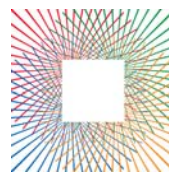


news release



The **BANK**
of **NEW YORK**

IMMEDIATELY

**THE BANK OF NEW YORK COMPANY, INC. REPORTS
SECOND QUARTER EPS OF 52 CENTS;
SECURITIES SERVICING REVENUE UP 8% OVER SECOND QUARTER 2004
STRONG NET INTEREST INCOME GROWTH
POSITIVE OPERATING LEVERAGE**

NEW YORK, N.Y., July 20, 2005 -- The Bank of New York Company, Inc. (NYSE: BK) reported today second quarter net income of \$398 million and diluted earnings per share of 52 cents, compared with net income of \$371 million and diluted earnings per share of 48 cents in the second quarter of 2004, and net income of \$379 million and diluted earnings per share of 49 cents in the first quarter of 2005. Year-to-date net income was \$777 million, or \$1.00 of diluted earnings per share, compared to \$735 million, or 94 cents of diluted earnings per share in 2004.

Second Quarter 2005 Highlights

- Securities servicing fees increased by 8% compared to the second quarter of 2004 and 3% sequentially to \$776 million, driven by strong growth in investor services on a year-over-year basis while issuer services was strong sequentially.
- Net interest income grew by 12% versus the second quarter of last year and 3% on a sequential quarter basis reflecting the Company's sound interest rate positioning and strong liquidity generated by its core servicing businesses.
- Positive operating leverage, reflecting top-line growth and tight operating expense control.
- Foreign exchange and other trading revenues grew by 3% compared to the second quarter 2004 and 7% on a sequential quarter basis reflecting continued strong customer flows and a trending market in foreign exchange.
- Private client services and asset management revenue increased by 8% versus the second quarter of 2004 reflecting growth in assets at Ivy Asset Management. On a sequential quarter basis revenues were up 1%.
- Continued excellent credit performance.
- Acquired on July 1, 2005 Lynch, Jones & Ryan, Inc., a leader in providing commission recapture services to institutional clients.
- Active capital management as the Company repurchased 7.7 million shares during the quarter.

Chairman and Chief Executive Officer Thomas A. Renyi stated, "Our results for the quarter reflect a strong, balanced performance – broad-based revenue growth coupled with focused expense control. This produced solid positive operating leverage, which has been a primary

objective and is satisfying to see. We do recognize that this performance only begins to reflect the progress of our growth and efficiency initiatives and the full potential of our franchise.

“We see significant opportunity to further expand our market share in our core businesses. Our success in capturing new business over the last six months shows we have the competitive strength and aggressive posture needed to capitalize on every opportunity. We will continue to work to do just that, while also carefully managing our costs.”

SECURITIES SERVICING FEES

(In Millions)	2Q05	1Q05	2Q04	Percent Inc/(Dec)		Year-to-date		Percent Inc/(Dec)
				2Q05 vs. 1Q05	2Q05 vs. 2Q04	2005	2004	
Execution and Clearing Services	\$ 294	\$ 293	\$ 279	-%	5%	\$ 587	\$ 582	1%
Investor Services	265	263	229	1	16	528	455	16
Issuer Services	159	139	155	14	3	298	292	2
Broker-Dealer Services	58	56	53	4	9	114	103	11
Securities Servicing Fees	<u>\$ 776</u>	<u>\$ 751</u>	<u>\$ 716</u>	3	8	<u>\$ 1,527</u>	<u>\$ 1,432</u>	7

Securities servicing fees in the second quarter of 2005 were up from the second quarter of 2004 and from the first quarter of 2005, reflecting strong growth in issuer services sequentially and in investor services and broker-dealer services versus the prior year.

Execution and clearing includes institutional agency brokerage, electronic trading, transition management services, independent research and through Pershing, correspondent clearing services such as clearing, execution, financing, and custody for introducing broker-dealers. The second quarter of 2005 was up from 2004 as modest growth at Pershing was offset by weakness in the execution business. Fees for execution and clearing were essentially unchanged from the first quarter of 2005. In execution services, higher transition management revenue and additional trading days helped to offset the decline in daily trading volumes. Pershing’s continuing strategic shift to more value-added, fee-based services helped offset weaker transaction-based revenue.

Investor services, which includes global fund services, global custody, securities lending, global liquidity services and outsourcing, was up significantly from the second quarter of 2004 and up slightly from the first quarter of 2005. Year-over-year results reflect strong performance across all business lines. Global fund services was favorably impacted by new business and higher international transaction volumes. Securities lending improved year-over-year and sequentially due to continued growth in new business and robust demand for Treasury collateral. Sequential performance reflects strong results in securities lending offset by the negative impact on global custody of lower transaction volumes in Europe. Assets under custody rose to \$10.3 trillion as of June 30, 2005, from \$8.7 trillion at June 30, 2004 and \$9.9 trillion at March 31, 2005.

