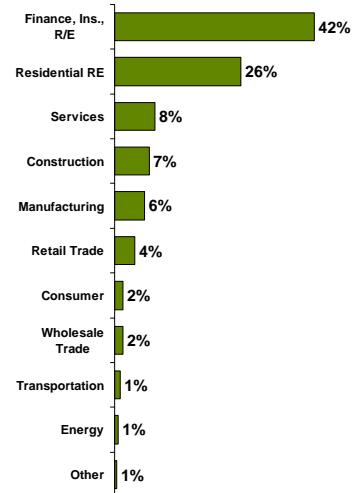
<sup>(3)</sup> Includes Franklin



122

## Nonaccrual Loans (NAL) by Sector

**\$1,818.4 MM @ 6/30/09**



(\$MM)

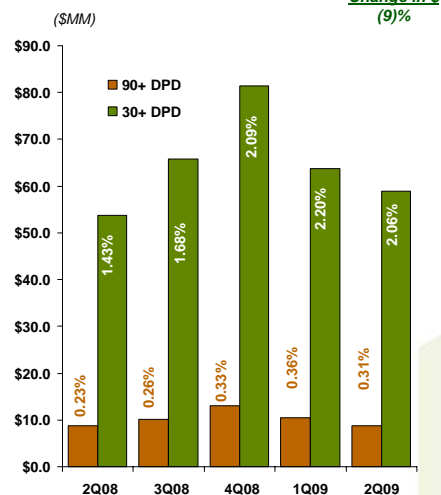
	6/30/09		3/31/09	
	\$	#	\$	#
<b>Commercial</b>				
>\$5	\$389.1	39	\$330.8	37
\$2-<\$5	375.8	121	260.8	85
<\$2	<u>542.6</u>		<u>436.6</u>	
<b>Subtotal</b>	<b>\$1,307.6</b>		<b>\$1,028.2</b>	
<b>Residential RE and Home Equity</b>				
Franklin	344.6		366.1	
Other	<u>166.2</u>		<u>158.8</u>	
<b>Subtotal</b>	<b>510.8</b>		<b>524.9</b>	
<b>Total NALs</b>	<b>\$1,818.4</b>		<b>\$1,553.1</b>	



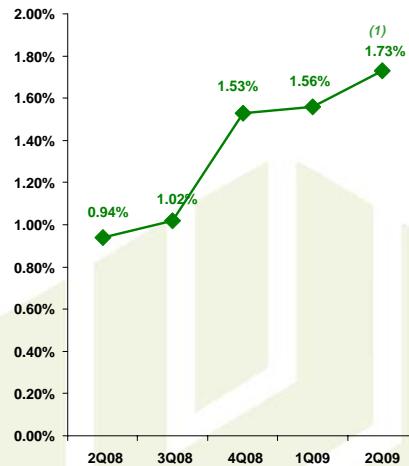
123

## Indirect Auto Loans

**Accruing Delinquency**



**Net Charge-offs**



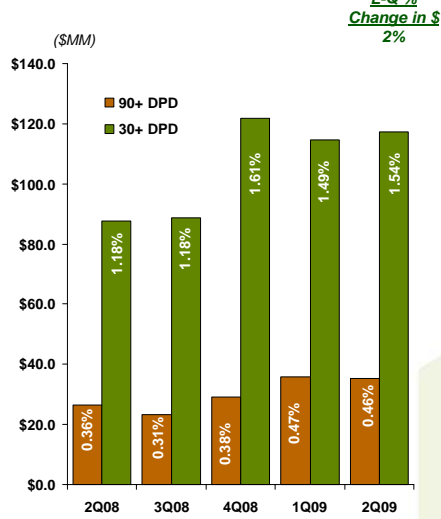
(1) 2Q09 reflects impact of \$1.0 B 1Q09 securitization



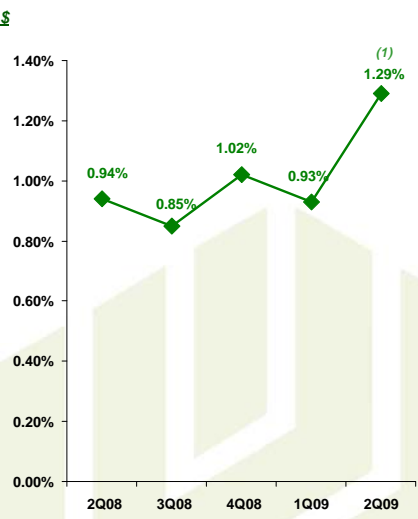
124

## Home Equity Loans and Lines

### Accruing Delinquency



### Net Charge-offs

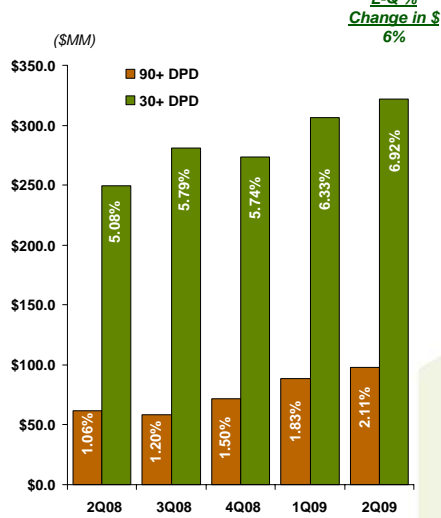


(1) Reflects a few larger size losses associated with home builders and more active treatment decisions associated with loss mitigation and short sale actions.

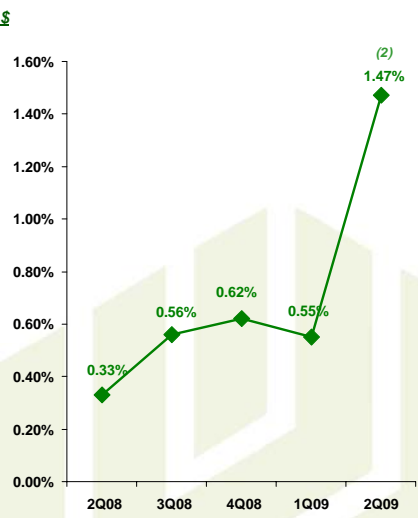
125

## Residential Mortgage Loans

### Accruing Delinquency <sup>(1)</sup>



### Net Charge-offs



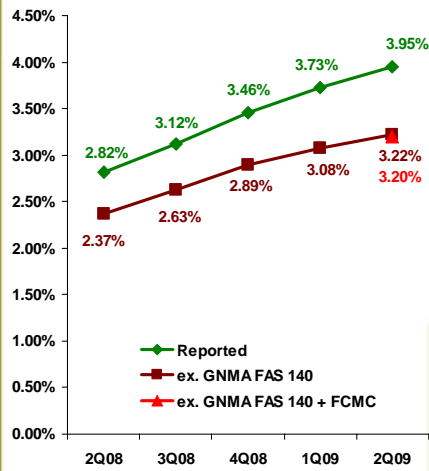
(1) Excluding U.S. Government guaranteed loans

(2) Reflects more active treatment decisions associated with loss mitigation and short sale actions.

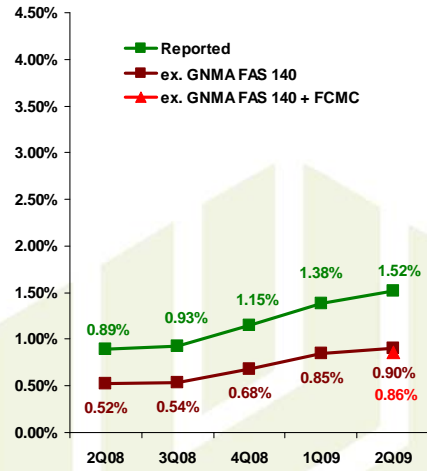
126

## Consumer Loan Delinquencies <sup>(1)</sup>

### 30+ Days



### 90+ Days

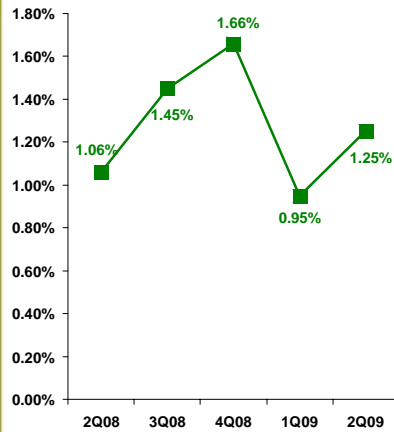


(1) Period end; delinquent but accruing as a % of related outstandings at EOP

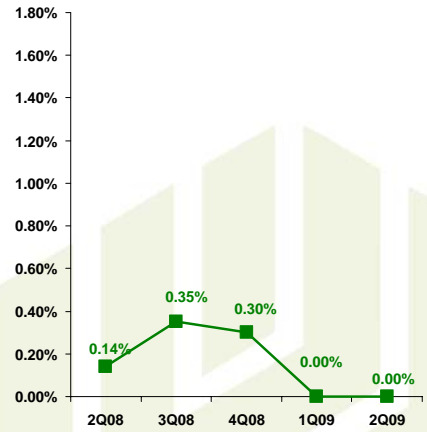
127

## Commercial Loan Delinquencies <sup>(1)</sup>

### 30+ Days



### 90+ Days



(1) Period end; delinquent but accruing as a % of related outstandings at EOP

128

## Allowances for Credit Losses (ACL) <sup>(1)</sup>

(\$MM)	<u>2Q09</u>	<u>1Q09</u>	<u>4Q08</u>	<u>3Q08</u>	<u>2Q08</u>
Allowance for loan and lease losses (ALLL)	<b>\$917.7</b>	\$838.5	\$900.2	\$720.7	\$679.4
Allowance for unfunded loan commitments and LOCs (AULC)	<u>47.1</u>	<u>47.0</u>	<u>44.1</u>	<u>61.6</u>	<u>61.3</u>
Total allowance for credit losses (ACL)	<b>\$964.8</b>	\$885.5	\$944.4	\$782.4	\$740.7
ALLL as % of total loans and leases	<b>2.38 %</b>	2.12 %	2.19 %	1.75 %	1.66 %
total NALs	<b>50</b>	54	60	123	127
ACL as % of total loans and leases	<b>2.51 %</b>	2.24 %	2.30 %	1.90 %	1.80 %
total NALs	<b>53</b>	57	63	134	138

(1) Period end



129

## Allowance for Credit Losses Methodology

### Allowance for loan and lease losses (ALLL)

- An estimate of loss based on characteristics of each commercial and consumer loan, lease, or loan commitment, and
- An estimate of loss based on a review of each impaired loan >\$500,000
- Generally developed to cover a defined percentage of 12-month future losses
- Includes a general reserve to cover significant charges or economic shocks

### Allowance for unfunded loan commitments and letters of credit (AULC)

- Reported as a liability
- Determined using the same ALLL transaction and economic reserve methodology
- AULC is reduced and the ALLL is increased as loans are funded

