

THE
BANK OF
NEW
YORK
COMPANY, INC.

NEWS

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**THE BANK OF NEW YORK COMPANY, INC. REPORTS THIRD QUARTER E.P.S. OF 11 CENTS
RESULTS IN LINE WITH PREVIOUS GUIDANCE**

NEW YORK, N.Y., October 16, 2002 -- The Bank of New York Company, Inc. (NYSE: BK) reports third quarter net income of \$79 million or 11 cents per fully diluted share. As previously disclosed, third quarter 2002 results include a \$185 million pre-tax credit loss provision above a base provision of \$40 million to recognize deterioration in a limited number of borrowers in the telecommunications segment of its loan portfolio and a \$210 million valuation adjustment against its equity investment portfolios, primarily in its bank stock portfolio. The combined charge of \$395 million pre-tax, or \$260 million after tax, reduces fully diluted earnings by 36 cents. Net income for the first nine months was \$802 million or \$1.10 per fully diluted share. Excluding these charges, the Company earned 47 cents per fully diluted share for the third quarter of 2002 and \$1.46 in the year-to-date period.

The Company's securities servicing businesses were up slightly in a difficult global capital markets environment. Third quarter securities servicing fee revenues were \$480 million compared with \$478 million last

quarter. Private client services and asset management fees were \$85 million, compared with \$88 million in the second quarter. Revenues from foreign exchange and other trading activities were \$49 million in the third quarter of 2002 compared with \$72 million in the second quarter of 2002, reflecting low levels of client activity in both foreign exchange and interest rate management products.

Chairman and Chief Executive Officer, Thomas A. Renyi, stated, "The market environment in the third quarter was particularly challenging. The charges this quarter are a reflection of this difficult market, yet it is worth noting that they relate to two areas outside of our core businesses that we previously announced were being downsized.

"Importantly, our diversified core businesses continue to exhibit resiliency and to generate significant cash flow, ensuring the maintenance of strong capital ratios, and providing sufficient capital to continue to execute our business strategy. By reinvesting in our core businesses, we are positioning ourselves to maximize our capabilities across all products and markets, enhancing our leverage to an improved capital markets environment."

Fees from the Company's securities servicing businesses increased to \$480 million for the third quarter from \$478 million last quarter. Excluding the benefit of a small acquisition, core revenues were essentially flat. This is reflective of the strength of the Company's diversified securities servicing business model, which served to offset the impact of very weak global equity markets.

Corporate trust, broker-dealer services and execution services performed well in the quarter. Corporate trust benefited from strong fixed-income issuance in the structured and municipal markets. Broker-dealer services were positively impacted by new business wins, active fixed income markets and the continued expansion of the Company's global collateral management system. Execution services benefited from strong client activity early in the quarter. Areas where results were not as strong include international custody and

mutual funds due to soft overseas equity markets, as well as securities lending, reflecting lower spreads.

As of September 30, 2002, the Company had assets under custody of \$6.6 trillion, including \$1.8 trillion of cross-border custody assets. Despite the decline in equity asset price levels during the quarter, assets under custody were unchanged from June 30, 2002, again reflective of the diversity of clients and assets serviced.

Private client services and asset management fees were \$85 million for the third quarter of 2002 compared with \$88 million last quarter. The negative impact of significant equity market price declines was partially offset by continued strong flows into alternative investment funds offered by the Company's Ivy Asset Management subsidiary and demand for the Company's retail investment products.

Foreign exchange and other trading revenues were \$49 million in the third quarter of 2002, down significantly from \$72 million last quarter. Third quarter foreign exchange activity was negatively impacted by a sharp decline in currency volatility, decreased client flows from equity fund managers and narrower spreads. Other trading revenues decreased as a result of less client-related interest rate hedging and smaller positioning given the volatile interest rate markets.

Net interest income on a taxable equivalent basis for the third quarter was \$429 million, compared with \$436 million last quarter, reflecting declining revenue from its corporate loan portfolio, partially offset by growth in the Company's portfolio of highly-rated fixed income investment securities. The Company continues to reduce corporate loan exposures, as it reallocates capital towards its fee-based businesses. Credit exposures to non-financial companies have been reduced by \$5.5 billion through the third quarter, in line with the Company's plan to reduce exposures by \$7 billion in 2002.