Issuer services, which includes corporate trust, depositary receipts and stock transfer, increased versus the second quarter of 2004 and showed strong growth sequentially. The increase versus the second quarter of 2004 primarily reflects higher corporate trust fees due to continued strength in international issuance and structured products. The new business wins in corporate trust are driven by the Company’s introduction of new products, analytic tools, and

expanded capacity. The sequential quarter increase reflects higher depositary receipts fees due to seasonally higher dividend activity and an increase in corporate trust fees due to new business wins in municipal and structured products.

Broker-dealer services, which includes government securities clearance and collateral management, increased over both the second quarter of 2004 and the first quarter of 2005, as a result of increased collateral management activity and higher volumes in securities clearance.

NONINTEREST INCOME

(In Millions)	2Q05	1Q05	2Q04	Percent Inc/(Dec)		Year-to-date		Percent Inc/(Dec)
				2Q05 vs. 1Q05	2Q05 vs. 2Q04	2005	2004	
Servicing Fees								
Securities	\$ 776	\$ 751	\$ 716	3%	8%	\$ 1,527	\$ 1,432	7%
Global Payment Services	76	75	83	1	(8)	151	162	(7)
	852	826	799	3	7	1,678	1,594	5
Private Client Services and Asset Management Fees								
Asset Management Fees	122	121	113	1	8	243	221	10
Service Charges and Fees	103	92	93	12	11	195	189	3
Foreign Exchange and Other Trading Activities								
Other Trading Activities	103	96	100	7	3	199	206	(3)
Securities Gains	23	12	12	92	92	35	45	(22)
Other*	53	31	39	71	36	84	121	(31)
Total Noninterest Income	\$1,256	\$1,178	\$1,156	7	9	\$ 2,434	\$ 2,376	2

* See Note (3).

The second quarter of 2005 increase in noninterest income versus both the year ago quarter and the sequential quarter reflects broadly stronger performance in securities servicing, service charges and fees, securities gains, and other income.

Global payment services fees were lower than the second quarter and year-to-date periods of 2004 and essentially unchanged on a sequential quarter basis. The decline reflects customers choosing to pay with higher compensating balances, which benefits net interest income, partially offset by new business. On an invoiced services basis, total revenue was up 5% over the second quarter of 2004 and 4% sequentially as new business wins were driven by new capabilities in processing cross-border transactions as well as remote check deposit.

Private client services and asset management fees for the second quarter were up significantly from the second quarter of 2004 reflecting growth in fees at Ivy Asset Management. The small sequential quarter increase reflects seasonally higher private client fees partially offset by a slight decline in fees at Ivy Asset Management. Total assets under management were \$106 billion, up from \$93 billion a year ago and \$104 billion at March 31, 2005.

Service charges and fees were up from the second quarter of 2004 and from the first quarter of 2005. For the second quarter and first six months of 2005, service charges and fees were up from 2004, reflecting higher capital markets fees. The sequential quarter increase reflects higher capital markets fees due to increased loan syndication and advisory fees.

Foreign exchange and other trading revenues were up slightly from the second quarter of 2004 and increased significantly on a sequential quarter basis. In comparison to the second quarter of 2004 the improved results reflect new business wins as well as improved results in interest rate derivatives. Sequential quarter results were paced by new business wins in foreign exchange, seasonal activity tied to dividends and a trending currency market.

Securities gains in the second quarter were up compared with the second quarter of 2004 and the first quarter of 2005. The increase reflects higher gains in the Company's sponsor fund portfolio. Securities gains declined in the first six months of 2005 versus a year ago reflecting \$19 million of realized gains on four sponsor fund investments recorded in the first quarter of 2004.

Other noninterest income increased versus the second quarter of 2004 and the sequential quarter. The second quarter and year-to-date periods of 2005 include a \$17 million gain on the sale of the Company's interest in Financial Models Company, Inc. In the six months ended June 30, 2005, other noninterest income was down from the six months ended June 30, 2004 primarily reflecting a 2004 pre-tax gain of \$48 million on the sale of a portion of the Company's investment in Wing Hang Bank Limited. See Note 1.

NET INTEREST INCOME

(Dollars in millions)				Percent Inc/(Dec)		Year-to-date			Percent Inc/(Dec)	
	2Q05	1Q05	2Q04	2Q05 vs. 1Q05	2Q05 vs. 2Q04	2005	2004 Reported	2004 Core**	Reported	Core**
Net Interest Income	\$ 470	\$ 455	\$ 421	3%	12%	\$ 925	\$ 689	\$ 834	34%	11%
Tax Equivalent Adjustment*	7	7	8			14	14	14		
Net Interest Income on a Tax Equivalent Basis	<u>\$ 477</u>	<u>\$ 462</u>	<u>\$ 429</u>	3	11	<u>\$ 939</u>	<u>\$ 703</u>	<u>\$ 848</u>	34	11
Net Interest Rate Spread	1.84%	1.93%	1.84%			1.89%	1.49%	1.84%		
Net Yield on Interest Earning Assets	2.34	2.36	2.09			2.35	1.73	2.08		

* See Note (2).