### Allowances for credit losses (ACL)

- Sum of ALLL and AULC with both available to absorb credit losses



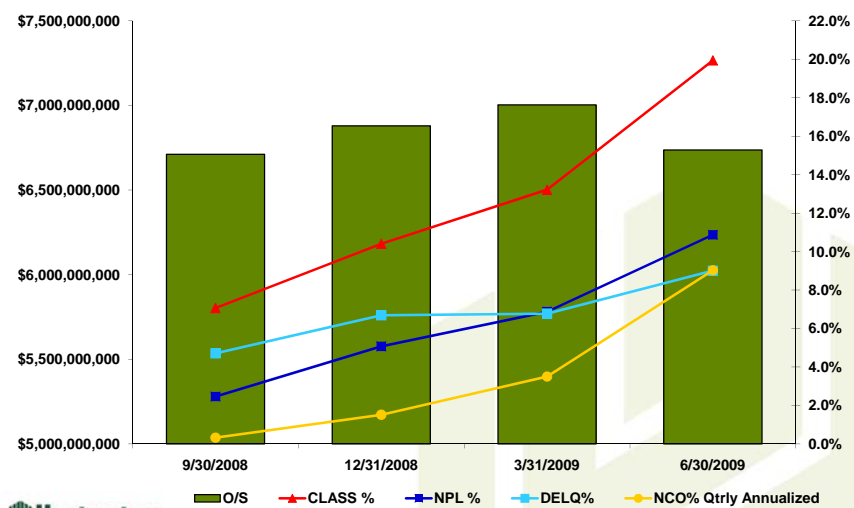
130

# Credit Quality Review – Business Segment



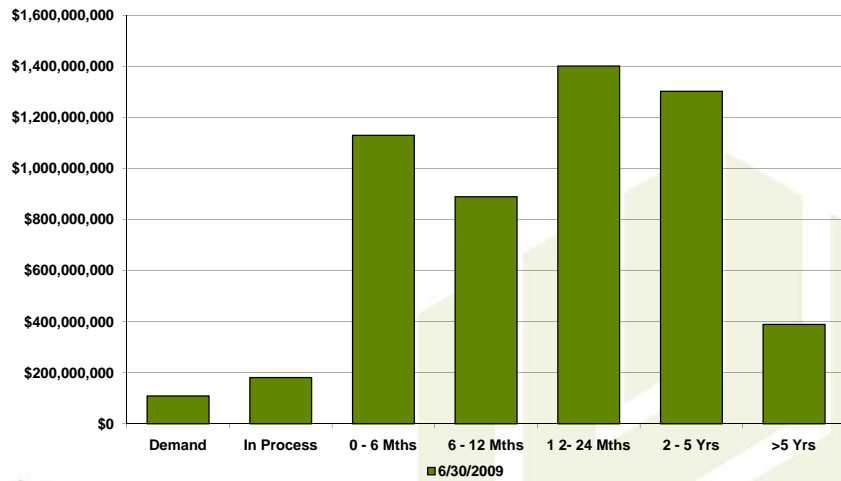
## Credit Quality – Commercial Real Estate Segment

### Overall Trends



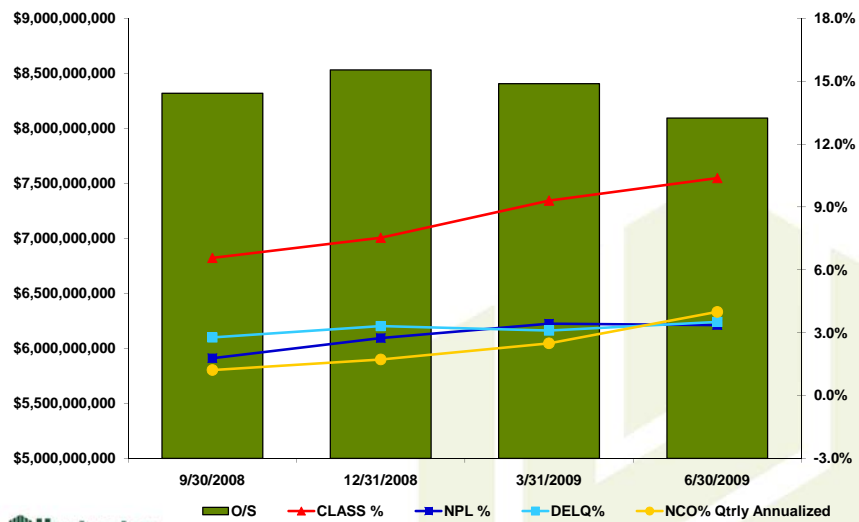
## Credit Quality – Commercial Real Estate Segment

*By Maturity (Excludes "Classified")*



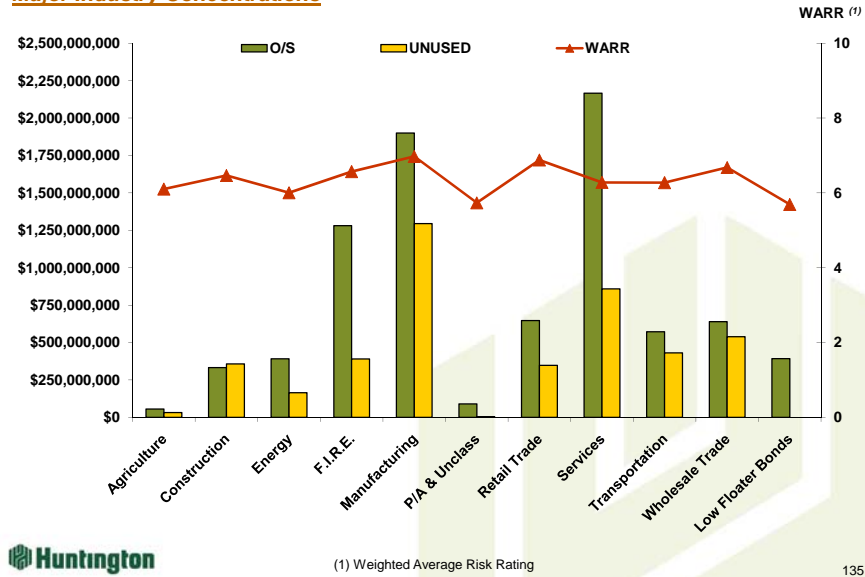
## Credit Quality – Commercial Banking Segment

*Overall Trends*



## Credit Quality – Commercial Banking Segment

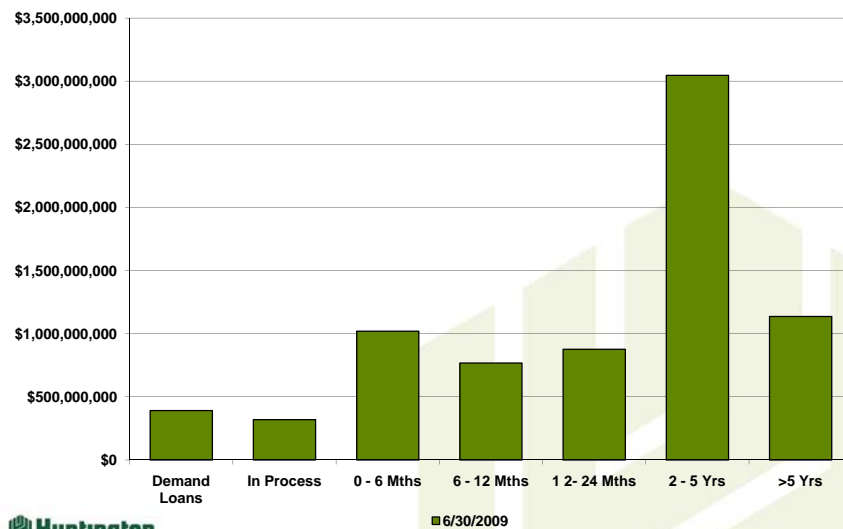
### Major Industry Concentrations



135

## Credit Quality – Commercial Banking Segment

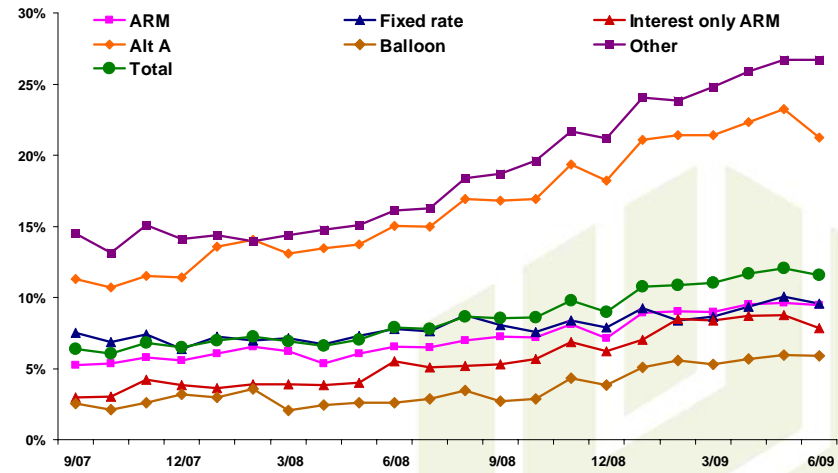
### Maturity (Excludes "Classified")



136

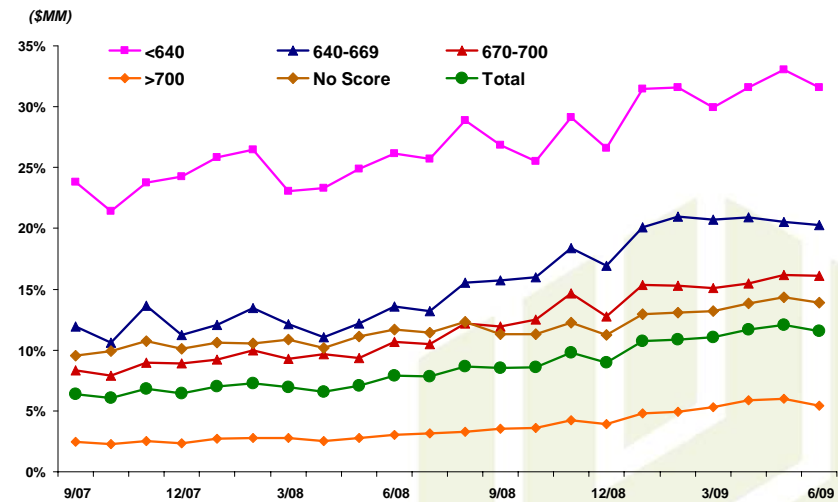
## Credit Quality – Residential Mortgages

### Delinquency Trends by Product)



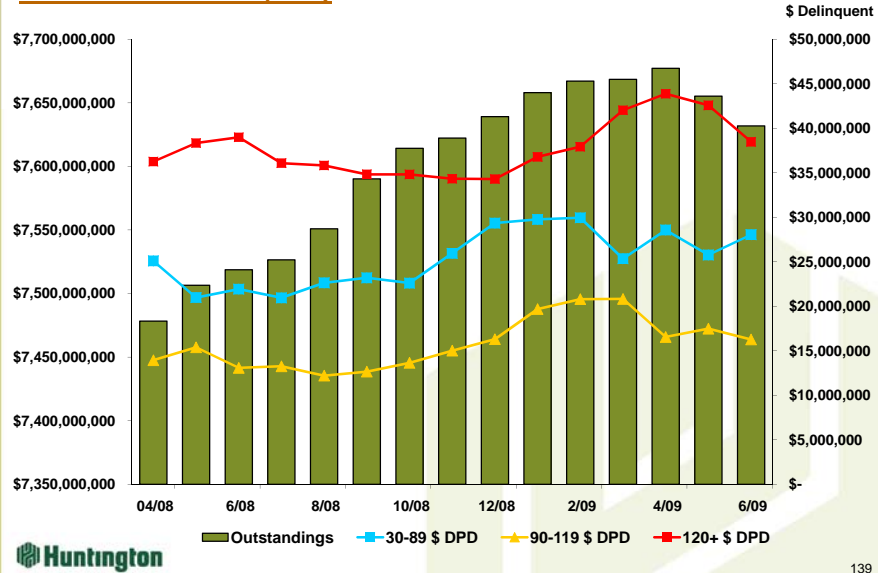
## Credit Quality – Residential Mortgages

