

THE
BANK OF
NEW
YORK
COMPANY, INC.

NEWS

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PUBLIC AND INVESTOR RELATIONS

FOR RELEASE:

IMMEDIATELY

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**THE BANK OF NEW YORK COMPANY, INC. REPORTS RECORD SECURITIES SERVICING FEES;
NON-PERFORMING ASSETS DOWN 11%;
THIRD QUARTER EARNINGS IN LINE WITH PREVIOUS GUIDANCE**

NEW YORK, N.Y., October 22, 2003 -- The Bank of New York Company, Inc. (NYSE: BK) reports third quarter diluted earnings per share of 34 cents and operating earnings of 42 cents per share, compared with operating earnings of 41 cents per share in the second quarter. Third quarter reported results include previously announced merger and integration costs associated with the acquisition of Pershing of 2 cents per share and the cost of the settlement of claims related to the Company's 1999 sale of BNY Financial Corporation to General Motors Acceptance Corporation ("GMAC") of 6 cents per share.

Net income for the third quarter was \$260 million, compared with \$79 million or 11 cents per share a year ago, when the Company incurred credit charges and a valuation adjustment on its bank stock portfolio. Year-to-date

net income was \$850 million, or \$1.13 per share, compared to \$802 million, or \$1.10 per share in 2002.

The third quarter results showed continued improvement in the Company's primary businesses, including securities servicing and related foreign exchange, and private client services and asset management. The quarter also included a full quarter of results from Pershing, which closed on May 1, 2003. This contributed to record securities servicing fees of \$657 million in the third quarter. Noninterest income grew to a new high of 72% of total revenues.

Excluding Pershing, securities servicing fees increased 1.2% over the second quarter, or 5% annualized, led by global custody, broker-dealer services and mutual fund services. Core noninterest expenses were essentially flat, as reductions in discretionary expenditures offset continued investments in strategic initiatives. Nonperforming assets declined by \$49 million, or 11% in the third quarter, while the ratio of the allowance to non-performing assets improved from 188.6% to 210.5%.

Chairman and Chief Executive Officer Thomas A. Renyi stated, "New business wins and the general improvement in market tone assisted us in achieving a second consecutive quarter of improving operating earnings, in spite of the normal seasonal slowdown in equity transaction volume. Combining top line growth with solid day-to-day expense control resulted in a restoration of positive operating leverage.

"Our program to enhance our credit risk profile advanced well as reflected by the decline in nonperforming assets as well as further reductions in corporate exposures. This quarter also marked the first full reporting period with Pershing, where we remain on track to achieve our stated goals for integration costs and synergy benefits.

"Overall, the continued firming of the global capital markets bodes well for our business model. Pershing in particular is well positioned to benefit from the increased level of confidence shown by the retail investor."

SUPPLEMENTAL FINANCIAL INFORMATION

For the quarter and nine months ended September 30, 2003, the Company has prepared information in four categories:

- Reported results which are in accordance with Generally Accepted Accounting Principles (GAAP).
- Core operating results which exclude the Pershing acquisition.
- Pershing results which reflect the revenues and expenses since the May 1 acquisition of Pershing but exclude the merger and integration costs.
- Other non-operating expenses including merger and integration costs related to the Pershing acquisition and the settlement with GMAC.

The Company believes that providing supplemental non-GAAP financial information is useful to investors in understanding the underlying operational performance of the Company, its businesses and performance trends and, therefore, facilitates comparisons with the performance of other financial service companies. Specifically, the Company believes that the exclusion of the merger and integration costs, and the settlement with GMAC, permits evaluation and a comparison of results for ongoing business operations, and it is on this basis that the Company's management internally assesses performance. The following is a reconciliation of the Company's financial results for the three months and nine months ended September 30, 2003:

THE BANK OF NEW YORK COMPANY, INC.
Supplemental Information
(In millions, except per share amounts)
(Unaudited)

Income Statement
Quarter ended September 30
SUPPLEMENTAL

	Operating			GAAP	
	Core	Pershing (a)	Other(c)	2003	2002
				Reported	Reported
			Results	Results	
Net Interest Income	\$ 387	\$ 20	\$ -	\$ 407	\$ 418
Provision for Credit Losses	40	-	-	40	225
Net Interest Income After Provision for Credit Losses	347	20	-	367	193
Noninterest Income					
Servicing Fees					
Securities	495	162	-	657	480
Global Payment Services	80	-	-	80	74
	575	162	-	737	554
Private Client Services and Asset Management Fees	97	-	-	97	85
Service Charges and Fees	88	1	-	89	90
Foreign Exchange and Other Trading Activities	80	12	-	92	49
Securities Gains	9	-	-	9	(188)
Other	35	4	-	39	46
Total Noninterest Income	884	179	-	1,063	636
Noninterest Expense					
Salaries and Employee Benefits	443	90	-	533	397
Net Occupancy	57	12	-	69	76
Furniture and Equipment	35	15	-	50	32
Clearing	28	14	-	42	32
Sub-custodian Expenses	18	-	-	18	18
Software	36	9	-	45	29
Amortization of Intangibles	4	4	-	8	-
Merger and Integration Costs	-	-	23	23	-
Other	145	28	78	251	122
Total Noninterest Expense	766	172	101	1,039	706
Income Before Income Taxes	465	27	(101)	391	123
Income Taxes	159	11	(39)	131	44
Net Income	\$ 306	\$ 16	\$ (62)	\$ 260	\$ 79
	=====	=====	=====	=====	=====
Diluted Earnings Per Share	\$0.43	(\$0.01) (b)	(\$0.08)	\$0.34	\$0.11

Notes:

Reported results agree with the Company's Consolidated Statement of Income

(a) Includes \$8 million of net interest costs attributable to the Pershing acquisition financing.