** Excludes SFAS 13 adjustment. See Note (1).

The increases in net interest income over 2004 reflect the Company's positioning to benefit from the rise in short-term rates, as well as customers' increasing use of compensating balances to pay for services. The increase from the first quarter of 2005 is due to sound interest rate positioning, driven in part by the expansion of deposit spreads and increased liquidity generated by servicing activities including custody, clearing and corporate trust. The increase in liquidity reflects a solid level of activity through these businesses.

NONINTEREST EXPENSE AND INCOME TAXES

(In Millions)	2Q05	1Q05	2Q04	Percent Inc/(Dec)		Year-to-date		Percent Inc/(Dec)
				2Q05 vs. 1Q05	2Q05 vs. 2Q04	2005	2004	
Salaries and Employee Benefits	\$ 640	\$ 618	\$ 570	4%	12%	\$ 1,258	\$ 1,144	10%
Net Occupancy	82	78	72	5	14	160	153	5
Furniture and Equipment	51	52	51	(2)	-	103	102	1
Clearing	42	46	44	(9)	(5)	88	92	(4)
Sub-custodian Expenses	24	23	22	4	9	47	44	7
Software	55	53	50	4	10	108	99	9
Communications	22	23	23	(4)	(4)	45	47	(4)
Amortization of Intangibles	10	8	8	25	25	18	16	13
Other	197	176	172	12	15	373	328	14
Total Noninterest Expense	<u>\$ 1,123</u>	<u>\$ 1,077</u>	<u>\$ 1,012</u>	4	11	<u>\$ 2,200</u>	<u>\$ 2,025</u>	9

Noninterest expense for the second quarter of 2005 was up compared with the second quarter of 2004 and the first quarter of 2005. The increase versus the year ago quarter reflects staffing costs associated with new business, as well as higher pension and option expenses, expanded occupancy costs associated with business continuity, and higher consulting expenses in other expense. The sequential increase reflects higher salaries and employee benefits tied to new business and revenue growth, higher severance of \$5 million, and incremental option expense of \$4 million. The year 2005 is the third and final year the adoption of expensing stock options will impact year-over-year expense comparisons. Other expenses were impacted by legal costs which increased by \$12 million, including the accrual of \$10 million for the potential settlement of certain regulatory matters previously disclosed, and higher seasonal travel expenses.

Relative to the second quarter of 2004, salaries and employee benefits expense increased reflecting higher pension and stock option expense as well as higher staffing levels associated with growth in investor services and expansion of certain staff functions. Salaries and employee benefits expense for the second quarter increased on a sequential quarter basis, reflecting higher incentives tied to improved revenues and a \$5 million increase in severance as the Company accelerated the migration of staff to lower cost locations, as well as an additional \$4 million of stock option expense related to grants awarded in March 2005. For the first six months of 2005, salaries and employee benefit expense also was higher, reflecting many of these same factors.

Occupancy expenses were up sequentially partly reflecting a write-off associated with Ivy's move to a new location. On a year-to-date basis, occupancy expenses were up from 2004 primarily reflecting higher energy costs and business continuity initiatives. Occupancy expense in 2004 included lease termination expenses of \$8 million recorded in the first quarter of 2004.

The increase in software expense versus a year ago reflects spending and development to support business growth, with the sequential quarter comparison largely reflecting a \$3 million software write-off.

The effective tax rate for the second quarter of 2005 was 33.4%, compared to 33.1% in the second quarter of 2004 and 33.1% in the first quarter of 2005. The effective tax rate for the six months period ended June 30, 2005 was 33.3%, compared with 27.8% for the six months period

ended June 30, 2004. The increase in the year-to-date period reflects the benefit associated with the SFAS 13 leasing adjustment related to the Company's leasing portfolio in the first quarter of 2004. The effective tax rates in all periods reflect a reclassification related to Section 42 tax credits. See Note 3.