### Delinquency Trends by Original FICO Range



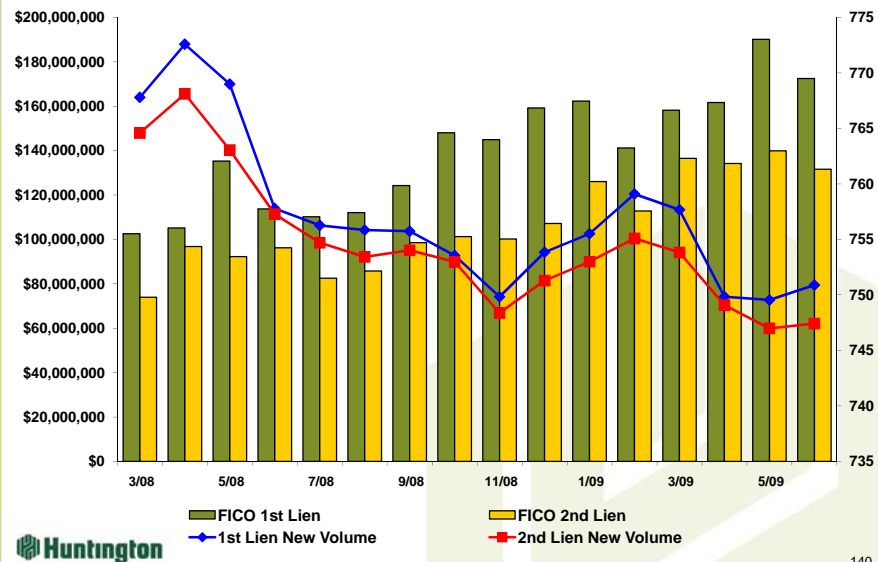
## Credit Quality – Home Equity Loans & Lines

### Portfolio Size and Delinquency



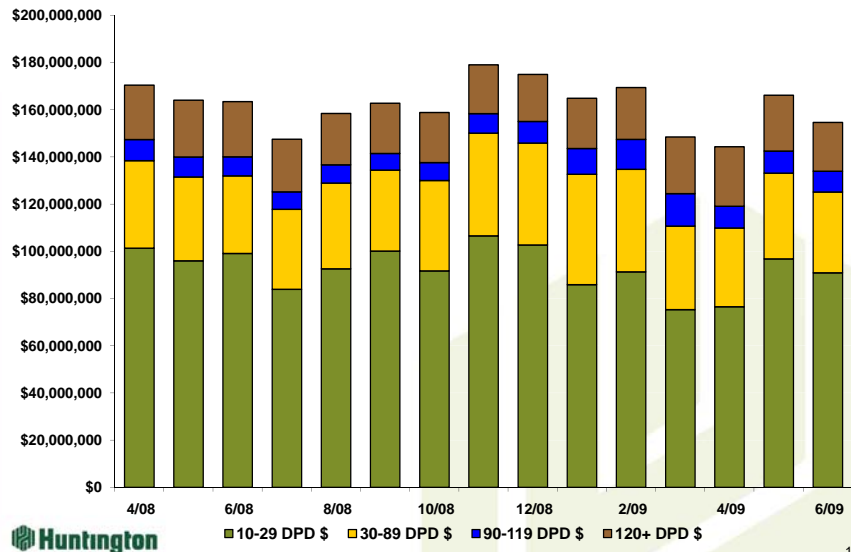
## Credit Quality – Home Equity Loans & Lines