(b) The (\$0.01) dilution is due to changes in shares outstanding attributable to the acquisition.

(c) Consists of merger and integration costs related to the Pershing acquisition and the settlement with GMAC of \$78 million, net of reserves.

THE BANK OF NEW YORK COMPANY, INC.
Supplemental Information
(In millions, except per share amounts)
(Unaudited)

Income Statement
Nine Months ended September 30
SUPPLEMENTAL

	Operating			GAAP	
	Core	Pershing (a)	Other (c)	2003 Reported Results	2002 Reported Results
Net Interest Income	\$1,159	\$ 31	\$ -	\$1,190	\$1,253
Provision for Credit Losses	120	-	-	120	295
Net Interest Income After Provision for Credit Losses	1,039	31	-	1,070	958
Noninterest Income					
Servicing Fees					
Securities	1,457	271	-	1,728	1,411
Global Payment Services	238	-	-	238	220
	1,695	271	-	1,966	1,631
Private Client Services and Asset Management Fees	281	-	-	281	256
Service Charges and Fees	277	1	-	278	264
Foreign Exchange and Other Trading Activities	224	22	-	246	183
Securities Gains	26	-	-	26	(131)
Other	100	7	-	107	106
Total Noninterest Income	2,603	301	-	2,904	2,309
Noninterest Expense					
Salaries and Employee Benefits	1,305	149	-	1,454	1,202
Net Occupancy	172	20	-	192	175
Furniture and Equipment	108	26	-	134	101
Clearing	89	22	-	111	91
Sub-custodian Expenses	53	-	-	53	48
Software	107	16	-	123	84
Amortization of Intangibles	11	7	-	18	5
Merger and Integration Costs	-	-	48	48	-
Other	423	47	78	548	345
Total Noninterest Expense	2,268	287	126	2,681	2,051
Income Before Income Taxes	1,374	45	(126)	1,293	1,216
Income Taxes	473	18	(48)	443	414
Net Income	\$ 901	\$ 27	\$ (78)	\$ 850	\$ 802
	=====	=====	=====	=====	=====
Diluted Earnings Per Share	\$1.25	(\$0.02) (b)	(\$0.10)	\$1.13	\$1.10

Notes:

Reported results agree with the Company's Consolidated Statement of Income

(a) Includes \$14 million of net interest costs attributable to the Pershing acquisition financing.

(b) The (\$0.02) dilution is due to changes in shares outstanding attributable to the acquisition.

(c) Consists of merger and integration costs related to the Pershing acquisition and the settlement with GMAC of \$78 million, net of reserves.

The following is a supplemental balance sheet showing the impact of the Pershing acquisition.

THE BANK OF NEW YORK COMPANY, INC.
Supplemental Information
(In millions)
(Unaudited)

	Balance Sheet September 30, 2003 SUPPLEMENTAL			GAAP REPORTED	
	Core	Pershing	Elimination	September 30,	December 31,
	September 30, 2003	September 30, 2003	Entries	2003	2002
Assets					
Cash and Due from Banks	\$ 3,668	\$ 62	\$ -	\$ 3,730	\$ 4,748
Interest-Bearing Deposits in Banks	4,873	448	-	5,321	5,104
Securities	22,845	17	-	22,862	18,300
Trading Assets at Fair Value	6,709	180	-	6,889	7,309
Federal Funds Sold and Securities Purchased Under Resale Agreements	2,832	3,851	-	6,683	1,385
Margin Loans	73	5,399	-	5,472	352
Loans (less allowance for credit losses of \$817 in 2003 and \$831 in 2002)	29,358	1,893	-	31,251	30,156
Premises and Equipment	963	125	-	1,088	975
Due from Customers on Acceptances	233	-	-	233	351
Accrued Interest Receivable	271	8	-	279	204
Investment in/Advances to Pershing	3,542	-	(3,542)	-	-
Goodwill & Intangible Assets	2,645	1,327	-	3,972	2,575
Other Assets	6,247	1,157	-	7,404	6,105
	=====	=====	=====	=====	=====
Total Assets	\$84,259	\$14,467	\$(3,542)	\$95,184	\$77,564
Liabilities and Shareholders' Equity					
Deposits	\$58,937	\$ -	\$ -	\$58,937	\$55,387
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	622	337	-	959	636
Trading Liabilities	2,779	70	-	2,849	2,800
Payables to Customers and Broker-Dealers	1,419	8,751	-	10,170	870
Other Borrowed Funds	739	1,755	(1,507)	987	475
Acceptances Outstanding	235	-	-	235	352
Accrued Taxes and Other Expenses	3,987	112	-	4,099	4,066
Accrued Interest Payable	122	3	-	125	101
Other Liabilities	898	1,404	-	2,302	753
Long-Term Debt	6,298	-	-	6,298	5,440
	=====	=====	=====	=====	=====
Total Liabilities	76,036	12,432	(1,507)	86,961	70,880
Shareholders' Equity	8,223	2,035	(2,035)	8,223	6,684
	=====	=====	=====	=====	=====
Total Liabilities and Shareholders' Equity	\$84,259	\$14,467	\$(3,542)	\$95,184	\$77,564
	=====	=====	=====	=====	=====

Note: The balance sheet at December 31, 2002 has been derived from the audited financial statements at that date.