Return on average common equity for the third quarter of 2002 was 4.73% compared with 22.59% in the second quarter of 2002 and 15.11% in the third quarter of 2001. Return on average assets for the third quarter of 2002 was 0.40% compared with 1.82% in the second quarter of 2002 and 1.11% in the third quarter of 2001. For the first nine months of 2002, return on average common equity was 16.74% compared with 21.99% in 2001. Return on average assets was 1.35% for the first nine months of 2002 compared with 1.69% in 2001.

Excluding the \$395 million of charges in the third quarter of 2002 and the \$242 million World Trade Center disaster ("WTC disaster") impact in the third quarter of 2001, return on average common equity in the third quarter and year-to-date 2002 would have been 20.31% and 22.17% compared with 23.83% and 25.03% in 2001. On the same basis, return on average assets for the third quarter and year-to-date 2002 would have been 1.71% and 1.79% compared with 1.96% and 2.00% in 2001.

The Company's estimated Tier 1 capital and Total capital ratios were 7.71% and 11.74% at September 30, 2002, compared with 7.70% and 11.48% at June 30, 2002, and 7.51% and 11.02% at September 30, 2001. The leverage ratio was 6.77% at September 30, 2002, compared with 6.82% at June 30, 2002, and 6.78% one year ago. The Company's tangible common equity as a percentage of total assets was 5.39% at September 30, 2002, compared with 5.41% at June 30, 2002, and 4.94% at September 30, 2001. The Company has repurchased 14 million shares of the 16 million authorized under its common stock buyback program.

NONINTEREST INCOME

	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-date	
(In millions)	2002	2002	2001	2002	2001
Servicing Fees					
Securities	\$480	\$478	\$422	\$1,411	\$1,328
Global Payment Services	73	71	75	217	216
	<u>553</u>	<u>549</u>	<u>497</u>	<u>1,628</u>	<u>1,544</u>
Private Client Services and Asset Management Fees	85	88	75	256	235
Service Charges and Fees	91	93	81	267	267
Foreign Exchange and Other Trading Activities	49	72	79	183	260
Securities Gains	(188)	25	22	(131)	113
Other	46	28	76	106	140
	<u>636</u>	<u>855</u>	<u>830</u>	<u>2,309</u>	<u>2,559</u>
Total Noninterest Income*	====	====	====	=====	=====

* See Accounting Changes on page 12.

Total noninterest income for the third quarter of 2002 was \$636 million compared with \$855 million in the second quarter of 2002 and \$830 million in the third quarter of 2001. Excluding the \$210 million securities valuation adjustment, noninterest income would have been \$846 million in the third quarter of 2002. Noninterest income in 2001 was adversely impacted by the WTC disaster.

Securities servicing fees were up slightly to \$480 million compared with \$478 million in the prior quarter and \$422 million one year ago. Global payment services fees increased to \$73 million from \$71 million last quarter but were down from \$75 million in the third quarter of 2001. The sequential quarter increase in global payment services fees reflects higher funds transfer and cash management fees. The decline in global payment services from the third quarter of 2001 reflects lower fees from trade-related services. Private client services and asset management fees were \$85 million compared with \$88 million in the prior quarter and \$75 million in the third quarter of 2001. Service charges and fees were down 2% from the prior quarter and up 12% from one year ago. The sequential quarter decrease reflects a

decline in loan syndication and capital markets fees from the second quarter. Foreign exchange and other trading revenues were \$49 million compared with \$72 million in the prior quarter and \$79 million one year ago.

Securities losses were \$188 million in the third quarter compared with a \$25 million gain in the prior quarter and a \$22 million gain one year ago. The third quarter included a \$210 million equity writedown as well as \$22 million of gains on fixed income investments.

The increase in other income to \$46 million from \$28 million reflects a \$32 million Empire State Development Corporation ("ESDC") grant, partially offset by a \$10 million charge for a decrease in value of the available-for-sale loan portfolio. The ESDC grant covers relocation and other costs associated with the Company's previously announced decision to return to downtown Manhattan and to move 1,500 employees to a new facility in Brooklyn. As part of the move, the Company recorded \$22 million in occupancy expenses this quarter to reflect the estimated loss on a sublease of a rented facility in Manhattan.