CREDIT LOSS PROVISION AND NET CHARGE-OFFS

(In millions)	Year-to-date				
	2Q05	1Q05	2Q04	2005	2004
Provision	\$ 5	\$ (10)	\$ 10	\$ (5)	\$ 22
Net Charge-offs:					
Commercial	\$ (2)	\$ (3)	\$ (11)	\$ (5)	\$ (16)
Foreign	(4)	-	(8)	(4)	(18)
Regional Commercial	2	(2)	-	-	-
Consumer	(7)	(5)	(6)	(12)	(17)
Total	\$ (11)	\$ (10)	\$ (25)	\$ (21)	\$ (51)

LOANS

(Dollars in millions)	June 30, 2005	March 31, 2005	June 30, 2004
Margin Loans	\$ 6,055	\$ 6,038	\$ 6,114
Non-Margin Loans	34,626	32,726	32,091
Total Loans	\$ 40,681	\$ 38,764	\$ 38,205
Allowance for Loan Losses	\$ 562	\$ 583	\$ 598
Allowance for Lending-Related Commitments	148	133	177
Total Allowance for Credit Losses	\$ 710	\$ 716	\$ 775
Allowance for Loan Losses			
As a Percent of Total Loans	1.38%	1.50%	1.57%
Allowance for Loan Losses			
As a Percent of Non-Margin Loans	1.62	1.78	1.86
Total Allowance for Credit Losses			
As a Percent of Total Loans	1.75	1.85	2.03
Total Allowance for Credit Losses			
As a Percent of Non-Margin Loans	2.05	2.19	2.42

NONPERFORMING ASSETS

(Dollars in millions)	June 30, 2005	March 31, 2005	Change 6/30/05 vs. 3/31/05	Percent Inc/(Dec)
Loans:				
Commercial	\$ 78	\$ 124	\$ (46)	(37)%
Foreign	15	19	(4)	(21)
Other	47	49	(2)	(4)
Total Nonperforming Loans	140	192	(52)	(27)
Other Real Estate	-	-	-	-
Total Nonperforming Assets	\$ 140	\$ 192	\$ (52)	(27)

Nonperforming Assets Ratio	0.4%	0.6%
Allowance for Loan Losses /Nonperforming Loans	400.5	304.0
Allowance for Loan Losses /Nonperforming Assets	400.5	304.0
Total Allowance for Credit Losses /Nonperforming Loans	506.1	373.4
Total Allowance for Credit Losses /Nonperforming Assets	506.1	373.4

The sequential quarter decrease in nonperforming loans primarily reflects the disposition of a \$36 million loan to a retailer, as well as charge-offs.

OTHER DEVELOPMENTS

On July 1, 2005, the Company acquired Lynch, Jones & Ryan, Inc. (“LJR”), a subsidiary of Instinet Group. LJR is the pioneer and premier provider of commission recapture programs, with over 30 years experience in providing value-added trading services to institutional investors who comprise 1,400 plan sponsor funds, with more than \$2.2 trillion in assets. LJR’s headquarters are in New York, with regional offices in Chicago, Dallas, and San Francisco and a presence in London, Tokyo and Sydney. The acquisition of LJR bolsters the Company’s position as the leading provider of agency brokerage and commission management services, and reinforces its long-standing commitment to the plan sponsor and institutional fund community around the world.

In June 2005, the Company and Trust Company of Australia Ltd. (Trust) formed a joint venture that will provide securitization trustee and other agency-related services to Australian-based issuers of debt. The new company will combine Trust’s strong local infrastructure and market presence with the Company’s global experience and expertise to provide a wide range of trustee and agency services. The joint venture, based in Sydney, begin operating in early June 2005. The joint venture presents the Company with a significant opportunity to expand its footprint in Australia and to capitalize on the sizeable growth potential in the securitization market across a variety of asset classes.

In July 2005, the Bank of New York and BHF-BANK established BHF BNY Securities Services GmbH as a jointly held subsidiary. Based in Frankfurt am Main, the new company will market Global Custody (Depotbank) services for German investment companies, and securities custody and settlement services for the national and international direct investments of institutional investors.

In the second quarter of 2005, the Company sold its 28% equity investment in BNY Inter Maritime Bank, a Swiss private bank. The Company did not record a gain or loss on the sale.

In July 2005, the Company signed a definitive agreement to acquire the bond administration business of Marshall & Ilsley Trust Company N.A., and M&I Marshall & Ilsley Bank (together, "M&I"), where they act as bond trustee, paying/fiscal agent, master trustee, transfer agent and/or registrar. The transaction involves the acquisition of approximately 560 bond trusteeships and agency appointments, representing \$4.8 billion of principal debt outstanding for an estimated 225 clients. The transaction is expected to close in the third quarter of 2005.

In July 2005, the Company raised its quarterly dividend by 5% to 21 cents per share payable August 4, 2005 to shareholders of record on July 26, 2005.

In July 2005, the Company announced that its board of directors has approved a new share buyback program, which authorizes the Company to purchase 20 million shares on the open market.

CONFERENCE CALL INFORMATION

Thomas A. Renyi, chairman and chief executive officer, and Bruce W. Van Saun, senior executive vice president and chief financial officer, will review the quarterly results in a live conference call and audio webcast today at 8:00 a.m. ET.