Although the Company believes that the non-GAAP financial measures presented in this release enhance investors' understanding of the Company's business and performance, these non-GAAP measures should not be considered an alternative to GAAP.

SECURITIES SERVICING FEES

Securities servicing fees were a record \$657 million in the third quarter, an increase of \$59 million or 10% over the second quarter, and \$177 million or 37% over the third quarter of 2002, primarily due to the full quarter impact of the Pershing acquisition. For the first nine months of 2003, securities servicing fees were \$1,728 million, an increase of \$317 million from \$1,411 million for the first nine months of 2002, principally due to Pershing and other acquisitions. Pershing's securities servicing fees included in the quarter and nine months ended September 30, 2003 were \$162 million and \$271 million, respectively.

Strong new business momentum in global custody and higher equity prices drove investor services fees higher on both a sequential quarter and year-over-year basis. The higher fees compared to last year were also due to strong performance in securities lending. As of September 30, 2003, assets under custody rose to \$7.9 trillion, from \$7.8 trillion at June 30, 2003 and \$6.6 trillion at September 30, 2002.

Broker-dealer services fees also increased significantly both sequentially and year-over-year driven by strong performance in government securities clearance and collateral management services. These businesses continue to benefit from new business wins and higher fixed income transaction volumes. Mutual fund servicing also increased in the third quarter due to higher equity price levels.

Global issuer services fees were essentially flat on a sequential quarter basis and down from a year ago. Corporate trust fees were up modestly from the second quarter, while depositary receipts (DRs) decreased on a sequential quarter basis due to a lack of equity market activity in August and fewer corporate actions during the quarter. The decline versus a year ago was also related to DRs.

Execution and clearing services fees increased both sequentially and in comparison with last year due to the full quarter impact of Pershing. Execution services decreased sequentially and in comparison with last year due to lower equity market trading volumes. Average daily combined third quarter NYSE and NASDAQ trading volume was down 5% from the second quarter of 2003 and 4% from the third quarter of 2002. Average monthly fees from Pershing remained flat with last quarter despite the lower trading volumes due to relative strength in retail investor activity.

NONINTEREST INCOME

Noninterest income for the third quarter of 2003 was \$1,063 million, an increase of 7% sequentially and 67% from a year ago. Noninterest income for the nine months ended September 30, 2003 was \$2,904 million, an increase of 26% over the comparable 2002 period. The increases are principally due to the acquisition of Pershing, improved performance in the core businesses, and the absence of the negative valuation adjustment in the third quarter of 2002. Pershing's contribution to the Company's noninterest income was \$179 million for the quarter and \$301 million for the nine months ended September 30, 2003.

	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-Date	
(In millions)	2003	2003	2002	2003	2002
Servicing Fees					
Securities	\$ 657	\$598	\$480	\$1,728	\$1,411
Global Payment Services	80	80	74	238	220
	737	678	554	1,966	1,631
Private Client Services and Asset Management Fees	97	94	85	281	256
Service Charges and Fees	89	92	90	278	264
Foreign Exchange and Other Trading Activities	92	88	49	246	183
Securities Gains	9	9	(188)	26	(131)
Other	39	35	46	107	106
Total Noninterest Income	\$1,063	\$996	\$636	\$2,904	\$2,309
	=====	=====	=====	=====	=====

Global payment services fees were flat compared with the prior quarter and increased 8% from the third quarter of 2002. Year-over-year growth is

attributable to the build-out of multi-currency product capabilities and further penetration of the financial institutions market segment.

Private client services and asset management fees for the third quarter were up 3% from the prior quarter, and 14% from the third quarter of 2002. The sequential quarter and year-over-year increases reflect higher equity price levels as well as the continued strong demand for alternative investments from Ivy Asset Management and higher short-term money management fees, partially offset by higher seasonal tax-oriented fees in the second quarter. In addition, the year-over-year comparison also benefited from acquisitions. Total assets under management were \$85 billion at September 30, 2003, up from \$83 billion at June 30, 2003 and \$71 billion a year ago.

Service charges and fees have remained stable. The increase of 5% on a year-to-date basis over 2002 primarily reflects higher fees from loan syndication and underwriting fees.

Foreign exchange and other trading revenues were up 5% compared with the prior quarter and up \$43 million, or 88% from one year ago. The increase from the second quarter was primarily due to Pershing contributing for the full third quarter compared to only two months in the second quarter. Excluding Pershing, foreign exchange remained strong, increasing slightly from the second quarter as higher client activity levels and volatility in September offset the seasonal slowdown in August. Compared to a year ago, the significant increase resulted from increased client-driven foreign exchange and interest rate hedging activity and the Pershing acquisition. For the nine months ended September 30, 2003, foreign exchange and other trading revenues were up 34% over the nine months ended September 30, 2002.