Other income of \$76 million in the third quarter of 2001 includes a \$43 million gain related to the sale of the Company's interest in the New York Cash Exchange.

NET INTEREST INCOME

	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-date	
(Dollars in millions on a tax equivalent basis)	2002	2002	2001	2002	2001
Net Interest Income*	\$429	\$436	\$402	\$1,290	\$1,287
Net Interest Rate Spread*	2.32%	2.31%	1.53%	2.31%	1.77%
Net Yield on Interest Earning Assets*	2.66	2.65	2.24	2.65	2.58

* See Accounting Changes on page 12.

Net interest income on a taxable equivalent basis was \$429 million in the third quarter of 2002 compared with \$436 million in the second quarter of 2002 and \$402 million in the third quarter of 2001. The net interest rate spread

was 2.32% in the third quarter of 2002, compared with 2.31% in the second quarter of 2002 and 1.53% one year ago. The net yield on interest earning assets was 2.66% compared with 2.65% in the second quarter of 2002 and 2.24% in last year's third quarter.

The decrease in net interest income from the second quarter is primarily due to a decline in average corporate loans and a rise in nonperforming loans, partially offset by growth in the Company's portfolio of highly-rated fixed-income investment securities. The decrease from the third quarter a year ago reflects the adverse impact last year of the WTC disaster.

For the first nine months of 2002, net interest income on a taxable equivalent basis amounted to \$1,290 million compared with \$1,287 million in the first nine months of 2001. The year-to-date net interest rate spread was 2.31% in 2002 compared with 1.77% in 2001, while the net yield on interest earning assets was 2.65% in 2002 and 2.58% in 2001.

NONINTEREST EXPENSE AND INCOME TAXES

Noninterest expense for the third quarter of 2002 was \$706 million compared with \$696 million in the second quarter of 2002 and \$821 million in the third quarter of 2001. Excluding \$22 million of lease termination costs in the third quarter of 2002 and \$16 million of severance costs in the second quarter of 2002, sequential quarter expense growth was \$4 million, or less than 1%, reflecting lower incentive compensation and tight expense control.

As a result of new accounting standards related to goodwill and intangibles, effective January 1, 2002, amortization in the third quarter and the first nine months of 2002 declined to \$0.4 million and \$5 million compared with \$29 million and \$83 million in 2001.

Excluding the impact of the ESDC grant and the associated sublease expense, the efficiency ratios for the quarter and year-to-date 2002 periods were 56.1% and 54.8%. The efficiency ratio for the second quarter of 2002 was 55.0%.

The effective tax rates for the third quarter and the first nine months of 2002 were 35.9% and 34.0% compared with 31.7% in the third quarter and 35.1% in the first nine months of 2001. The effective tax rate for the second quarter of 2002 was 34.0%. The increase in the sequential quarter tax rate reflects the charges taken in the third quarter. The tax rate in 2001 was impacted by the WTC disaster.

NONPERFORMING ASSETS

(Dollars in millions)	9/30/02	6/30/02	Change 9/30/02 vs. 6/30/02
	<u> </u>	<u> </u>	<u> </u>
Loans:			
Commercial	\$427	\$184	\$243
Foreign	89	97	(8)
Other	34	34	-
	<u> </u>	<u> </u>	<u> </u>
Total Nonperforming Loans	550	315	235
Other Real Estate	1	1	-
	<u> </u>	<u> </u>	<u> </u>
Total Nonperforming Assets	\$551	\$316	\$235
	=====	=====	=====
Nonperforming Assets Ratio	1.6%	0.9%	
Allowance/Nonperforming Loans	123.7	195.7	
Allowance/Nonperforming Assets	123.5	194.9	

Nonperforming assets totaled \$551 million at September 30, 2002, compared with \$316 million at June 30, 2002, and \$278 million at September 30, 2001. The increase in commercial nonperforming loans primarily reflects the addition of a large aggregate exposure to a cable operator. This exposure, representing credit facilities to six different, but affiliated borrowing groups, is secured and the Company believes that prospects for repayment continue to be strong. Other increases in commercial nonperforming loans primarily reflect telecommunications credits.