### New Origination Volume



## Credit Quality – Home Equity Lines

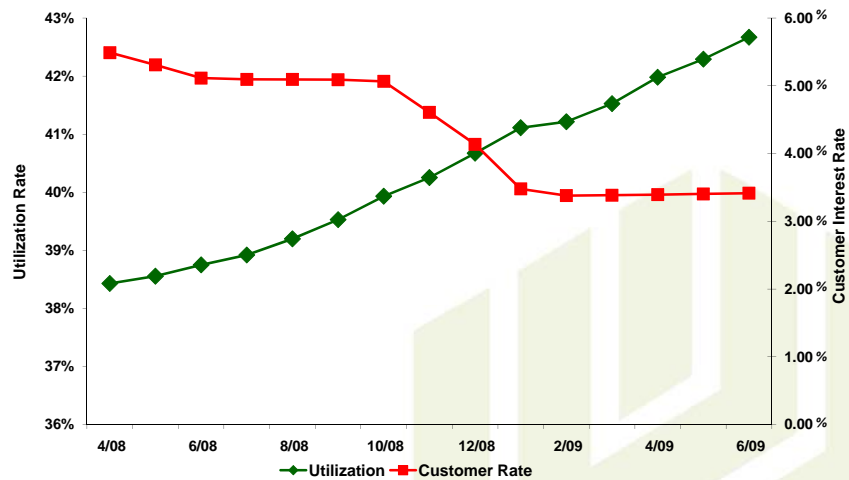
### Delinquencies



141

## Credit Quality – Home Equity Lines

### Portfolio Utilization and Customer Rate

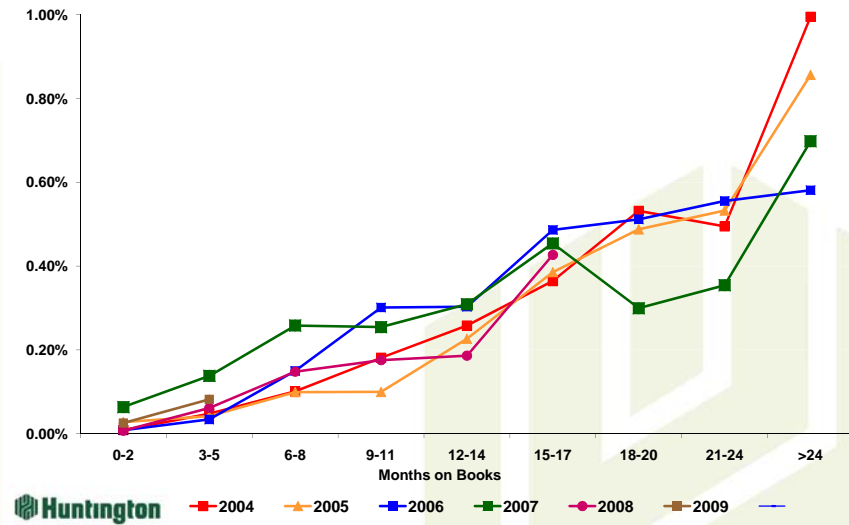


142

## Credit Quality – Home Equity Lines

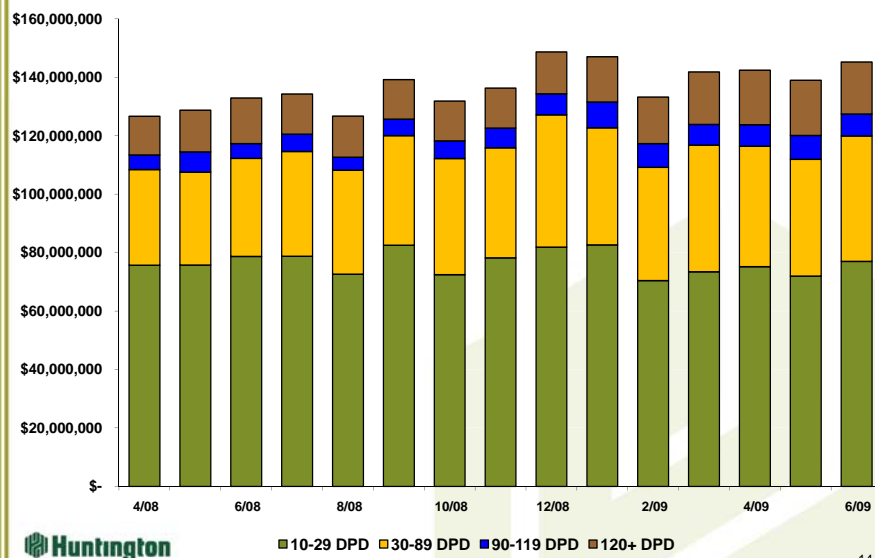
### Vintage Performance

Cumulative Loss



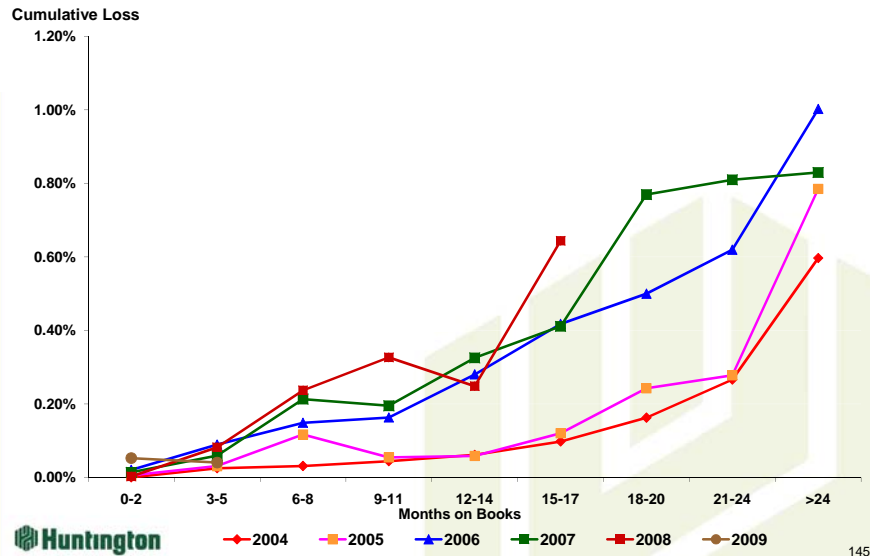
## Credit Quality – Home Equity Loans

### Delinquencies



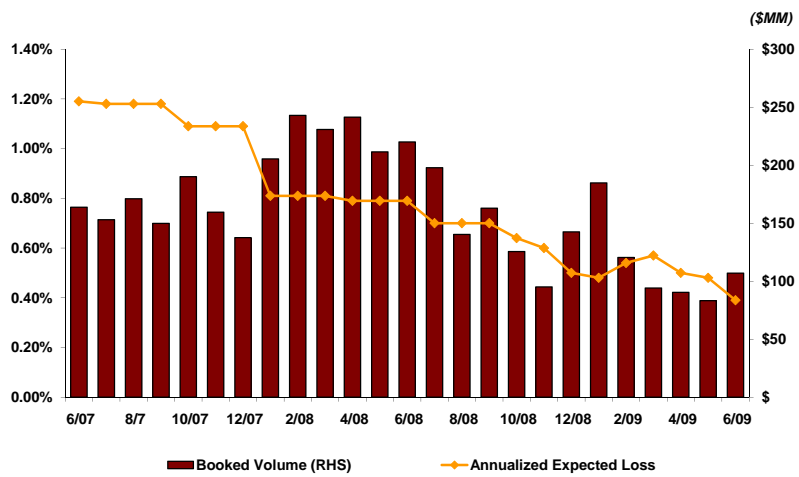
## Credit Quality – Home Equity Loans

### Vintage Performance



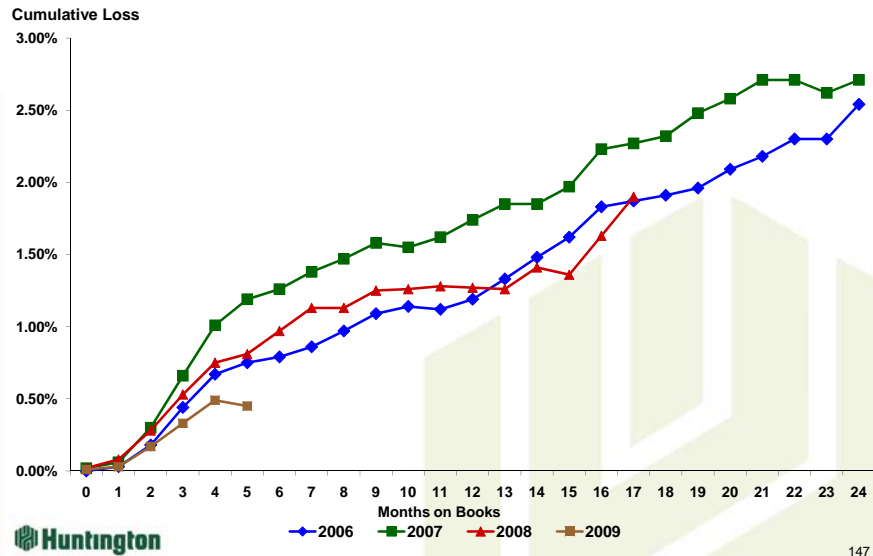
## Credit Quality – AFDS - Loans

### Originations and Annualized Expected Loss



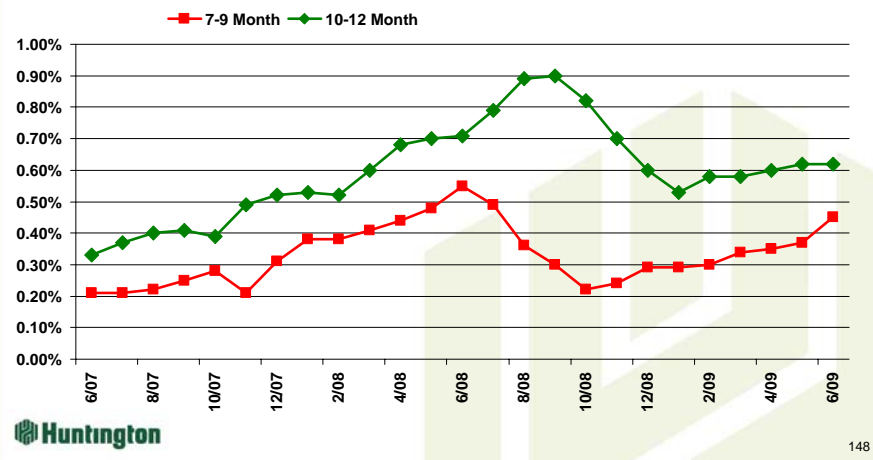
## Credit Quality – AFDS - Loans

### Vintage Trends



## Auto Finance – Loss Rate Trends

- Dramatic improvement in the early stage loss performance for the late 2007 and early 2008 vintages
- Losses peak in the 18-24 month range, and as 2008-2009 vintages make up a greater portion of the portfolio and reach their peak loss months, portfolio losses should decline



# Non-Franklin Credit Metrics Reconciliations



149

## Non-Franklin Credit Metrics Reconciliation

(in millions)	Second Quarter 2009			First Quarter 2009		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
Loan loss provision	\$ 413.7	\$ (10.1)	\$ 423.8	\$ 291.8	\$ (1.7)	\$ 293.5
<b>Total net charge-offs - \$</b>	<b>\$ 334.4</b>	\$ (10.1)	\$ 344.5	<b>\$ 341.5</b>	\$ 128.3	\$ 213.2
Total net charge-offs - %	3.43 %		3.58 %	3.34 %		2.12 %
Provision > net charge offs	\$ 79.3	\$ -	\$ 79.3	\$ (49.7)	\$ (130.0)	\$ 80.3
<b>ALLL - \$</b>	<b>\$ 917.7</b>	\$ -	\$ 917.7	<b>\$ 838.5</b>	\$ -	\$ 838.5
ALLL - % loans/leases	2.38 %		2.41 %	2.12 %		2.15 %
NAL coverage ratio	50 %		62 %	54 %		71 %
NPA coverage ratio	46 %		57 %	47 %		63 %
<b>ACL - \$</b>	<b>\$ 964.8</b>	\$ -	\$ 964.8	<b>\$ 885.5</b>	\$ -	\$ 885.5
ACL - % loans/leases	2.51 %		2.54 %	2.24 %		2.27 %
NAL coverage ratio	53 %		65 %	57 %		75 %
NPA coverage ratio	48 %		60 %	50 %		67 %
Total loans and leases - EOP (\$ billions)	\$ 38,495	\$ 472	\$ 38,023	\$ 39,548	\$ 494	\$ 39,054
Total loans and leases - Avg (\$ billions)	\$ 39,007	\$ 489	\$ 38,518	\$ 40,866	\$ 630	\$ 40,236
<b>Nonaccrual loans (NAL) - EOP</b>	<b>\$ 1,818.4</b>	\$ 344.6	\$ 1,473.7	<b>\$ 1,553.1</b>	\$ 366.1	\$ 1,187.0
OREO	172.9	43.6	129.3	210.8	79.6	131.2
Impaired loans held for sale	11.3	-	11.3	11.9	-	11.9
Other NPAs	-	-	-	-	-	-
<b>Nonperforming assets (NPA) - EOP</b>	<b>\$ 2,002.6</b>	\$ 388.3	\$ 1,614.3	<b>\$ 1,775.7</b>	\$ 445.7	\$ 1,330.0
NAL ratio <sup>(1)</sup>	4.72 %		3.88 %	3.93 %		3.04 %
NPA ratio <sup>(2)</sup>	5.18 %		4.23 %	4.46 %		3.39 %

(1) NALs / total loans and leases

(2) NPAs / total loans and leases + impaired loans held for sale + OREO + other NPAs



150

## Non-Franklin Credit Metrics Reconciliation

(in millions)	Fourth Quarter 2008			Third Quarter 2008		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
Loan loss provision	\$ 722.6	\$ 438.0	\$ 284.6	\$ 125.4	\$ -	\$ 125.4
<b>Total net charge-offs - \$</b>	<b>\$ 560.6</b>	\$ 423.3	\$ 137.4	<b>\$ 83.8</b>	\$ -	\$ 83.8
Total net charge-offs - %	5.41 %		1.36 %	0.82 %		0.84 %
Provision > net charge offs	\$ 162.0	\$ 14.7	\$ 147.2	\$ 41.6	\$ -	\$ 41.6
<b>ALLL - \$</b>	<b>\$ 900.2</b>	\$ 130.0	\$ 770.2	<b>\$ 720.7</b>	\$ 115.3	\$ 605.5
ALLL - % loans/leases	2.19 %		1.90 %	1.75 %		1.51 %
NAL coverage ratio	60 %		90 %	123 %		103 %
NPA coverage ratio	55 %		78 %	107 %		90 %
<b>ACL - \$</b>	<b>\$ 944.4</b>	\$ 130.0	\$ 814.4	<b>\$ 782.4</b>	\$ 115.3	\$ 667.1
ACL - % loans/leases	2.30 %		2.01 %	1.90 %		1.66 %
NAL coverage ratio	63 %		96 %	134 %		114 %
NPA coverage ratio	58 %		83 %	116 %		99 %
Total loans and leases - EOP (\$ billions)	\$ 41,092	\$ 650	\$ 40,442	\$ 41,192	\$ 1,095	\$ 40,097
Total loans and leases - Avg (\$ billions)	\$ 41,437	\$ 1,085	\$ 40,352	\$ 41,004	\$ 1,114	\$ 39,890
<b>Nonaccrual loans (NAL) - EOP</b>	<b>\$ 1,502.1</b>	\$ 650.2	\$ 851.9	<b>\$ 585.9</b>	\$ -	\$ 585.9
OREO	122.5	-	122.5	73.5	-	73.5
Impaired loans held for sale	12.0	-	12.0	13.5	-	13.5
Other NPAs	-	-	-	2.4	-	2.4
<b>Nonperforming assets (NPA) - EOP</b>	<b>\$ 1,636.6</b>	\$ 650.2	\$ 986.4	<b>\$ 675.3</b>	\$ -	\$ 675.3
NAL ratio <sup>(1)</sup>	3.66 %		2.11 %	1.42 %		1.46 %
NPA ratio <sup>(2)</sup>	3.97 %		2.43 %	1.64 %		1.68 %

(1) NALs / total loans and leases

(2) NPAs / total loans and leases + impaired loans held for sale + OREO + other NPAs



151

## Non-Franklin Credit Metrics Reconciliation

(in millions)	Second Quarter 2008			First Quarter 2008		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
Loan loss provision	\$ 120.8	\$ -	\$ 120.8	\$ 88.7	\$ -	\$ 88.7
<b>Total net charge-offs - \$</b>	<b>\$ 65.2</b>	\$ -	\$ 65.2	<b>\$ 48.4</b>	\$ -	\$ 48.4
Total net charge-offs - %	0.64 %		0.65 %	0.48 %		0.49 %
Provision > net charge offs	\$ 55.6	\$ -	\$ 55.6	\$ 40.2	\$ -	\$ 40.2
<b>ALLL - \$</b>	<b>\$ 679.4</b>	\$ 115.3	\$ 564.1	<b>\$ 627.6</b>	\$ 115.3	\$ 512.3
ALLL - % loans/leases	1.66 %		1.41 %	1.53 %		1.29 %
NAL coverage ratio	127 %		105 %	166 %		136 %
NPA coverage ratio	109 %		90 %	121 %		98 %
<b>ACL - \$</b>	<b>\$ 740.7</b>	\$ 115.3	\$ 625.5	<b>\$ 685.2</b>	\$ 115.3	\$ 569.9
ACL - % loans/leases	1.80 %		1.57 %	1.67 %		1.43 %
NAL coverage ratio	138 %		117 %	182 %		151 %
NPA coverage ratio	119 %		100 %	132 %		110 %
Total loans and leases - EOP (\$ billions)	\$ 41,047	\$ 1,130	\$ 39,917	\$ 41,014	\$ 1,157	\$ 39,857
Total loans and leases - Avg (\$ billions)	\$ 41,025	\$ 1,143	\$ 39,881	\$ 40,109	\$ 1,166	\$ 38,587
<b>Nonaccrual loans (NAL) - EOP</b>	<b>\$ 535.0</b>	\$ -	\$ 535.0	<b>\$ 377.4</b>	\$ -	\$ 377.4
OREO	72.4	-	72.4	73.9	-	73.9
Impaired loans held for sale	14.8	-	14.8	66.4	-	66.4
Other NPAs	2.6	-	2.6	2.8	-	2.8
<b>Nonperforming assets (NPA) - EOP</b>	<b>\$ 624.7</b>	\$ -	\$ 624.7	<b>\$ 520.4</b>	\$ -	\$ 520.4
NAL ratio <sup>(1)</sup>	1.30 %		1.34 %	0.92 %		0.95 %
NPA ratio <sup>(2)</sup>	1.52 %		1.56 %	1.26 %		1.30 %

(1) NALs / total loans and leases

(2) NPAs / total loans and leases + impaired loans held for sale + OREO + other NPAs