Securities gains in the third quarter were \$9 million, flat with the prior quarter and up significantly from a loss of \$188 million a year ago. Year-to-date securities gains were \$157 million higher than the prior year period, reflecting a \$210 million equity write-down in the third quarter of 2002.

Other noninterest income increased \$4 million from the second quarter of 2003 and decreased \$7 million from the third quarter of 2002. Third quarter

2002 results included a \$32 million Empire State Development Corporation ("ESDC") grant covering relocation and other costs.

NET INTEREST INCOME

(Dollars in millions)	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-Date	
	2003	2003	2002	2003	2002
Net Interest Income	\$407	\$398	\$418	\$1,190	\$1,253
Tax Equivalent Adjustment	9	9	11	27	36
Net Interest Income on a Tax Equivalent Basis	\$416	\$407	\$429	\$1,217	\$1,289
Net Interest Rate Spread	1.87%	1.95%	2.32%	1.99%	2.31%
Net Yield on Interest Earning Assets	2.10	2.22	2.66	2.24	2.65

Net interest income on a taxable equivalent basis was \$416 million in the third quarter of 2003, compared with \$407 million in the second quarter of 2003, and \$429 million in the third quarter of 2002. The net interest rate spread was 1.87% in the third quarter of 2003, compared with 1.95% in the second quarter of 2003, and 2.32% in the third quarter of 2002. The net yield on interest earning assets was 2.10% in the third quarter of 2003, compared with 2.22% in the second quarter of 2003, and 2.66% in the third quarter of 2002.

The increase in net interest income from the second quarter of 2003 is primarily due to the full quarter impact of Pershing and modest growth in the Company's investment securities portfolio. This was partially offset by the impact of the Federal Reserve rate reduction in June. The decline in net interest income from the third quarter of 2002 reflects lower reinvestment yields on fixed income securities, planned decreases in loan balances, and the impact of Federal Reserve interest rate reductions in 2002 and 2003, which were partially offset by the Pershing acquisition and higher average balances of investment securities.

For the first nine months of 2003, net interest income on a taxable equivalent basis amounted to \$1,217 million compared with \$1,289 million in the first nine months of 2002, reflecting the same factors that affected the comparison with last year's quarter. The year-to-date net interest spread was

1.99% in 2003 compared with 2.31% in 2002, while the net yield on interest earning assets was 2.24% in 2003 and 2.65% in 2002.

In this release 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.

NONINTEREST EXPENSE AND INCOME TAXES

	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-date	
(In millions)	2003	2003	2002	2003	2002
Salaries and Employee Benefits	\$ 443	\$439	\$397	\$1,305	\$1,202
Net Occupancy	57	57	76	172	175
Furniture and Equipment	35	38	32	108	101
Clearing	28	31	32	89	91
Sub-custodian Expenses	18	19	18	53	48
Software	36	36	29	107	84
Amortization of Intangibles	4	4	-	11	5
Other	145	139	122	423	345
Total Core	766	763	706	2,268	2,051
Merger and Integration Costs	23	25	-	48	-
Pershing	172	115	-	287	-
GMAC Settlement	78	-	-	78	-
Total Noninterest Expense	\$1,039	\$903	\$706	\$2,681	\$2,051
	=====	=====	=====	=====	=====

Noninterest expense for the third quarter of 2003 was \$1,039 million, compared with \$903 million in the prior quarter. The increase principally reflects the full quarter impact of Pershing and non-operating merger and integration expenses as well as net costs related to the GMAC settlement.

Core noninterest expense was \$766 million, essentially flat with the second quarter of 2003. On a core basis salaries and employee benefits were up only 1% from the second quarter and other expense categories also reflected the Company's focus on reducing discretionary spending.

The increase in core expenses compared with the third quarter and first nine months of 2002 primarily reflects the impact of acquisitions, the inception of stock option expensing in 2003, a lower pension credit, increased technology investments and higher business continuity spending.

Reflecting the shift in the Company's business mix including the Pershing acquisition, the efficiency ratio, excluding non-operating expenses related to

the GMAC settlement and the Pershing's merger and integration costs, increased to 63.8% for the third quarter of 2003, compared with 63.0% in the previous quarter and 56.1% in the third quarter of 2002, excluding the impact of the ESDC grant and the associated sublease expense.

The effective tax rate for the third quarter of 2003 was 33.4%, compared to 34.6% in the second quarter of 2003, and 35.9% in the third quarter 2002. The effective tax rate for the nine months ended September 30, 2003 was 34.3%, compared with 34.0% for the nine months ended September 30, 2002. The decrease in the effective tax rate reflects the tax benefit on the GMAC settlement and lower state and local taxes.