CREDIT LOSS PROVISION AND NET CHARGE-OFFS

	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-date	
(In millions)	2002	2002	2001	2002	2001
Provision	\$225	\$ 35	\$ 40	\$295	\$100
	=====	=====	=====	=====	=====
Net Charge-offs:					
Commercial	\$(156)	\$(17)	\$(35)	\$(203)	\$(89)
Foreign	-	-	-	1	-
Other	-	(14)	(1)	(14)	(2)
Consumer	(4)	(4)	(4)	(14)	(9)
	=====	=====	=====	=====	=====
Total	\$(160)	\$(35)	\$(40)	\$(230)	\$(100)
	=====	=====	=====	=====	=====
Other Real Estate Expenses	\$ -	\$ -	\$ -	\$ -	\$ 2

The Company increased its quarterly loan loss provision above a base provision of \$40 million by \$185 million to a total of \$225 million, principally to recognize deterioration in a limited number of borrowers in the telecommunications segment of its loan portfolio. Of the \$225 million addition to the loan loss reserve for the quarter, \$120 million will be used for charge-offs associated with the creation of a loan disposition portfolio for five impaired telecommunications credits, including one large exposure to an internet backbone company; \$40 million will cover the charge-offs of other credits; and \$65 million will increase the allowance for loan losses.

At September 30, 2002, exposures related to the 11 borrowers in the Company's accelerated loan disposition programs totaled \$85 million with related outstandings of \$73 million.

The allowance for credit losses was \$681 million, or 1.99% of loans at September 30, 2002, compared with \$616 million, or 1.71% of loans at June 30, 2002, and \$616 million, or 1.35% of loans at September 30, 2001. The ratio of the allowance to nonperforming assets was 123.5% at September 30, 2002, compared with 194.9% at June 30, 2002, and 222.0% at September 30, 2001.

WORLD TRADE CENTER DISASTER UPDATE

The Company has substantially completed the reoccupation of its two major facilities disabled by the WTC disaster. The Company incurred \$21 million in expenses associated with its interim space and move costs during the quarter. The Company also estimated and recorded a \$223 million loss associated with the subletting of its interim operating facilities. These expenses were netted against an offsetting insurance recovery. Since the WTC disaster, the Company has recorded insurance recoveries of \$511 million and received cash advances on its claim of \$275 million. Future cash advances will largely relate to the sublease loss and business interruption costs.

COMPARISON WITH 2001 NORMALIZED RESULTS

The WTC disaster adversely impacted the Company's third quarter 2001 results as illustrated below:

For the three Months
ended September 30, 2001

(Dollars in millions, except per share amounts)	Net Income	EPS
Reported	\$ 243	\$0.33
WTC Disaster	140	0.19
Normalized	\$ 383	\$0.52
	=====	=====

Net income in the third quarter of 2002 declined to \$79 million from \$383 million on a normalized basis in the third quarter of 2001. Excluding the charges related to credit losses and equity securities writedowns, net income was \$339 million in the third quarter of 2002. The decline in net income of \$44 million on this basis from a year ago primarily reflects lower trading and other income. Trading revenues declined \$35 million reflecting weaker capital markets and fewer sales of interest rate hedging products. Other income declined \$30 million from the third quarter of 2001, which included a \$43 million gain related to the sale of the Company's interest in the New York

Cash Exchange. The September 30, 2001 period end and average balance sheets were significantly higher than the September 30, 2002, balance sheets due to the WTC disaster.

ADDITIONAL INFORMATION

A pre-recorded call with Bruce W. Van Saun, senior executive vice president and chief financial officer, reviewing the quarterly results can be accessed domestically at (888) 335-7275 and internationally at (402) 998-1257. The call will be available through 5:00 p.m. ET on Tuesday, October 22, 2002. The call may include forward looking statements. See "Forward Looking Statements" below.

The Bank of New York Company, Inc. (NYSE: BK), is a financial holding company with total assets of over \$80 billion as of September 30, 2002. The Company provides a complete range of banking and other financial services to corporations and individuals worldwide through its basic businesses, namely, Securities Servicing and Global Payment Services, Corporate Banking, BNY Asset Management and Private Client Services, Retail Banking, and Global Market Services. Additional information on the Company is available at www.bankofny.com.

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 activity, changes in customer credit quality, the effects of capital reallocation, portfolio performance, 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" in the Company's 2001 Form 10-K and Second Quarter 2002 Form 10-Q which has been filed with the SEC and is 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 which have changed after a forward looking statement was made.