152

## Quarterly Net Charge-off Reconciliation <sup>(1)</sup>

(in millions)	Second Quarter 2009			First Quarter 2009		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
<b>Net charge-offs (recoveries):</b>						
Commercial and industrial	\$ 98.3	\$ (9.9)	\$ 108.2	\$ 210.6	\$ 128.3	\$ 82.3
Commercial real estate	172.6	-	172.6	82.8	-	82.8
<b>Total commercial</b>	<b>\$ 270.9</b>	<b>\$ (9.9)</b>	<b>\$ 280.8</b>	<b>\$ 293.4</b>	<b>\$ 128.3</b>	<b>\$ 165.1</b>
Automobile loans and leases	14.6	-	14.6	18.1	-	18.1
Home equity	24.7	(0.1)	24.8	17.7	-	17.7
Residential mortgage	17.2	(0.1)	17.2	6.3	-	6.3
Other consumer	7.0	-	7.0	6.0	-	6.0
<b>Total consumer</b>	<b>63.5</b>	<b>(0.2)</b>	<b>63.7</b>	<b>48.1</b>	<b>-</b>	<b>48.1</b>
<b>Total net charge-offs</b>	<b>\$ 334.4</b>	<b>\$ (10.1)</b>	<b>\$ 344.5</b>	<b>\$ 341.5</b>	<b>\$ 128.3</b>	<b>\$ 213.2</b>
<b>Net charge-offs (recoveries) - annualized percentages:</b>						
Commercial & industrial	2.91 %	- %	3.20 %	6.22 %	81.71 %	2.55 %
Commercial real estate	7.51	-	7.51	3.27	-	3.27
<b>Total commercial</b>	<b>4.77</b>	<b>-</b>	<b>4.94</b>	<b>4.96</b>	<b>81.71</b>	<b>2.87</b>
Automobile loans and leases	1.78	-	1.78	1.66	-	1.66
Home equity	1.29	(0.89)	1.31	0.93	-	0.93
Residential mortgage	1.47	(0.06)	1.63	0.55	-	0.55
Other consumer	4.03	-	4.03	3.59	-	3.59
<b>Total consumer</b>	<b>1.56</b>	<b>(0.16)</b>	<b>1.61</b>	<b>1.12</b>	<b>-</b>	<b>1.12</b>
<b>Total net charge-offs</b>	<b>3.43 %</b>	<b>(8.25) %</b>	<b>3.58 %</b>	<b>3.34 %</b>	<b>81.54 %</b>	<b>2.12 %</b>
<b>Average Loans and Leases</b>						
Commercial & industrial	\$ 13,523	\$ -	\$ 13,523	\$ 13,541	\$ 628	\$ 12,913
Commercial real estate	9,199	-	9,199	10,112	-	10,112
<b>Total commercial</b>	<b>\$ 22,722</b>	<b>\$ -</b>	<b>\$ 22,722</b>	<b>\$ 23,653</b>	<b>\$ 628</b>	<b>\$ 23,025</b>
Automobile loans and leases	3,290	-	3,290	4,354	-	4,354
Home equity	7,640	63	7,577	7,577	-	7,577
Residential mortgage	4,657	426	4,231	4,611	1	4,610
Other consumer	698	-	698	671	-	671
<b>Total consumer</b>	<b>16,285</b>	<b>489</b>	<b>15,796</b>	<b>17,213</b>	<b>1</b>	<b>17,212</b>
<b>Total loans and leases</b>	<b>\$ 39,007</b>	<b>\$ 489</b>	<b>\$ 38,518</b>	<b>\$ 40,866</b>	<b>\$ 630</b>	<b>\$ 40,236</b>



(1) Annualized

153

## Quarterly Net Charge-off Reconciliation <sup>(1)</sup>

(in millions)	Fourth Quarter 2008			Third Quarter 2008		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
<b>Net charge-offs (recoveries):</b>						
Commercial and industrial	\$ 473.4	\$ 423.3	\$ 50.2	\$ 29.6	\$ -	\$ 29.6
Commercial real estate	38.4	-	38.4	11.0	-	11.0
<b>Total commercial</b>	<b>\$ 511.8</b>	<b>\$ 423.3</b>	<b>\$ 88.5</b>	<b>\$ 40.6</b>	<b>\$ -</b>	<b>\$ 40.6</b>
Automobile loans and leases	18.6	-	18.6	13.3	-	13.3
Home equity	19.2	-	19.2	15.8	-	15.8
Residential mortgage	7.3	-	7.3	6.7	-	6.7
Other consumer	3.8	-	3.8	7.2	-	7.2
<b>Total consumer</b>	<b>48.8</b>	<b>-</b>	<b>48.8</b>	<b>43.1</b>	<b>-</b>	<b>43.1</b>
<b>Total net charge-offs</b>	<b>\$ 560.6</b>	<b>\$ 423.3</b>	<b>\$ 137.4</b>	<b>\$ 83.8</b>	<b>\$ -</b>	<b>\$ 83.8</b>
<b>Net charge-offs (recoveries) - annualized percentages:</b>						
Commercial & industrial	13.78 %	156.04 %	1.58 %	0.87 %	- %	0.95 %
Commercial real estate	1.50	-	1.50	0.45	-	0.45
<b>Total commercial</b>	<b>8.54</b>	<b>156.04</b>	<b>1.55</b>	<b>0.69</b>	<b>-</b>	<b>0.73</b>
Automobile loans and leases	1.64	-	1.64	1.15	-	1.15
Home equity	1.02	-	1.02	0.85	-	0.85
Residential mortgage	0.62	-	0.62	0.56	-	0.56
Other consumer	2.22	-	2.22	4.32	-	4.32
<b>Total consumer</b>	<b>1.12</b>	<b>-</b>	<b>1.12</b>	<b>0.98</b>	<b>-</b>	<b>0.98</b>
<b>Total net charge-offs</b>	<b>5.41 %</b>	<b>156.04 %</b>	<b>1.36 %</b>	<b>0.82 %</b>	<b>- %</b>	<b>0.84 %</b>
<b>Average Loans and Leases</b>						
Commercial & industrial	\$ 13,746	\$ 1,085	\$ 12,661	\$ 13,629	\$ 1,114	\$ 12,515
Commercial real estate	10,218	-	10,218	9,816	-	9,816
<b>Total commercial</b>	<b>\$ 23,964</b>	<b>\$ 1,085</b>	<b>\$ 22,879</b>	<b>\$ 23,445</b>	<b>\$ 1,114</b>	<b>\$ 22,331</b>
Automobile loans and leases	4,535	-	4,535	4,624	-	4,624
Home equity	7,523	-	7,523	7,453	-	7,453
Residential mortgage	4,737	-	4,737	4,812	-	4,812
Other consumer	678	-	678	670	-	670
<b>Total consumer</b>	<b>17,473</b>	<b>-</b>	<b>17,473</b>	<b>17,559</b>	<b>-</b>	<b>17,559</b>
<b>Total loans and leases</b>	<b>\$ 41,437</b>	<b>\$ 1,085</b>	<b>\$ 40,352</b>	<b>\$ 41,004</b>	<b>\$ 1,114</b>	<b>\$ 39,890</b>



(1) Annualized

154

## Quarterly Net Charge-off Reconciliation <sup>(1)</sup>

(in millions)	Second Quarter 2008			First Quarter 2008		
	Reported	Franklin	Non-Franklin	Reported	Franklin	Non-Franklin
<b>Net charge-offs (recoveries):</b>						
Commercial and industrial	\$ 12.4	\$ -	\$ 12.4	\$ 10.7	\$ -	\$ 10.7
Commercial real estate	15.1	-	15.1	4.3	-	4.3
<b>Total commercial</b>	<b>\$ 27.5</b>	<b>\$ -</b>	<b>\$ 27.5</b>	<b>\$ 15.0</b>	<b>\$ -</b>	<b>\$ 15.0</b>
Automobile loans and leases	11.5	-	11.5	11.2	-	11.2
Home equity	17.3	-	17.3	15.2	-	15.2
Residential mortgage	4.3	-	4.3	2.9	-	2.9
Other consumer	4.7	-	4.7	4.1	-	4.1
<b>Total consumer</b>	<b>37.8</b>	<b>-</b>	<b>37.8</b>	<b>33.4</b>	<b>-</b>	<b>33.4</b>
<b>Total net charge-offs</b>	<b>\$ 65.2</b>	<b>\$ -</b>	<b>\$ 65.2</b>	<b>\$ 48.4</b>	<b>\$ -</b>	<b>\$ 48.4</b>
<b>Net charge-offs (recoveries) - annualized percentages:</b>						
Commercial & industrial	0.36 %	- %	0.40 %	0.32 %	- %	0.35 %
Commercial real estate	0.63	-	0.63	0.18	-	0.18
<b>Total commercial</b>	<b>0.47</b>	<b>-</b>	<b>0.50</b>	<b>0.27</b>	<b>-</b>	<b>0.28</b>
Automobile loans and leases	1.01	-	1.01	1.02	-	1.02
Home equity	0.94	-	0.94	0.84	-	0.84
Residential mortgage	0.33	-	0.33	0.22	-	0.22
Other consumer	2.69	-	2.69	2.29	-	2.29
<b>Total consumer</b>	<b>0.85</b>	<b>-</b>	<b>0.85</b>	<b>0.75</b>	<b>-</b>	<b>0.75</b>
<b>Total net charge-offs</b>	<b>0.84 %</b>	<b>- %</b>	<b>0.65 %</b>	<b>0.48 %</b>	<b>- %</b>	<b>0.49 %</b>
<b>Average Loans and Leases</b>						
Commercial & industrial	\$ 13,631	\$ 1,143	\$ 12,488	\$ 13,343	\$ 1,166	\$ 12,177
Commercial real estate	9,601	-	9,601	9,287	-	9,287
<b>Total commercial</b>	<b>\$ 23,232</b>	<b>\$ 1,143</b>	<b>\$ 22,089</b>	<b>\$ 22,630</b>	<b>\$ 1,166</b>	<b>\$ 21,464</b>
Automobile loans and leases	4,551	-	4,551	4,399	-	4,399
Home equity	7,365	-	7,365	7,274	-	7,274
Residential mortgage	5,178	-	5,178	5,351	-	5,351
Other consumer	699	-	699	713	-	713
<b>Total consumer</b>	<b>17,793</b>	<b>-</b>	<b>17,793</b>	<b>17,737</b>	<b>-</b>	<b>17,737</b>
<b>Total loans and leases</b>	<b>\$ 41,025</b>	<b>\$ 1,143</b>	<b>\$ 39,882</b>	<b>\$ 40,367</b>	<b>\$ 1,166</b>	<b>\$ 39,201</b>