BALANCE SHEET RETURN AND CAPITAL RATIOS

Total assets were \$95.2 billion at September 30, 2003, compared with \$99.6 billion at June 30, 2003, and \$81.0 billion at September 30, 2002. The decrease in total assets on a sequential quarter basis reflects lower client deposit levels given a more orderly securities settlement process across the industry relative to the June quarter end. The increase versus a year ago mainly reflects the Pershing acquisition. Total shareholders' equity was \$8.2 billion at September 30, 2003, compared with \$8.1 billion at June 30, 2003, and \$6.6 billion at September 30, 2002. The major reasons for the increase in shareholders' equity from a year ago are the issuance of approximately \$1 billion of common stock to fund the Pershing acquisition and the retention of earnings.

Return on average common equity on a reported basis for the third quarter of 2003 was 12.82%, compared with 15.56% in the second quarter of 2003, and 4.73% in the third quarter of 2002. On an operating basis, return on average common equity for the third quarter of 2003 was 15.85%, compared with 16.41% in the second quarter of 2003, and 20.31% in the third quarter of 2002.

For the first nine months of 2003, the reported return on average common equity was 15.23% compared with 16.74% in 2002 and the return on average assets was 1.27% for the first nine months of 2003 compared with 1.35% in 2002. On an operating basis, return on average common equity was 16.63%

compared with 22.17% in 2002 and the return on average assets was 1.39% for the first nine months of 2003 compared with 1.79% in 2002.

On a reported basis, return on average assets for the third quarter of 2003 was 1.06%, compared with 1.30% in the second quarter of 2003, and 0.40% in the third quarter of 2002. On an operating basis, return on average assets for the third quarter of 2003 was 1.31%, compared with 1.37% in the second quarter of 2003, and 1.71% in the third quarter of 2002.

The Company's estimated regulatory Tier 1 capital and Total capital ratios were 7.08% and 11.18% at September 30, 2003, compared with 6.83% and 11.07% at June 30, 2003, and 7.70% and 11.73% at September 30, 2002. The regulatory leverage ratio was 5.64% at September 30, 2003, compared with 5.85% at June 30, 2003, and 6.77% at September 30, 2002. The Company's tangible common equity as a percentage of total assets was 4.66% at September 30, 2003, compared with 4.33% at June 30, 2003, and 5.38% at September 30, 2002. The improvement in the Company's capital ratios versus June 30, 2003 reflects the retention of equity during the quarter as well as the decrease in balance sheet assets.

NONPERFORMING ASSETS

(Dollars in millions)	09/30/03	6/30/03	Change 09/30/03 vs. 6/30/03
	<u> </u>	<u> </u>	<u> </u>
Loans:			
Commercial	\$265	\$312	\$ (47)
Foreign	79	84	(5)
Other	44	41	3
	<u> </u>	<u> </u>	<u> </u>
Total Nonperforming Loans	388	437	(49)
Other Real Estate	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Nonperforming Assets	\$388	\$437	\$ (49)
	=====	=====	=====
Nonperforming Assets Ratio	1.2%	1.4%	
Allowance/Nonperforming Loans	210.5	188.6	
Allowance/Nonperforming Assets	210.5	188.6	

Nonperforming assets declined \$49 million during the third quarter to \$388 million from \$437 million at June 30, 2003. The decrease primarily reflects sales and charge-offs of commercial loans.

CREDIT LOSS PROVISION AND NET CHARGE-OFFS

(In millions)	3rd Quarter	2nd Quarter	3rd Quarter	Year-to-Date	
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	2003	2003	2002	2003	2002
Provision	\$ 40	\$ 40	\$225	\$120	\$295
	=====	=====	=====	=====	=====
Net Charge-offs:					
Commercial	\$ (25)	\$ (34)	\$ (150)	\$ (85)	\$ (197)
Foreign	(12)	(7)	(5)	(18)	(5)
Other	(4)	-	-	(15)	(14)
Consumer	(6)	(5)	(5)	(16)	(14)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	\$ (47)	\$ (46)	\$ (160)	\$ (134)	\$ (230)
	=====	=====	=====	=====	=====
Other Real Estate Expenses	\$ -	\$ -	\$ -	\$ -	\$ -

The allowance for credit losses was \$817 million at September 30, 2003, \$824 million at June 30, 2003, and \$681 million at September 30, 2002. The allowance for credit losses as a percent of non-margin loans was 2.55% at September 30, 2003, compared with 2.50% at June 30, 2003, and 2.01% at September 30, 2002. The ratio of the allowance to nonperforming assets was 210.5% at September 30, 2003, compared with 188.6% at June 30, 2003, and 123.5% at September 30, 2002.

(Dollars in millions)	September 30 2003	June 30 2003	September 30 2002
Total Loans	\$37,540	\$37,796	\$34,242
Margin Loans	5,472	4,877	407
Non-Margin Loans	32,068	32,919	33,835
Allowance	817	824	681
Allowance for Loan Losses			
As a Percent of Total Loans	2.18%	2.18%	1.99%
Allowance for Loan Losses As a			
Percent of Non-Margin Loans	2.55	2.50	2.01

OTHER DEVELOPMENTS

On September 29, 2003, the Company announced that it had agreed to a settlement regarding GMAC's claims relating to the Company's 1999 sale to GMAC of BNY Financial Corporation, the Company's factoring and asset-based finance business. The settlement resolved claims between the parties with a payment of \$110 million by the Company to GMAC. After accounting for a previously established reserve for this matter, the net impact of the settlement was approximately 6 cents per fully diluted share, recorded by the Company as a non-operating charge in the third quarter of 2003. The Bank of New York sold BNY Financial Corporation to GMAC for \$1.8 billion in cash in 1999.