The presentation will be accessible from the Company's website at

- www.bankofny.com/earnings and
- By telephone at (888)677-2456 within the United States or (517)623-4161 internationally.
- Passcode is "The Bank of New York."
- Replay of the call will be available through the Company's website and also by telephone at (866)513-9973 within the United States or (203)369-1999 internationally.

The Bank of New York Company, Inc. (NYSE: BK) is a global leader in providing a comprehensive array of services that enable institutions and individuals to move and manage their financial assets in more than 100 markets worldwide. The Company has a long tradition of collaborating with clients to deliver innovative solutions through its core competencies: securities servicing, treasury management, investment management, and individual & regional banking services. The Company's extensive global client base includes a broad range of leading financial institutions, corporations, government entities, endowments and foundations. Its principal subsidiary, The Bank of New York, founded in 1784, is the oldest bank in the United States and has consistently played a prominent role in the evolution of financial markets worldwide.

Notes:

(1) Other First Quarter Developments in 2004 is summarized in the following tables:

(In millions) Item	Applicable Quarter	Income Statement Caption	Pre-Tax Income	Tax	After-Tax Income
Net Interest Income^(a)					
SFAS 13 cumulative lease adjustment – leasing portfolio	First	Net Interest Income	\$ (145)	\$ 113	\$ (32)
Noninterest Income^(b)					
Gain on sale of Wing Hang	First	Other Income	48	(21)	27
Gain on sponsor fund investments	First	Securities Gains	19	(7)	12
Subtotal – Noninterest Income			67	(28)	39
Noninterest Expense^(c)					
Severance tied to relocations	First	Salaries and Employee Benefits	(10)	4	(6)
Lease terminations	First	Net Occupancy	(8)	3	(5)
Subtotal – Noninterest Expense			(18)	7	(11)
Total			\$ (96)	\$ 92	\$ (4)

(a) An after-tax charge of \$32 million resulting from a cumulative adjustment to the leasing portfolio, which was triggered under Statement of Financial Accounting Standards No. 13 “Accounting for Leases” (“SFAS 13”) by the combination of a reduction in state and local taxes and a restructuring of the lease portfolio completed in the first quarter. The SFAS 13 adjustment impacts the timing of lease income reported by the Company, and resulted in a reduction in net interest income of \$145 million, offset by tax benefits of \$113 million.

(b) A \$27 million after-tax gain on the sale of a portion of the Company’s interest in Wing Hang Bank Limited (“Wing Hang”), a Hong Kong based bank, which was recorded in other income, and \$19 million (\$12 million after-tax) of higher than anticipated securities gains in the first quarter resulting from realized gains on sponsor fund investments in Kinkos, Inc., Bristol West Holdings, Inc., Willis Group Holdings, Ltd., and True Temper Sports, Inc.

(c) The Company also took several actions associated with its long-term cost reduction initiatives. These actions included an after-tax severance charge of \$6 million related to staff reductions tied to job relocations and a \$5 million after-tax charge for terminating high cost leases associated with the staff redeployments.

(2) A number of amounts related to net interest income are presented on a “taxable equivalent basis”. The Company believes that this presentation provides comparability of net interest income arising from both taxable and tax-exempt sources and is consistent with industry standards.

(3) The Company participates in unconsolidated investments that own real estate qualifying for low income housing tax credits based on Section 42 of the Internal Revenue Code. The Company’s share of operating losses generated by these investments is recorded as other income.

The Company has historically netted the tax credits generated by these investments against the related operating losses. The Company has reviewed this accounting method and has decided to record these tax credits as a reduction of income tax expense. Prior period results for other income and income tax expense have been reclassified and did not have an impact on net income. See pages 38 to 40 of the Company's March 31, 2005 Form 10-Q.

FORWARD LOOKING STATEMENTS

All statements in this press release other than statements of historical fact are forward looking statements including, among other things, projections with respect to revenue and earnings and the Company's plans and objectives and as such are subject to risks and uncertainties that could cause actual results to differ materially from those expressed in the forward looking statements. These include lower than expected performance or higher than expected costs in connection with acquisitions and integration of acquired businesses, the level of capital market and trading activity, changes in customer credit quality, market performance, the effects of capital reallocation, portfolio performance, changes in regulatory expectations and standards, ultimate differences from management projections or market forecasts, the actions that management could take in response to these changes and other factors described under the heading "Forward Looking Statements and Factors That Could Affect Future Results" in the Company's 2004 Form 10-K and First Quarter 2005 Form 10-Q which have been filed with the SEC and are available at the SEC's website (www.sec.gov).

Forward looking statements speak only as of the date they are made. The Company will not update forward looking statements to reflect factual assumptions, circumstances or events that have changed after a forward looking statement was made.