(1) Annualized

155

## Nonaccrual Loans (NALs), Nonperforming Assets (NPA) & Accruing Restructured Loans (ARLs)

(in thousands)	2009						2008		
	June 30,			March 31,			December 31,		
	Total	FCMC	Non-FCMC	Total	FCMC	Non-FCMC	Total	FCMC	Non-FCMC
<b>Nonaccrual loans and leases (NALs)</b>									
Commercial and industrial	\$ 456,734	\$ -	\$ 456,734	\$ 398,286	\$ -	\$ 398,286	\$ 932,648	\$ 650,225	\$ 282,423
Commercial real estate	850,846	-	850,846	629,886	-	629,886	445,717	-	445,717
Residential mortgage	475,488	342,207	133,281	488,955	360,106	128,849	98,951	-	98,951
Home equity	35,299	2,437	32,862	37,967	6,000	31,967	24,831	-	24,831
<b>Total NALs</b>	<b>1,818,367</b>	<b>344,644</b>	<b>1,473,723</b>	<b>1,553,094</b>	<b>366,106</b>	<b>1,186,988</b>	<b>1,502,147</b>	<b>650,225</b>	<b>851,922</b>
<b>Other real estate, net</b>									
Residential Commercial	107,954	43,623	64,331	143,856	79,596	64,260	63,058	-	63,058
Commercial	64,976	-	64,976	66,906	-	66,906	59,440	-	59,440
<b>Total other real estate, net</b>	<b>172,930</b>	<b>43,623</b>	<b>129,307</b>	<b>210,762</b>	<b>79,596</b>	<b>131,166</b>	<b>122,498</b>	<b>-</b>	<b>122,498</b>
<b>Impaired loans held for sale</b>	<b>11,287</b>	<b>-</b>	<b>11,287</b>	<b>11,887</b>	<b>-</b>	<b>11,887</b>	<b>12,001</b>	<b>-</b>	<b>12,001</b>
<b>Other NPAs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total nonperforming assets</b>	<b>\$ 2,002,584</b>	<b>\$ 388,267</b>	<b>\$ 1,614,317</b>	<b>\$ 1,775,743</b>	<b>\$ 445,702</b>	<b>\$ 1,330,041</b>	<b>\$ 1,636,646</b>	<b>\$ 650,225</b>	<b>\$ 986,421</b>
<b>Accruing restructured loans (ARLs)</b>									
Commercial	\$ 267,975	\$ -	\$ 267,975	\$ 201,508	\$ -	\$ 201,508	\$ 185,333	\$ -	\$ 185,333
Residential mortgage	158,568	-	158,568	108,011	-	108,011	82,857	-	82,857
Other	35,720	-	35,720	27,014	-	27,014	41,094	-	41,094
<b>Total ARLs</b>	<b>462,263</b>	<b>-</b>	<b>462,263</b>	<b>336,533</b>	<b>-</b>	<b>336,533</b>	<b>309,284</b>	<b>-</b>	<b>309,284</b>
<b>Total NPAs and ARLs</b>	<b>\$ 2,464,847</b>	<b>\$ 388,267</b>	<b>\$ 2,076,580</b>	<b>\$ 2,112,276</b>	<b>\$ 445,702</b>	<b>\$ 1,666,574</b>	<b>\$ 1,945,930</b>	<b>\$ 650,225</b>	<b>\$ 1,295,705</b>
NAL ratio <sup>(1)</sup>	4.72%		3.87%	3.93%		3.04%	3.66%		2.11%
NPA ratio <sup>(2)</sup>	5.18%		4.22%	4.46%		3.39%	3.97%		2.43%
NPA + ARL ratio <sup>(3)</sup>	6.37%		5.43%	5.31%		4.25%	4.72%		3.19%

<sup>(1)</sup> NAL / total loans and leases

<sup>(2)</sup> NPA / (total loans and leases + impaired loans held for sale + net other real estate + other NPAs)

<sup>(3)</sup> (NPA + ARL) / (total loans and leases + impaired loans held for sale + net other real estate + other NPAs)



156

## Nonaccrual Loans (NALs), Nonperforming Assets (NPA) & Accruing Restructured Loans (ARLs)

(in thousands)

	September 30,			2008 June 30,			March 31,		
	Total	FCMC	Non-FCMC	Total	FCMC	Non-FCMC	Total	FCMC	Non-FCMC
<b>Nonaccrual loans and leases (NALs)</b>									
Commercial and industrial	\$ 174,207	\$ -	\$ 174,207	\$ 161,345	\$ -	\$ 161,345	\$ 101,842	\$ -	\$ 101,842
Commercial real estate	298,844	-	298,844	261,739	-	261,739	183,000	-	183,000
Residential mortgage	85,163	-	85,163	62,892	-	62,892	66,466	-	66,466
Home equity	27,727	-	27,727	29,076	-	29,076	26,053	-	26,053
<b>Total NALs</b>	<b>585,941</b>	<b>-</b>	<b>585,941</b>	<b>535,042</b>	<b>-</b>	<b>535,042</b>	<b>377,361</b>	<b>-</b>	<b>377,361</b>
<b>Other real estate, net</b>									
Residential	59,302	-	59,302	59,119	-	59,119	63,675	-	63,675
Commercial	14,176	-	14,176	13,259	-	13,259	10,181	-	10,181
<b>Total other real estate, net</b>	<b>73,478</b>	<b>-</b>	<b>73,478</b>	<b>72,378</b>	<b>-</b>	<b>72,378</b>	<b>73,856</b>	<b>-</b>	<b>73,856</b>
Impaired loans held for sale	13,503	-	13,503	14,759	-	14,759	66,353	-	66,353
Other NPAs	2,397	-	2,397	2,557	-	2,557	2,836	-	2,836
<b>Total nonperforming assets</b>	<b>\$ 675,319</b>	<b>\$ -</b>	<b>\$ 675,319</b>	<b>\$ 624,736</b>	<b>\$ -</b>	<b>\$ 624,736</b>	<b>\$ 520,406</b>	<b>\$ -</b>	<b>\$ 520,406</b>
<b>Accruing restructured loans (ARLs)</b>									
Commercial	\$ 364,919	\$ 364,919	\$ -	\$ 368,379	\$ 368,379	\$ -	\$ 1,157,361	\$ 1,157,361	\$ -
Residential mortgage	71,512	-	71,512	57,802	-	57,802	45,608	-	45,608
Other	40,414	-	40,414	34,094	-	34,094	14,215	-	14,215
<b>Total ARLs</b>	<b>476,845</b>	<b>364,919</b>	<b>111,926</b>	<b>460,275</b>	<b>368,379</b>	<b>91,896</b>	<b>1,217,184</b>	<b>1,157,361</b>	<b>59,823</b>
<b>Total NPAs and ARLs</b>	<b>\$ 1,152,164</b>	<b>\$ 364,919</b>	<b>\$ 787,245</b>	<b>\$ 1,085,011</b>	<b>\$ 368,379</b>	<b>\$ 716,632</b>	<b>\$ 1,737,590</b>	<b>\$ 1,157,361</b>	<b>\$ 580,229</b>
NAL ratio <sup>(1)</sup>	1.42%		1.46%	1.30%		1.34%	0.92%		0.95%
NPA ratio <sup>(2)</sup>	1.64%		1.68%	1.52%		1.56%	1.26%		1.30%
NPA + ARL ratio <sup>(3)</sup>	2.79%		1.96%	2.64%		1.79%	4.22%		1.45%

<sup>(1)</sup> NAL / total loans and leases

<sup>(2)</sup> NPA / (total loans and leases + impaired loans held for sale + net other real estate + other NPAs)

<sup>(3)</sup> (NPA + ARL) / (total loans and leases + impaired loans held for sale + net other real estate + other NPAs)



157

## Deposits and Other Funding



158

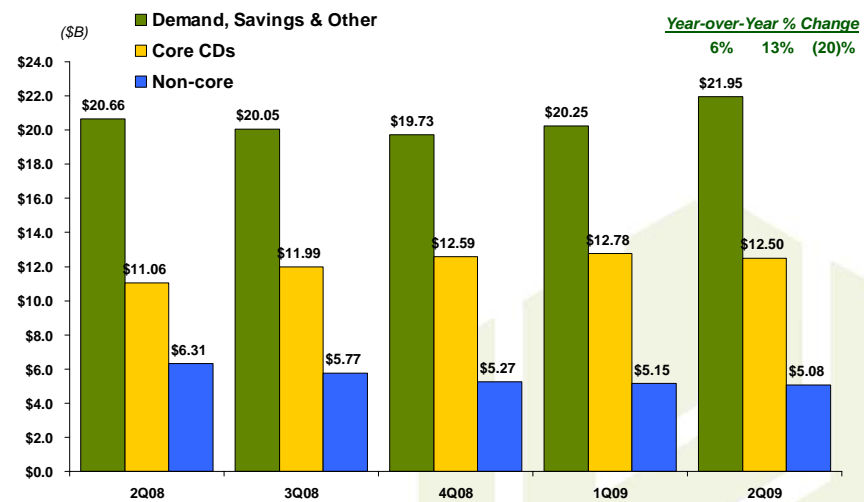
## Deposit Trends

### Prior-year Quarter

<i>(in billions)</i>	Second Quarter		Change	
	2009	2008	Amount	%
<b>Average Deposits</b>				
Demand deposits - noninterest bearing	\$ 6.0	\$ 5.1	\$ 1.0	19 %
Demand deposits - interest bearing	4.5	4.1	0.5	11
Money market deposits	6.4	6.3	0.1	1
Savings and other domestic deposits	5.0	5.2	(0.2)	(4)
Core certificates of deposit	12.5	11.1	1.4	13
Total core deposits	34.5	31.7	2.7	9
Other deposits	5.1	6.3	(1.2)	(20)
Total deposits	\$ 39.5	\$ 38.0	\$ 1.5	4 %

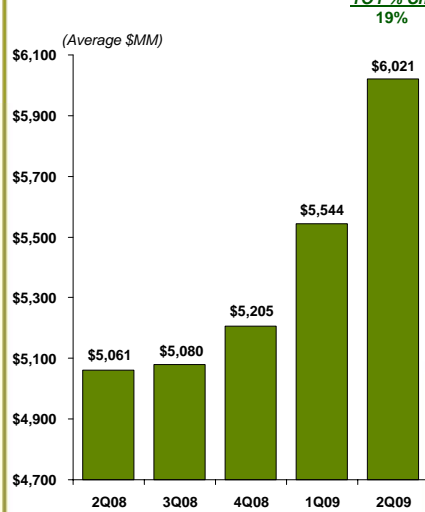
## Total Deposits

### Average Balances

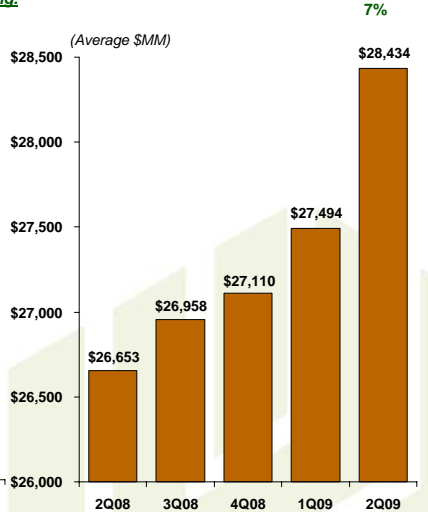


## Core Deposits

### Noninterest Bearing



### Other Core Deposits



161

## Total Core Deposit Trends

Average (\$B)	Annualized Growth <sup>(1)</sup>			
	2Q09	2Q09 v 1Q09	1Q09 v 4Q08	2Q09 v 2Q08
<b>Commercial</b>				
Demand deposits - non-int. bearing	\$ 5.0	42 %	28 %	25 %
Demand deposits - int. bearing	1.0	102	(28)	14
Collateralized public funds	1.2	11	6	(23)
Other core deposits <sup>(2)</sup>	2.2	122	12	10
Total	9.4	60	16	11
<b>Consumer</b>				
Demand deposits - non-int. bearing	1.0	-	16	(4)
Demand deposits - int. bearing	3.6	33	19	11
Other core deposits <sup>(2)</sup>	20.5	4	5	10
Total	25.1	3	7	8
<b>Total</b>				
Demand deposits - non-int. bearing	6.0	34	26	19
Demand deposits - int. bearing	4.5	46	9	11
Collateralized public funds	1.2	11	6	(23)
Other core deposits <sup>(2)</sup>	22.7	8	5	8
Total	\$ 34.5	17 %	9 %	9 %