The Company has achieved more than 75% of its current \$9 billion corporate exposure reduction program through September 30th. During the third quarter, corporate exposures were reduced by approximately \$1.5 billion, bringing the total reductions to date to \$6.8 billion. Telecom industry exposures were reduced to approximately \$1.0 billion at September 30, 2003, down from \$1.5 billion at December 31, 2002.

ADDITIONAL 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 9:00 am ET. The presentation will be accessible from the Company's website at www.bankofny.com/earnings and also by telephone at (888) 790-0319 within the United States or (610) 769-3531 internationally. A replay of the call will be available through the Company's website and also by telephone at (888) 568-0348 within the United States or (402) 530-7891 internationally.

The Bank of New York Company, Inc. (NYSE: BK) is a global leader in securities servicing for issuers, investors and financial intermediaries. The Company plays an integral role in the infrastructure of the capital markets, servicing securities in more than 100 markets worldwide. The Company provides quality solutions through leading technology for global corporations, financial institutions, asset managers, governments, non-profit organizations, and individuals. Its principal subsidiary, The Bank of New York, founded in 1784, is the oldest bank in the United States and has a distinguished history of serving clients around the world through its five primary businesses: Securities Servicing and Global Payment Services, Private Client Services and Asset Management, Corporate Banking, Global Market Services, and Retail Banking. 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 2002 Form 10-K and Second Quarter 2003 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 which have changed after a forward looking statement was made.

(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)

	September 30, 2003		June 30, 2003		September 30, 2002
	Reported	Operating	Reported	Operating	Reported
<u>Quarter</u>					
Net Income	\$ 260	\$ 322	\$ 295	\$ 311	\$ 79
Basic EPS	0.34	0.42	0.39	0.41	0.11
Diluted EPS	0.34	0.42	0.39	0.41	0.11
Cash Dividends Per Share	0.19	0.19	0.19	0.19	0.19
Return on Average Common Shareholders' Equity	12.82%	15.85%	15.56%	16.41%	4.73%
Return on Average Assets	1.06	1.31	1.30	1.37	0.40
Efficiency Ratio	70.7	63.8	64.8	63.0	56.4
<u>Year-To-Date</u>					
Net Income	\$ 850	\$ 929	\$ 590	\$ 607	\$ 802
Basic EPS	1.14	1.24	0.80	0.82	1.11
Diluted EPS	1.13	1.23	0.80	0.82	1.10
Cash Dividends Per Share	0.57	0.57	0.38	0.38	0.57
Return on Average Common Shareholders' Equity	15.23%	16.63%	16.61%	17.08%	16.74%
Return on Average Assets	1.27	1.39	1.39	1.43	1.35
Efficiency Ratio	65.5	62.4	62.5	61.6	55.0
Assets	\$95,184		\$99,604		\$80,987
Loans	37,540		37,796		34,242
Securities	22,862		20,392		18,023
Deposits - Domestic	35,922		37,319		32,964
- Foreign	23,015		27,336		24,005
Long-Term Debt	6,298		6,515		5,528
Common Shareholders' Equity	8,223		8,113		6,633
Common Shareholders' Equity Per Share	\$10.63		\$10.50		\$ 9.15
Market Value Per Share of Common Stock	29.11		28.75		28.74
Allowance for Credit Losses as a Percent of Total Loans	2.18%		2.18%		1.99%
Allowance for Credit Losses as a Percent of Non-Margin Loans	2.55		2.50		2.01
Tier 1 Capital Ratio	7.08		6.83		7.70
Total Capital Ratio	11.18		11.07		11.73
Leverage Ratio	5.64		5.85		6.77
Tangible Common Equity Ratio	4.66		4.33		5.38
Employees	22,926		23,106		18,905
<u>Assets Under Custody (In trillions)</u>					
Total Assets Under Custody	\$7.9		\$7.8		\$6.6
Equity Securities	32%		32%		26%
Fixed Income Securities	68		68		74
Cross-Border Assets	\$2.2		\$2.2		\$1.8
<u>Assets Under Management (In billions)</u>					
Total Assets Under Management	\$85		\$83		\$71
Equity Securities	31%		32%		29%
Fixed Income Securities	22		23		26
Alternative Investments	10		9		9
Liquid Assets	37		36		36
Assets Under Administration (In billions)	\$32		\$27		\$27