ACCOUNTING CHANGES

In the fourth quarter of 2001, the Company reclassified Company-Obligated Mandatory Redeemable Preferred Trust Securities of Subsidiary Trust Holding Solely Junior Subordinated Debentures to Long-Term Debt. Prior periods have been restated.

In the second quarter of 2002, the Company adopted a new accounting pronouncement related to the recognition of reimbursable client-related expenses as revenue and the costs as operating expense. Prior periods have been restated.

(Financial highlights and detailed financial statements are attached.)

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

	<u>2002</u>	<u>2001</u>	<u>Change</u>
<u>For the Three Months Ended September 30:</u>			
Net Income	\$ 79	\$ 243	(67.5)%
Per Common Share:			
Basic	\$ 0.11	\$ 0.33	(66.7)
Diluted	0.11	0.33	(66.7)
Cash Dividends Paid	0.19	0.18	5.6
Return on Average Common Shareholders' Equity	4.73%	15.11%	
Return on Average Assets	0.40	1.11	
<u>For the Nine Months Ended September 30:</u>			
Net Income	\$ 802	\$ 1,012	(20.7)%
Per Common Share:			
Basic	\$ 1.11	\$ 1.38	(19.6)
Diluted	1.10	1.36	(19.1)
Cash Dividends Paid	0.57	0.54	5.6
Return on Average Common Shareholders' Equity	16.74%	21.99%	
Return on Average Assets	1.35	1.69	
<u>As of September 30:</u>			
Assets	\$80,915	\$89,677	(9.8)%
Loans	34,242	45,536	(24.8)
Securities	18,023	13,370	34.8
Deposits - Domestic	32,964	28,398	16.1
- Foreign	24,005	31,863	(24.7)
Long-Term Debt	5,528	4,627	19.5
Common Shareholders' Equity	6,633	6,466	2.6
Common Shareholders' Equity Per Share	9.15	8.78	4.2
Market Value Per Share of Common Stock	28.74	35.00	(17.9)
Allowance for Credit Losses as a Percent of Loans	1.99%	1.35%	
Tier 1 Capital Ratio	7.71	7.51	
Total Capital Ratio	11.74	11.02	
Leverage Ratio	6.77	6.78	
Tangible Common Equity Ratio	5.39	4.94	

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2002	2001	2002	2001
<u>Interest Income</u>				
Loans	\$ 362	\$ 555	\$1,122	\$1,827
Securities				
Taxable	175	143	474	320
Exempt from Federal Income Taxes	15	19	47	56
	<u>190</u>	<u>162</u>	<u>521</u>	<u>376</u>
Deposits in Banks	28	68	106	200
Federal Funds Sold and Securities Purchased Under Resale Agreements	11	53	38	142
Trading Assets	58	84	199	334
	<u>649</u>	<u>922</u>	<u>1,986</u>	<u>2,879</u>
<u>Interest Expense</u>				
Deposits	165	351	484	1,185
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	8	27	24	82
Other Borrowed Funds	8	92	66	151
Long-Term Debt	50	65	159	218
	<u>231</u>	<u>535</u>	<u>733</u>	<u>1,636</u>
Net Interest Income	418	387	1,253	1,243
Provision for Credit Losses	225	40	295	100
Net Interest Income After Provision for Credit Losses	193	347	958	1,143
<u>Noninterest Income</u>				
Servicing Fees				
Securities	480	422	1,411	1,328
Global Payment Services	73	75	217	216
	<u>553</u>	<u>497</u>	<u>1,628</u>	<u>1,544</u>
Private Client Services and Asset Management Fees	85	75	256	235
Service Charges and Fees	91	81	267	267
Foreign Exchange and Other Trading Activities	49	79	183	260
Securities Gains	(188)	22	(131)	113
Other	46	76	106	140
	<u>636</u>	<u>830</u>	<u>2,309</u>	<u>2,559</u>
<u>Noninterest Expense</u>				
Salaries and Employee Benefits	397	419	1,202	1,205
Net Occupancy	76	87	175	184
Furniture and Equipment	32	87	101	148
Other	201	228	573	607
	<u>706</u>	<u>821</u>	<u>2,051</u>	<u>2,144</u>
Income Before Income Taxes	123	356	1,216	1,558
Income Taxes	44	113	414	546
Net Income	\$ 79	\$ 243	\$ 802	\$1,012
	=====	=====	=====	=====
<u>Per Common Share Data:</u>				
Basic Earnings	\$0.11	\$0.33	\$1.11	\$1.38
Diluted Earnings	0.11	0.33	1.10	1.36
Cash Dividends Paid	0.19	0.18	0.57	0.54
Diluted Shares Outstanding	727	741	729	742