(Financial highlights and detailed financial statements are attached.)

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THE BANK OF NEW YORK COMPANY, INC.
Financial Highlights
(Dollars in millions, except per share amounts)
(Unaudited)

Quarter	June 30, 2005	March 31, 2005	June 30, 2004
Revenue (tax equivalent basis)	\$ 2,077	\$ 1,917	\$ 1,775
Net Income	398	379	371
Basic EPS	0.52	0.49	0.48
Diluted EPS	0.52	0.49	0.48
Cash Dividends Per Share	0.20	0.20	0.20
Return on Average Common Shareholders' Equity	17.12%	16.52%	17.14%
Return on Average Assets	1.59	1.55	1.49
Efficiency Ratio	65.7	66.2	63.9
<u>Year-to-date</u>			
Revenue (tax equivalent basis)	\$ 3,995	\$ 1,917	\$ 3,450
Net Income	777	379	735
Basic EPS	1.01	0.49	0.95
Diluted EPS	1.00	0.49	0.94
Cash Dividends Per Share	0.40	0.20	0.39
Return on Average Common Shareholders' Equity	16.82%	16.52%	17.15%
Return on Average Assets	1.57	1.55	1.48
Efficiency Ratio	65.9	66.2	66.3
Assets	\$ 103,063	\$ 96,537	\$ 97,536
Loans	40,681	38,764	38,205
Securities	25,779	23,907	22,986
Deposits - Domestic	37,921	33,634	36,279
- Foreign	26,076	25,328	24,781
Long-Term Debt	7,586	7,389	6,025
Common Shareholders' Equity	9,471	9,335	8,785
Common Shareholders' Equity Per Share	\$ 12.29	\$ 12.02	\$ 11.29
Market Value Per Share of Common Stock	28.78	29.05	29.48
Allowance for Loan Losses as a Percent of Total Loans	1.38%	1.50%	1.57%
Allowance for Loan Losses as a Percent of Non-Margin Loans	1.62	1.78	1.86
Total Allowance for Credit Losses as a Percent of Total Loans	1.75	1.85	2.03
Total Allowance for Credit Losses as a Percent of Non-Margin Loans	2.05	2.19	2.42
Tier 1 Capital Ratio	8.06	8.13	7.70
Total Capital Ratio	12.48	12.54	11.63
Leverage Ratio	6.55	6.56	6.00
Tangible Common Equity Ratio	5.26	5.48	4.95
Employees	22,993	23,160	23,001
Assets Under Custody (In trillions)			
Total Assets Under Custody	\$ 10.3	\$ 9.9	\$ 8.7
Equity Securities	35%	34%	34%
Fixed Income Securities	65	66	66
Cross-Border Assets Under Custody	\$ 2.9	\$ 2.8	\$ 2.4
Assets Under Administration (In billions)	\$ 33	\$ 33	\$ 32
Assets Under Management (In billions)			
Total Assets Under Management	\$ 106	\$ 104	\$ 93
Equity Securities	34%	34%	36%
Fixed Income Securities	21	21	22
Alternative Investments	15	15	14
Liquid Assets	30	30	28

THE BANK OF NEW YORK COMPANY, INC.
Consolidated Statements of Income
(Dollars in millions, except per share amounts)
(Unaudited)

	For the three months ended June 30,		For the six months ended June 30,	
	2005	2004	2005	2004
<u>Interest Income</u>				
Loans	\$ 367	\$ 272	\$ 708	\$ 389
Margin loans	62	35	117	69
Securities				
Taxable	233	180	440	360
Exempt from Federal Income Taxes	10	10	19	19
	<u>243</u>	<u>190</u>	<u>459</u>	<u>379</u>
Deposits in Banks	67	78	138	147
Federal Funds Sold and Securities Purchased Under Resale Agreements	36	17	64	33
Trading Assets	39	9	61	23
	<u>814</u>	<u>601</u>	<u>1,547</u>	<u>1,040</u>
<u>Interest Expense</u>				
Deposits	220	126	404	244
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	7	3	14	5
Other Borrowed Funds	25	9	38	18
Customer Payables	28	12	53	24
Long-Term Debt	64	30	113	60
	<u>344</u>	<u>180</u>	<u>622</u>	<u>351</u>
Net Interest Income	470	421	925	689
Provision for Credit Losses	5	10	(5)	22
Net Interest Income After Provision for Credit Losses	<u>465</u>	<u>411</u>	<u>930</u>	<u>667</u>
<u>Noninterest Income</u>				
Servicing Fees				
Securities	776	716	1,527	1,432
Global Payment Services	76	83	151	162
	<u>852</u>	<u>799</u>	<u>1,678</u>	<u>1,594</u>
Private Client Services and Asset Management Fees	122	113	243	221
Service Charges and Fees	103	93	195	189
Foreign Exchange and Other Trading Activities	103	100	199	206
Securities Gains	23	12	35	45
Other	53	39	84	121
	<u>1,256</u>	<u>1,156</u>	<u>2,434</u>	<u>2,376</u>
<u>Noninterest Expense</u>				
Salaries and Employee Benefits	640	570	1,258	1,144
Net Occupancy	82	72	160	153
Furniture and Equipment	51	51	103	102
Clearing	42	44	88	92
Sub-custodian Expenses	24	22	47	44
Software	55	50	108	99
Communications	22	23	45	47
Amortization of Intangibles	10	8	18	16
Other	197	172	373	328
	<u>1,123</u>	<u>1,012</u>	<u>2,200</u>	<u>2,025</u>
Income Before Income Taxes	598	555	1,164	1,018
Income Taxes	200	184	387	283
Net Income	<u>\$ 398</u>	<u>\$ 371</u>	<u>\$ 777</u>	<u>\$ 735</u>
	=====	=====	=====	=====
<u>Per Common Share Data:</u>				
Basic Earnings	\$ 0.52	\$ 0.48	\$ 1.01	\$ 0.95
Diluted Earnings	0.52	0.48	1.00	0.94
Cash Dividends Paid	0.20	0.20	0.40	0.39
Diluted Shares Outstanding	772	779	775	778