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,	
	2003	2002	2003	2002
<u>Interest Income</u>				
Loans	\$ 284	\$ 359	\$ 904	\$1,108
Margin loans	31	3	54	9
Securities				
Taxable	162	175	477	474
Exempt from Federal Income Taxes	11	15	37	47
	<u>173</u>	<u>190</u>	<u>514</u>	<u>521</u>
Deposits in Banks	38	28	109	106
Federal Funds Sold and Securities Purchased Under Resale Agreements	22	11	61	38
Trading Assets	27	58	103	199
	<u>575</u>	<u>649</u>	<u>1,745</u>	<u>1,981</u>
<u>Interest Expense</u>				
Deposits	113	165	397	484
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	3	8	10	24
Other Borrowed Funds	6	7	13	60
Customer Payables	10	1	19	1
Long-Term Debt	36	50	116	159
	<u>168</u>	<u>231</u>	<u>555</u>	<u>728</u>
Total Interest Expense	168	231	555	728
Net Interest Income	<u>407</u>	<u>418</u>	<u>1,190</u>	<u>1,253</u>
Provision for Credit Losses	40	225	120	295
Net Interest Income After Provision for Credit Losses	<u>367</u>	<u>193</u>	<u>1,070</u>	<u>958</u>
<u>Noninterest Income</u>				
Servicing Fees				
Securities	657	480	1,728	1,411
Global Payment Services	80	74	238	220
	<u>737</u>	<u>554</u>	<u>1,966</u>	<u>1,631</u>
Private Client Services and Asset Management Fees	97	85	281	256
Service Charges and Fees	89	90	278	264
Foreign Exchange and Other Trading Activities	92	49	246	183
Securities Gains	9	(188)	26	(131)
Other	39	46	107	106
	<u>1,063</u>	<u>636</u>	<u>2,904</u>	<u>2,309</u>
Total Noninterest Income	1,063	636	2,904	2,309
<u>Noninterest Expense</u>				
Salaries and Employee Benefits	533	397	1,454	1,202
Net Occupancy	69	76	192	175
Furniture and Equipment	50	32	134	101
Other	364	201	853	573
Merger and Integration Costs	23	-	48	-
	<u>1,039</u>	<u>706</u>	<u>2,681</u>	<u>2,051</u>
Total Noninterest Expense	1,039	706	2,681	2,051
Income Before Income Taxes	391	123	1,293	1,216
Income Taxes	131	44	443	414
Net Income	<u>\$ 260</u>	<u>\$ 79</u>	<u>\$ 850</u>	<u>\$ 802</u>
	=====	=====	=====	=====
<u>Per Common Share Data:</u>				
Basic Earnings	\$0.34	\$0.11	\$1.14	\$1.11
Diluted Earnings	0.34	0.11	1.13	1.10
Cash Dividends Paid	0.19	0.19	0.57	0.57
Diluted Shares Outstanding	774	727	753	729

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

	September 30, 2003	December 31, 2002
<u>Assets</u>		
Cash and Due from Banks	\$ 3,730	\$ 4,748
Interest-Bearing Deposits in Banks	5,321	5,104
Securities		
Held-to-Maturity	270	954
Available-for-Sale	22,592	17,346
Total Securities	22,862	18,300
Trading Assets at Fair Value	6,889	7,309
Federal Funds Sold and Securities Purchased		
Under Resale Agreements	6,683	1,385
Loans (less allowance for credit losses of \$817 in 2003 and \$831 in 2002)	36,723	30,508
Premises and Equipment	1,088	975
Due from Customers on Acceptances	233	351
Accrued Interest Receivable	279	204
Goodwill	3,156	2,497
Intangible Assets	816	78
Other Assets	7,404	6,105
Total Assets	\$95,184	\$77,564
<u>Liabilities and Shareholders' Equity</u>		
<u>Deposits</u>		
Noninterest-Bearing (principally domestic offices)	\$16,379	\$13,301
Interest-Bearing		
Domestic Offices	19,874	19,997
Foreign Offices	22,684	22,089
Total Deposits	58,937	55,387
Federal Funds Purchased and Securities		
Sold Under Repurchase Agreements	959	636
Trading Liabilities	2,849	2,800
Payables to Customers and Broker-Dealers	10,170	870
Other Borrowed Funds	987	475
Acceptances Outstanding	235	352
Accrued Taxes and Other Expenses	4,099	4,066
Accrued Interest Payable	125	101
Other Liabilities	2,302	753
Long-Term Debt	6,298	5,440
Total Liabilities	86,961	70,880
<u>Shareholders' Equity</u>		
Class A Preferred Stock - par value \$2.00 per share, authorized 5,000,000 shares, outstanding 3,000 shares in 2003 and in 2002	-	-
Common Stock-par value \$7.50 per share, authorized 2,400,000,000 shares, issued 1,039,086,738 shares in 2003 and 993,697,297 shares in 2002	7,793	7,453
Additional Capital	1,594	847
Retained Earnings	5,168	4,736
Accumulated Other Comprehensive Income	105	134
Total Shareholders' Equity	14,660	13,170
Less: Treasury Stock (265,248,941 shares in 2003 and 267,240,854 shares in 2002), at cost	6,434	6,483
Loan to ESOP (485,533 shares in 2003 and in 2002), at cost	3	3
Total Shareholders' Equity	8,223	6,684
Total Liabilities and Shareholders' Equity	\$95,184	\$77,564