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

	September 30, 2002	December 31, 2001
	<u> </u>	<u> </u>
<u>Assets</u>		
Cash and Due from Banks	\$ 3,753	\$ 3,222
Interest-Bearing Deposits in Banks	4,446	6,619
Securities		
Held-to-Maturity	1,141	1,211
Available-for-Sale	16,882	11,651
	<u> </u>	<u> </u>
Total Securities	18,023	12,862
Trading Assets at Fair Value	9,412	8,270
Federal Funds Sold and Securities Purchased Under Resale Agreements	2,410	4,795
Loans (less allowance for credit losses of \$681 in 2002 and \$616 in 2001)	33,561	35,131
Premises and Equipment	992	992
Due from Customers on Acceptances	299	313
Accrued Interest Receivable	267	236
Goodwill	2,345	2,065
Intangible Assets	58	19
Other Assets	5,349	6,501
	<u> </u>	<u> </u>
Total Assets	\$80,915	\$81,025
	=====	=====
<u>Liabilities and Shareholders' Equity</u>		
<u>Deposits</u>		
Noninterest-Bearing (principally domestic offices)	\$13,208	\$12,635
Interest-Bearing		
Domestic Offices	20,201	16,553
Foreign Offices	23,560	26,523
	<u> </u>	<u> </u>
Total Deposits	56,969	55,711
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	1,256	1,756
Trading Liabilities	3,038	2,264
Other Borrowed Funds	1,687	2,363
Acceptances Outstanding	301	358
Accrued Taxes and Other Expenses	4,132	3,766
Accrued Interest Payable	123	92
Other Liabilities	1,248	3,422
Long-Term Debt	5,528	4,976
	<u> </u>	<u> </u>
Total Liabilities	74,282	74,708
<u>Shareholders' Equity</u>		
Class A Preferred Stock - par value \$2.00 per share, authorized 5,000,000 shares, outstanding 3,500 shares in 2002 and in 2001	-	-
Common Stock-par value \$7.50 per share, authorized 2,400,000,000 shares, issued 993,433,196 shares in 2002 and 990,773,101 shares in 2001	7,451	7,431
Additional Capital	831	741
Retained Earnings	4,773	4,383
Accumulated Other Comprehensive Income	123	80
	<u> </u>	<u> </u>
Less: Treasury Stock (267,379,292 shares in 2002 and 260,449,527 shares in 2001), at cost	13,178	12,635
Loan to ESOP (823,810 shares in 2002 and in 2001), at cost	6,539	6,312
	<u> </u>	<u> </u>
Total Shareholders' Equity	6	6
	<u> </u>	<u> </u>
Total Liabilities and Shareholders' Equity	6,633	6,317
	<u> </u>	<u> </u>
Total Liabilities and Shareholders' Equity	\$80,915	\$81,025
	=====	=====