THE BANK OF NEW YORK COMPANY, INC.
Consolidated Balance Sheets
(Dollars in millions, except per share amounts)
(Unaudited)

	June 30, 2005	December 31, 2004
Assets		
Cash and Due from Banks	\$ 2,957	\$ 3,886
Interest-Bearing Deposits in Banks	7,061	8,192
Securities		
Held-to-Maturity	2,183	1,886
Available-for-Sale	23,596	21,916
	25,779	23,802
Trading Assets at Fair Value	6,632	4,627
Federal Funds Sold and Securities Purchased		
Under Resale Agreements	7,194	5,708
Loans (less allowance for loan losses of \$562 in 2005 and \$591 in 2004)	40,119	35,190
Premises and Equipment	1,050	1,097
Due from Customers on Acceptances	120	137
Accrued Interest Receivable	331	285
Goodwill	3,492	3,477
Intangible Assets	785	793
Other Assets	7,543	7,335
	\$ 103,063	\$ 94,529
Liabilities and Shareholders' Equity		
Deposits		
Noninterest-Bearing (principally domestic offices)	\$ 18,485	\$ 17,442
Interest-Bearing		
Domestic Offices	19,898	18,692
Foreign Offices	25,614	22,587
	63,997	58,721
Federal Funds Purchased and Securities		
Sold Under Repurchase Agreements	1,415	1,205
Trading Liabilities	3,088	2,873
Payables to Customers and Broker-Dealers	8,647	8,664
Other Borrowed Funds	1,058	533
Acceptances Outstanding	121	139
Accrued Taxes and Other Expenses	4,442	4,452
Accrued Interest Payable	123	113
Other Liabilities (including allowance for lending-related commitments of \$148 in 2005 and \$145 in 2004)	3,115	2,418
Long-Term Debt	7,586	6,121
	93,592	85,239
Shareholders' Equity		
Common Stock-par value \$7.50 per share, authorized 2,400,000,000 shares, issued 1,047,761,908 shares in 2005 and 1,044,841,603 shares in 2004	7,858	7,836
Additional Capital	1,820	1,790
Retained Earnings	6,618	6,162
Accumulated Other Comprehensive Income	(24)	(6)
	16,272	15,782
Less: Treasury Stock (276,660,662 shares in 2005 and 266,720,629 shares in 2004), at cost	6,791	6,492
Loan to ESOP (305,261 shares in 2005), at cost	10	-
	9,471	9,290
	\$ 103,063	\$ 94,529

Note: The balance sheet at December 31, 2004 has been derived from the audited financial statements at that date.

THE BANK OF NEW YORK COMPANY, INC.
Average Balances and Rates on a Taxable Equivalent Basis
(Preliminary)
(Dollars in millions)