Note: The balance sheet at December 31, 2002 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, 2003			For the three months ended September 30, 2002		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing Deposits in Banks (primarily foreign)	\$ 7,085	\$ 38	2.12%	\$ 4,029	\$ 28	2.76%
Federal Funds Sold and Securities Purchased Under Resale Agreements	9,200	22	0.96	2,736	11	1.64
Margin Loans	5,419	31	2.25	434	3	2.84
Loans						
Domestic Offices	21,409	208	3.86	18,954	237	4.92
Foreign Offices	10,571	76	2.85	14,360	122	3.40
Total Loans	31,980	284	3.52	33,314	359	4.26
Securities						
U.S. Government Obligations	313	2	3.00	521	7	5.14
U.S. Government Agency Obligations	3,464	30	3.44	3,741	47	5.07
Obligations of States and Political Subdivisions	311	6	7.17	504	8	6.55
Other Securities	16,516	144	3.49	12,032	139	4.63
Trading Securities	4,357	27	2.47	6,792	58	3.38
Total Securities	24,961	209	3.35	23,590	259	4.39
Total Interest-Earning Assets	78,645	584	2.94%	64,103	660	4.09%
Allowance for Credit Losses	(822)			(616)		
Cash and Due from Banks	2,914			2,601		
Other Assets	16,416			12,722		
TOTAL ASSETS	\$97,153			\$78,810		
	=====			=====		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 7,657	\$ 13	0.67%	\$ 6,661	\$ 22	1.32%
Savings	9,281	17	0.72	8,144	22	1.07
Certificates of Deposit						
\$100,000 & Over	3,840	14	1.47	3,322	18	2.14
Other Time Deposits	1,183	4	1.49	1,475	8	2.17
Foreign Offices	24,452	65	1.06	23,234	95	1.63
Total Interest-Bearing Deposits	46,413	113	0.97	42,836	165	1.53
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	1,687	3	0.68	2,040	8	1.51
Other Borrowed Funds	2,464	6	1.00	1,155	7	2.25
Payables to Customers and Broker-Dealers	5,407	10	0.72	145	1	1.47
Long-Term Debt	6,310	36	2.27	5,467	50	3.59
Total Interest-Bearing Liabilities	62,281	168	1.07%	51,643	231	1.77%
Noninterest-Bearing Deposits	13,266			10,792		
Other Liabilities	13,555			9,760		
Common Shareholders' Equity	8,051			6,615		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$97,153			\$78,810		
	=====			=====		
Net Interest Earnings and Interest Rate Spread		\$ 416	1.87%		\$ 429	2.32%
		=====	=====		=====	=====
Net Yield on Interest-Earning Assets			2.10%			2.66%
			=====			=====

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, 2003			For the nine months ended September 30, 2002		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
ASSETS						
Interest-Bearing						
Deposits in Banks (primarily foreign)	\$ 6,381	\$ 109	2.28%	\$ 4,992	\$ 106	2.85%
Federal Funds Sold and Securities Purchased Under Resale Agreements	7,394	61	1.11	2,957	38	1.70
Margin Loans	3,133	54	2.33	446	9	2.66
Loans						
Domestic Offices	20,124	642	4.27	18,824	716	5.09
Foreign Offices	11,799	262	2.97	15,361	392	3.41
Total Loans	31,923	904	3.79	34,185	1,108	4.34
Securities						
U.S. Government Obligations	282	8	3.55	663	26	5.31
U.S. Government Agency Obligations	3,246	93	3.82	3,299	134	5.43
Obligations of States and Political Subdivisions	348	19	7.10	550	27	6.57
Other Securities	15,234	421	3.69	10,235	370	4.82
Trading Securities	4,802	103	2.88	7,882	199	3.38
Total Securities	23,912	644	3.59	22,629	756	4.46
Total Interest-Earning Assets	72,743	1,772	3.26%	65,209	2,017	4.14%
Allowance for Credit Losses	(826)			(616)		
Cash and Due from Banks	2,825			2,656		
Other Assets	14,837			12,117		
TOTAL ASSETS	\$89,579			\$79,366		
	=====			=====		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-Bearing Deposits						
Money Market Rate Accounts	\$ 7,493	\$ 48	0.86%	\$ 6,661	\$ 66	1.33%
Savings	8,971	54	0.81	8,124	70	1.15
Certificates of Deposit \$100,000 & Over	4,402	54	1.62	1,701	30	2.35
Other Time Deposits	1,268	16	1.62	1,548	27	2.32
Foreign Offices	24,051	225	1.25	24,283	291	1.60
Total Interest-Bearing Deposits	46,185	397	1.15	42,317	484	1.53
Federal Funds Purchased and Securities Sold Under Repurchase Agreements	1,470	10	0.90	2,148	24	1.48
Other Borrowed Funds	1,510	13	1.17	3,286	60	2.43
Payables to Customers and Broker-Dealers	3,160	19	0.79	179	1	1.07
Long-Term Debt	6,077	116	2.54	5,316	159	3.96
Total Interest-Bearing Liabilities	58,402	555	1.27%	53,246	728	1.83%
Noninterest-Bearing Deposits	12,341			10,394		
Other Liabilities	11,370			9,321		
Common Shareholders' Equity	7,466			6,405		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$89,579			\$79,366		
	=====			=====		
Net Interest Earnings and Interest Rate Spread		\$1,217	1.99%		\$1,289	2.31%
		=====	=====		=====	=====
Net Yield on Interest-Earning Assets			2.24%			2.65%
			=====			=====