Note: The balance sheet at December 31, 2001 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 September 30, 2002			For the three months ended September 30, 2001		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing Deposits in Banks (primarily foreign)	\$ 4,029	\$ 28	2.76%	\$ 6,417	\$ 68	4.20%
Federal Funds Sold and Securities Purchased Under Resale Agreements	2,736	11	1.64	6,161	53	3.39
Loans						
Domestic Offices	19,388	240	4.92	22,381	329	5.85
Foreign Offices	14,360	122	3.37	17,139	226	5.23
Total Loans	33,748	362	4.26	39,520	555	5.58
Securities						
U.S. Government Obligations	521	7	5.14	951	13	5.24
U.S. Government Agency Obligations	3,741	47	5.07	3,772	58	6.14
Obligations of States and Political Subdivisions	504	8	6.55	686	12	7.24
Other Securities	12,032	139	4.63	6,390	94	5.85
Trading Securities	6,792	58	3.38	7,415	84	4.49
Total Securities	23,590	259	4.39	19,214	261	5.40
Total Interest-Earning Assets	64,103	660	4.09%	71,312	937	5.21%
Allowance for Credit Losses	(616)			(612)		
Cash and Due from Banks	2,601			4,462		
Other Assets	12,722			11,878		
TOTAL ASSETS	\$78,810			\$87,040		
	=====			=====		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 6,661	\$ 22	1.32%	\$ 7,409	\$ 48	2.55%
Savings	8,144	22	1.07	7,639	36	1.88
Certificates of Deposit						
\$100,000 & Over	3,322	18	2.14	402	5	4.74
Other Time Deposits	1,475	8	2.17	1,831	19	4.06
Foreign Offices	23,234	95	1.63	30,068	243	3.21
Total Interest-Bearing Deposits	42,836	165	1.53	47,349	351	2.94
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	2,040	8	1.51	3,724	27	2.85
Other Borrowed Funds	1,300	8	2.47	1,987	92	18.37
Long-Term Debt	5,467	50	3.59	4,560	65	5.67
Total Interest-Bearing Liabilities	51,643	231	1.77%	57,620	535	3.68%
Noninterest-Bearing Deposits	10,792			13,585		
Other Liabilities	9,760			9,464		
Shareholders' Equity	6,615			6,371		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$78,810			\$87,040		
	=====			=====		
Net Interest Earnings and Interest Rate Spread		\$ 429	2.32%		\$ 402	1.53%
		=====	=====		=====	=====
Net Yield on Interest-Earning Assets			2.66%			2.24%
			=====			=====

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

	For the nine months ended September 30, 2002			For the nine months ended September 30, 2001		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing Deposits						
in Banks (primarily foreign)	\$ 4,992	\$ 106	2.85%	\$ 5,940	\$ 200	4.49%
Federal Funds Sold and Securities Purchased Under Resale Agreements	2,957	38	1.70	4,507	142	4.22
Loans						
Domestic Offices	19,270	731	5.07	20,158	989	6.56
Foreign Offices	15,361	392	3.41	18,152	838	6.17
Total Loans	34,631	1,123	4.33	38,310	1,827	6.38
Securities						
U.S. Government Obligations	663	26	5.31	1,081	45	5.57
U.S. Government Agency Obligations Obligations of States and Political Subdivisions	3,299	134	5.43	2,823	135	6.36
Other Securities	550	27	6.57	668	38	7.67
Trading Securities	10,235	370	4.82	4,595	202	5.89
	7,882	199	3.38	8,861	334	5.05
Total Securities	22,629	756	4.46	18,028	754	5.60
Total Interest-Earning Assets	65,209	2,023	4.15%	66,785	2,923	5.86%
Allowance for Credit Losses	(616)			(613)		
Cash and Due from Banks	2,656			3,302		
Other Assets	12,117			10,708		
TOTAL ASSETS	\$79,366			\$80,182		
	=====			=====		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 6,661	\$ 66	1.33%	\$ 6,606	\$ 171	3.46%
Savings	8,124	70	1.15	7,594	126	2.22
Certificates of Deposit						
\$100,000 & Over	1,701	30	2.35	395	16	5.43
Other Time Deposits	1,548	27	2.32	1,903	64	4.50
Foreign Offices	24,283	291	1.60	27,618	808	3.92
Total Interest-Bearing Deposits	42,317	484	1.53	44,116	1,185	3.59
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	2,148	24	1.48	2,830	82	3.86
Other Borrowed Funds	3,465	66	2.57	2,015	151	10.00
Long-Term Debt	5,316	159	3.96	4,527	218	6.39
Total Interest-Bearing Liabilities	53,246	733	1.84%	53,488	1,636	4.09%
Noninterest-Bearing Deposits	10,394			11,773		
Other Liabilities	9,321			8,769		
Shareholders' Equity	6,405			6,152		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$79,366			\$80,182		
	=====			=====		
Net Interest Earnings and Interest Rate Spread		\$1,290	2.31%		\$1,287	1.77%
		=====	=====		=====	=====
Net Yield on Interest-Earning Assets			2.65%			2.58%
			=====			=====