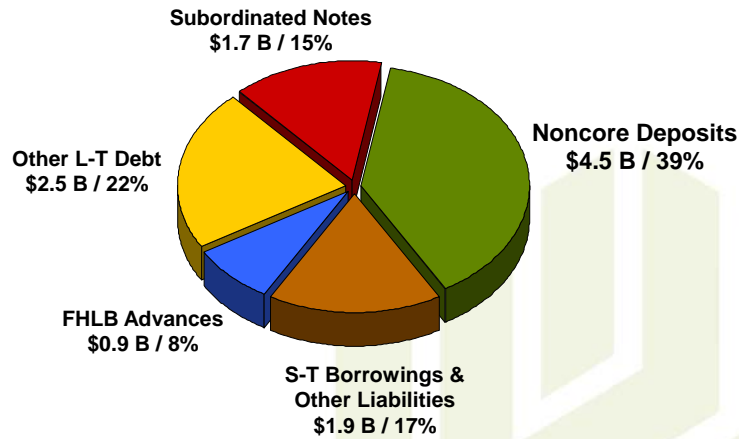
(1) Linked-quarter percent change annualized  
 (2) Includes core CDs, savings, and other deposits



162

## Other Funding – 6/30/09

**\$11.5 Billion**



## Funding Assessment <sup>(1)</sup>

### Holding Company

- Sufficient cash for operations over a twelve-month period without relying on the bank for dividends
- Next borrowing maturity not until 2013: \$50 million

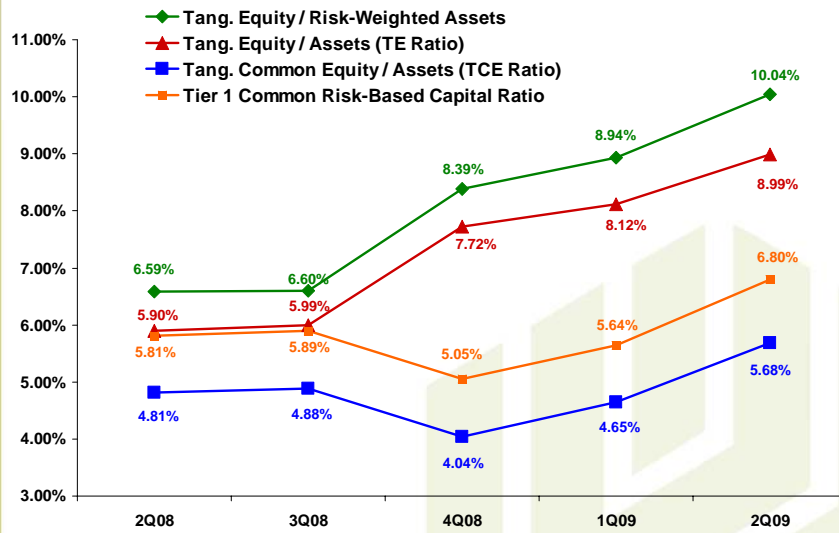
### Bank Level

- Funding expected to be met primarily through:
  1. Core deposits
  2. FHLB advances
  3. National market deposits
  4. Auto loan on-balance sheet securitizations
- \$8 billion of unused credit available
  - Discount window capacity \$5.6 billion
  - FHLB advances \$2.4 billion

# Capital



## Capital Trends <sup>(1)</sup>



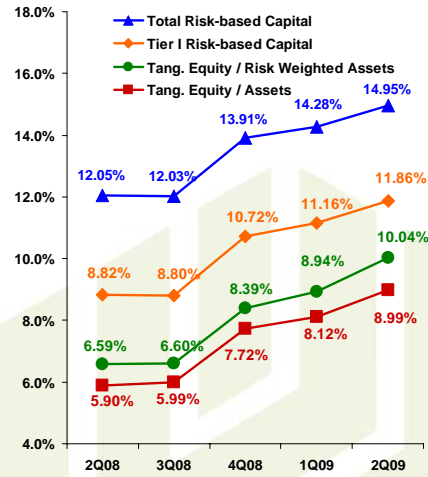
(1) End-of-period

## Capital Trends

### Shareholders' Equity



### Key Equity Ratios <sup>(1)</sup>



(1) End-of-period

167

## Capital Raising Efficiency – Detail

(\$ and shares in MM)	Tier 1 CE Raised	Shares Issued	% of O/S Shares	Tang. BV Accr/ (Dil)
<b>Huntington Bancshares <sup>(1)</sup></b>				
Franklin Credit restructuring	\$ 160	-	- %	7.8 %
1Q09 Preferred convert exchange	114	24.6	6.7 (1.1)	
1Q09 OCI TCE improvement	47	-	-	2.3
Discretionary equity issuance	192	56.9	15.6 (5.4)	
2Q09 Preferred convert exchange	92	16.5	4.5	-
Common equity offering	356	103.5	28.3 (8.6)	
Trust preferred tender	44	-	-	2.1
Sale of Visa shares	20	-	-	1.0
<b>Total</b>	<b>\$ 1,026</b>	<b>201.6</b>	<b>55.1 %</b>	<b>(3.4) %</b>
<b>KeyCorp</b>				
3(a)(9) exchange	\$ 114	13.7	2.3 %	(0.4) %
Sale of securities and assets	127	-	-	2.2
Discretionary equity issuance	986	205.4	35.2 (13.6)	
Public convertible exchange	213	29.2	5.0 (1.3)	
Trust preferred exchange	327	46.3	7.9 (2.2)	
<b>Total</b>	<b>\$ 1,767</b>	<b>294.6</b>	<b>50.4 %</b>	<b>(13.5) %</b>
<b>SunTrust</b>				
Discretionary equity issuance	\$ 257	17.7	5.0 %	(2.3) %
Common equity offering	1,562	124.2	34.8 (14.2)	
Sale of Visa shares	70	-	-	0.7
Preferred tender	94	-	-	0.9
Trust preferred tender	131	-	-	1.3
<b>Total</b>	<b>\$ 2,114</b>	<b>141.9</b>	<b>39.8 %</b>	<b>(13.2) %</b>
<b>Regions Financial</b>				
Common equity offering	\$ 1,769	460.0	66.2 %	(25.9) %
Trust preferred exchange	179	33.0	4.7 (2.3)	
Sale of Visa shares	117	-	-	1.5
<b>Total</b>	<b>\$ 2,065</b>	<b>493.0</b>	<b>70.9 %</b>	<b>(25.7) %</b>
<b>Fifth Third <sup>(2)</sup></b>				
Discretionary equity offering	\$ 986	158.0	27.4 %	(6.4) %
Convert exchange	466	60.1	10.4 (1.2)	
<b>Total</b>	<b>\$ 1,452</b>	<b>218.1</b>	<b>37.8 %</b>	<b>(6.8) %</b>
<b>BB&amp;T</b>				
Common equity offering	\$ 1,673	86.3	15.4 %	6.9 %
<b>Total</b>	<b>\$ 1,673</b>	<b>86.3</b>	<b>15.4 %</b>	<b>6.9 %</b>
<b>US Bancorp</b>				
Common equity offering	\$ 2,682	153.1	7.8 %	17.9 %
<b>Total</b>	<b>\$ 2,682</b>	<b>153.1</b>	<b>7.8 %</b>	<b>17.9 %</b>
<b>PNC Financial</b>				
Common equity offering	\$ 624	15.0	3.3 %	3.4 %
<b>Total</b>	<b>\$ 624</b>	<b>15.0</b>	<b>3.3 %</b>	<b>3.4 %</b>
<b>Median excluding HBAN</b>				
				37.8 % (6.8) %
<b>Regional banks with SCAP need <sup>(3)</sup></b>				
				39.8 % (13.2) %

<sup>(1)</sup> HBAN = impact since 12/31/08; SCAP Peers = impact since 3/31/09  
Source: Goldman Sachs & Co.

<sup>(2)</sup> Excludes impact of Processing JV announced March 30, 2009  
<sup>(3)</sup> Excludes BBT & USB



168

## Credit Ratings

		Senior <u>Notes</u>	Subordinated <u>Notes</u>	Comm'l. Paper / <u>Short-term</u>	<u>Outlook</u>
<b><u>Huntington Bancshares</u></b>					
Moody's	4/7/09	Baa2	Baa3	P-2	Negative
S&P	6/17/09	BB+	BB	B	Negative
Fitch	4/23/09	BBB	BBB-	F2	Negative
<b><u>The Huntington National Bank</u></b>					
Moody's	4/7/09	Baa1	Baa2	P-2	Negative
S&P	6/17/09	BBB-	BB+	A-3	Negative
Fitch	4/23/09	BBB+	BBB	F2	Negative



169

## Franchise



170

## Huntington Bancshares Overview

Midwest financial services holding company

Founded - 1866  
 Headquarters - Columbus, Ohio  
 Total assets - \$51 billion  
 Employees <sup>(1)</sup> - 10,252

Franchise:

Regional Banking 6 States / 11 Regions

- Retail & Commercial Banking 601 Offices / 1,369 ATMs  
 - Mortgage Banking 6 States + MD, NJ

Auto Finance & Dealer Services 6 States

Private Financial Group 6 States + FL

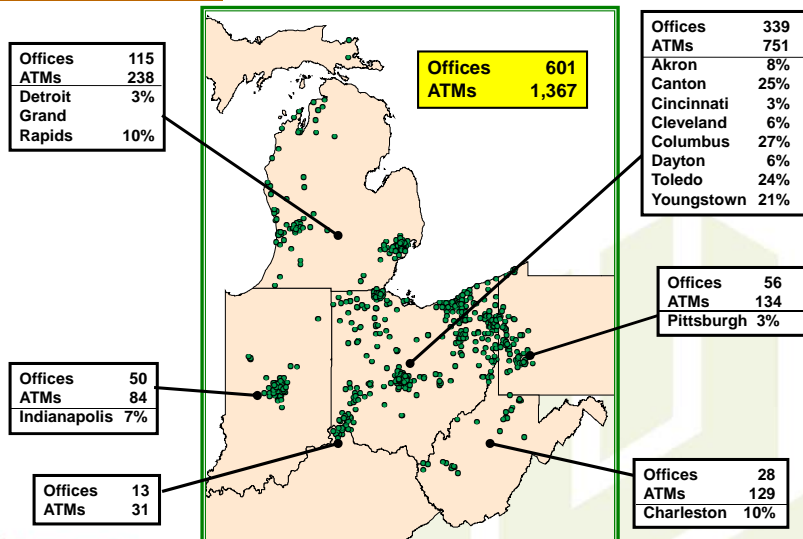
(1) Full-time equivalent (FTE)



171

## The Huntington Franchise – 6/30/09

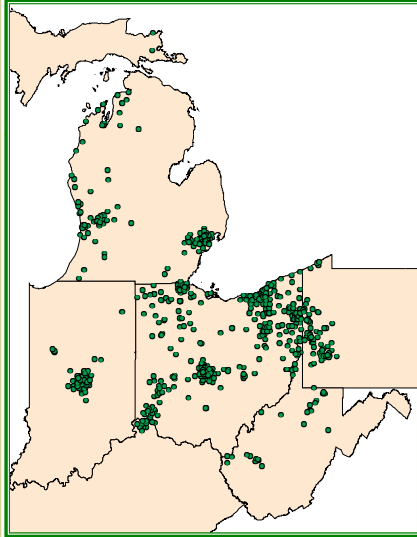
*Focus on the Midwest <sup>(1)</sup>*



(1) Excludes 3 PFG offices in FL and 2 ATMs in MD. Market share at 6/30/08

172

## A Strong Regional Presence



Source: SNL Financial, company presentations and filings  
**Huntington** FDIC deposit data as of June 30, 2008