	For the three months ended June 30, 2005			For the three months ended June 30, 2004		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing						
Deposits in Banks (primarily foreign)	\$ 9,182	\$ 67	2.91%	\$ 12,779	\$ 78	2.47%
Federal Funds Sold and Securities Purchased Under Resale Agreements	5,160	36	2.81	7,340	17	0.92
Margin Loans	6,341	62	3.93	6,495	35	2.18
Loans						
Domestic Offices	22,719	261	4.62	22,236	209	3.79
Foreign Offices	10,141	106	4.19	8,947	62	2.80
Non-Margin Loans	32,860	367	4.49	31,183	271	3.50
Securities						
U.S. Government Obligations	282	2	3.21	479	3	2.46
U.S. Government Agency Obligations	3,804	38	3.95	4,008	33	3.27
Obligations of States and Political Subdivisions	211	4	7.24	235	5	7.96
Other Securities	20,422	206	4.04	18,163	158	3.45
Trading Securities	3,416	39	4.62	2,082	9	1.69
Total Securities	28,135	289	4.12	24,967	208	3.30
Total Interest-Earning Assets	81,678	821	4.04%	82,764	609	2.95%
Allowance for Credit Losses	(584)			(629)		
Cash and Due from Banks	2,898			2,842		
Other Assets	16,469			15,396		
TOTAL ASSETS	\$ 100,461			\$ 100,373		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 7,075	\$ 26	1.48%	\$ 6,864	\$ 12	0.68%
Savings	8,939	24	1.10	9,357	15	0.66
Certificates of Deposit						
\$100,000 & Over	3,065	24	3.10	3,917	12	1.21
Other Time Deposits	868	5	2.18	953	4	1.60
Foreign Offices	26,332	141	2.14	26,568	83	1.26
Total Interest-Bearing Deposits	46,279	220	1.91	47,659	126	1.06
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	1,152	7	2.58	1,612	3	0.68
Payables to Customers and Broker-Dealers	5,984	28	1.90	6,813	12	0.69
Other Borrowed Funds	1,954	25	5.11	2,387	9	1.51
Long-Term Debt	7,485	64	3.41	6,139	30	1.92
Total Interest-Bearing Liabilities	62,854	344	2.20%	64,610	180	1.11%
Noninterest-Bearing Deposits	15,260			14,803		
Other Liabilities	13,022			12,256		
Common Shareholders' Equity	9,325			8,704		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 100,461			\$ 100,373		
Net Interest Earnings and Interest Rate Spread		\$ 477	1.84%		\$ 429	1.84%
Net Yield on Interest-Earning Assets			2.34%			2.09%

THE BANK OF NEW YORK COMPANY, INC.
Average Balances and Rates on a Taxable Equivalent Basis
(Preliminary)
(Dollars in millions)

	For the six months ended June 30, 2005			For the six months ended June 30, 2004		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing						
Deposits in Banks (primarily foreign)	\$ 9,502	\$ 138	2.93%	\$12,235	\$ 147	2.41%
Federal Funds Sold and Securities Purchased Under Resale Agreements	4,989	64	2.57	7,228	33	0.93
Margin Loans	6,374	117	3.70	6,337	69	2.18
Loans						
Domestic Offices	22,429	507	4.56	21,655	264	2.46
Foreign Offices	10,221	201	3.97	9,074	125	2.77
Non-Margin Loans	32,650	708	4.37	30,729	389	2.55
Securities						
U.S. Government Obligations	320	5	3.12	459	5	2.39
U.S. Government Agency Obligations	3,554	69	3.85	4,154	68	3.25
Obligations of States and Political Subdivisions	205	7	7.29	241	8	6.73
Other Securities	20,054	392	3.91	18,039	311	3.46
Trading Securities	2,943	61	4.20	2,417	24	1.95
Total Securities	27,076	534	3.95	25,310	416	3.29
Total Interest-Earning Assets	80,591	1,561	3.91%	81,839	1,054	2.59%
Allowance for Credit Losses	(586)			(654)		
Cash and Due from Banks	3,528			2,907		
Other Assets	16,322			15,934		
TOTAL ASSETS	\$ 99,855			\$100,026		
	=====			=====		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 6,996	\$ 47	1.37%	\$ 6,736	\$ 23	0.68%
Savings	8,920	45	1.02	9,253	31	0.66
Certificates of Deposit \$100,000 & Over	2,973	42	2.85	3,952	24	1.23
Other Time Deposits	883	9	1.97	984	7	1.53
Foreign Offices	25,900	261	2.03	26,201	159	1.22
Total Interest-Bearing Deposits	45,672	404	1.78	47,126	244	1.04
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	1,270	14	2.18	1,612	5	0.67
Other Borrowed Funds	1,890	38	4.03	2,393	18	1.50
Payables to Customers and Broker-Dealers	6,184	53	1.73	6,893	24	0.71
Long-Term Debt	7,047	113	3.21	6,174	60	1.94
Total Interest-Bearing Liabilities	62,063	622	2.02%	64,198	351	1.10%
Noninterest-Bearing Deposits	15,389			14,410		
Other Liabilities	13,090			12,805		
Common Shareholders' Equity	9,313			8,613		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 99,855			\$100,026		
	=====			=====		
Net Interest Earnings and Interest Rate Spread		\$ 939	1.89%		\$ 703	1.49%
		=====	=====		=====	=====
Net Yield on Interest-Earning Assets			2.35%			1.73%
			=====			=====