### Deposits - Top 12 MSAs

MSA	Rank	BOs	Deposits	Share
Columbus, OH	1	69	\$8,843	27.2%
Cleveland, OH	6	62	3,631	5.7
Detroit, MI	8	44	2,582	2.8
Toledo, OH	1	42	2,324	23.5
Pittsburgh, PA	7	41	1,870	2.6
Youngstown, OH	1	40	1,783	20.9
Indianapolis, IN	4	46	1,761	6.7
Cincinnati, OH	5	38	1,739	3.1
Canton, OH	1	24	1,288	24.6
Grand Rapids, MI	3	21	1,234	10.4
Akron, OH	5	19	854	7.9
Dayton, OH	6	12	587	5.7

BOs = Banking offices

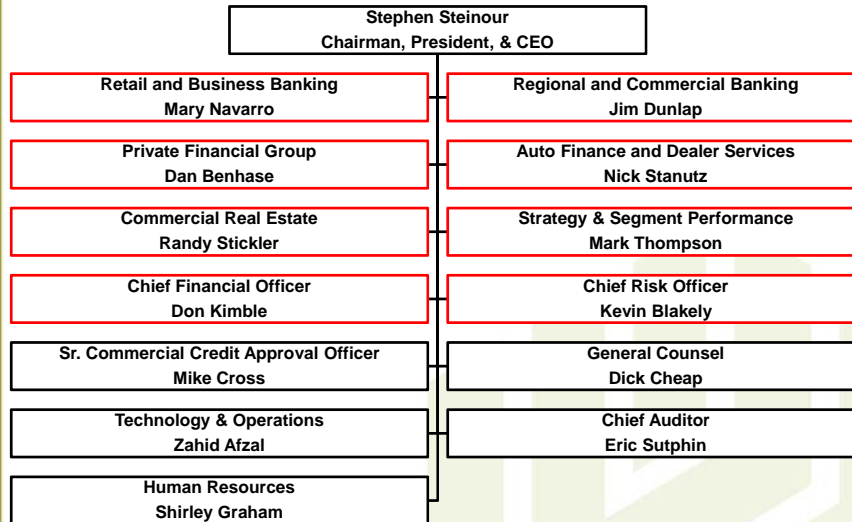
### % Deposits

#1 Share markets	45%
#1- #3 Share markets	57%

173

## Strategy, Organization and History

## Organization



## Senior Leadership Team

	Position	Appointed	Experience-Yrs	
			Banking	HBAN
Stephen Steinour	Chairman, President and CEO	1Q09	29	new
Dan Benhase	SEVP-Private Financial Group Director	2Q06	26	9
Kevin Blakely	SEVP-Chief Risk Officer	3Q09	35	new
Jim Dunlap	SEVP-Regional & Commercial Banking Director	1Q06	30	30
Don Kimble	SEVP-Chief Financial Officer	3Q04	22	5
Mary Navarro	SEVP-Retail & Business Banking Director	1Q06	32	7
Nick Stanutz	SEVP-Dealer Sales Group Director	2Q06	30	23
Randy Stickler	SEVP-Commercial Real Estate Director	1Q09	28	new
Mark Thompson	SEVP-Strategy & Segment Performance Director	2Q09	25	new
Zahid Afzal	EVP-Chief Information Officer	1Q06	25 <sup>(1)</sup>	3
Jim Baron	EVP-Consumer Segment Director	1Q07	30	5
Dick Cheap	EVP-General Counsel and Secretary	2Q98	11	11
Michael Cross	EVP-Senior Commercial Approval Officer	4Q06	29	7
Shirley Graham	EVP-Human Resources Director	1Q09	23	23
Eric Sutphin	EVP-Chief Auditor	3Q04	20	4
Peter Dunlap	President-Huntington Insurance	3Q08	17 <sup>(1)</sup>	9
Tim Barber	SVP-Credit Policy Manager	1Q99	20	11

(1) Includes outside of banking

## Regional Banking Structure

### Commercial Banking

#### Executive – Jim Dunlap

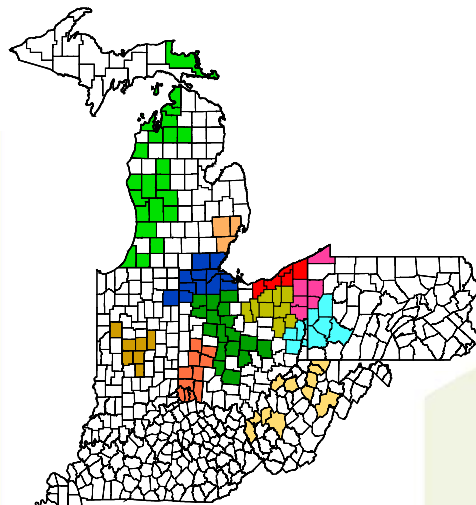
- 11 Region Presidents
- Direct reporting responsibility for:
  1. Commercial banking
  2. Treasury management sales
  3. Regional marketing / community affairs
- Increased responsibility around:
  1. New business rainmaker
  2. Portfolio and risk management
  3. Community and political influence
- Shared fate for overall region results

### Retail and Business Banking

#### Executive – Mary Navarro

- 5 Areas
- Area retail sales managers report to Mary Navarro
- Area business banking sales managers report to Jeff Rosen
- Key support / center positions
  1. Business Banking
  2. Mortgage / Consumer
  3. Administration
  4. Deposit Pricing, Product and Fees
  5. Payments & Alternative Delivery
  6. Corporate Marketing / Customer Experience

## Commercial Banking Regions



### Jim Dunlap

West Michigan

S. Ohio/KY

East Michigan

West Virginia

NW Ohio

Central Indiana

Greater Cleveland

Greater Akron/Canton

Pittsburgh

Mahoning Valley

Central Ohio

## Regional Banking Presidents

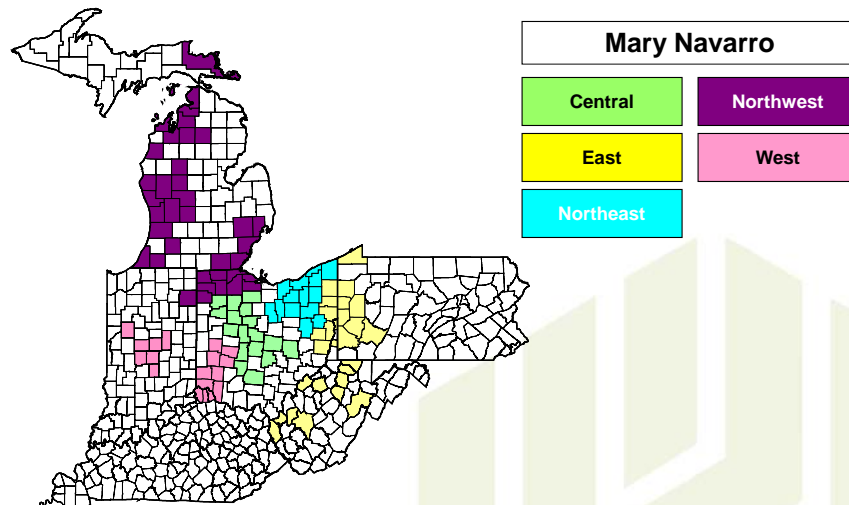
	Region	Appointed	Experience - Yrs	
			Banking	HBAN
<b>Jim Dunlap*</b>	<b>West Michigan</b>	<b>1Q06</b>	<b>30</b>	<b>30</b>
Rebecca Smith	East Michigan	1Q07	32	2
Sharon Speyer	Northwest Ohio	1Q01	21	17
Jerry Kelsheimer	Greater Cleveland	1Q05	22	14
Vincent Locher	Pittsburgh	3Q02	23	21
Jim Kunk	Central Ohio	1Q94	27	27
Mark Reitzes	Southern Ohio / KY	1Q08	23	16
Clayton Rice	West Virginia	3Q07	22	5
Rick Hull	Greater Akron/Canton	1Q06	27	27
Mike Newbold	Central Indiana	4Q06	33	6
Frank Hierro	Mahoning Valley	1Q00	30	23

\* Regional / Commercial Banking Executive



179

## Retail and Business Banking Areas



180

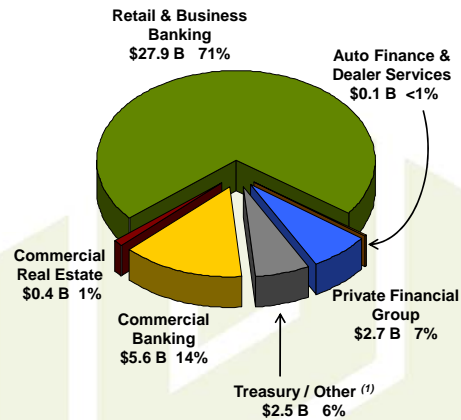
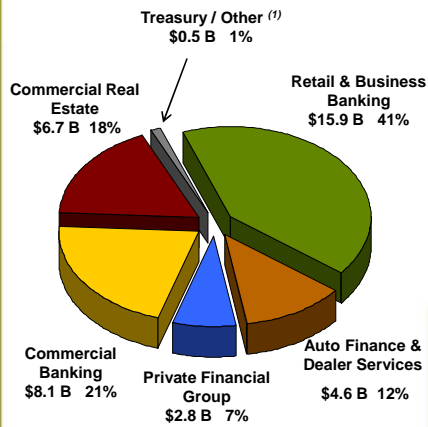
# Business Segment Summary



## Business Segment Loans & Deposits – 6/30/09

**Total Credit Exposure - \$38.5 B**

**Total Deposits - \$39.2 B**

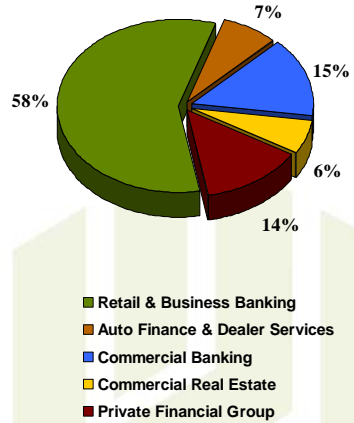


(1) Includes Franklin

## Business Segment Revenue <sup>(1)</sup> Contribution

### Revenue <sup>(2)</sup>

(\$MM)	2Q09	2Q08	Better (Worse)	
Retail & Business Banking	\$387.3	\$361.9	\$ 25.4	7%
Auto Finance & Dealer Services	49.2	51.8	(2.6)	-5%
Commercial Banking	98.4	103.4	(5.0)	-5%
Commercial Real Estate	42.7	43.3	(0.6)	-1%
Private Financial Group	91.2	88.1	3.1	4%
Subtotal	668.9	648.5	20.4	3%
Treasury/Other <sup>(3)</sup>	(51.9)	(16.6)	(35.3)	NM
Total	\$617.1	\$631.9	\$(14.9)	-2%



- (1) Revenue – Fully Taxable Equivalent  
 (2) Excludes Treasury/Other  
 (3) Includes Franklin