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On April 21, 2005, The PNC Financial Services Group, Inc. (PNC) issued the attached press release and supplementary information announcing its earnings and business results for the quarter ended March 31, 2005.

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PNC REPORTS FIRST QUARTER EARNINGS OF $354 MILLION

PITTSBURGH, April 21, 2005 The PNC Financial Services Group, Inc. (NYSE: PNC) today reported first quarter 2005 earnings of $354 million, or $1.24 per diluted share. Earnings a year ago were $328 million, or $1.15 per diluted share, and earnings for the fourth quarter of 2004 were $307 million, or $1.08 per diluted share. Earnings for the first quarter of 2005 included a previously announced benefit of $45 million, or $0.16 per diluted share, arising from the reversal of deferred tax liabilities related to the transfer of PNC s ownership of BlackRock from PNC Bank, N.A. to our intermediate bank holding company. Earnings for the first quarter of 2004 included an after-tax gain of $22 million, or $0.08 per diluted share, related to the sale of the corporation s modified coinsurance contracts.

We are encouraged by our performance in the first quarter, said James E. Rohr, chairman and chief executive officer. We outperformed expectations due to strong customer and balance sheet growth, further improvements in asset quality and consistent discipline regarding balance sheet and risk management. We expect to accelerate this momentum as we implement our company-wide initiative to make dramatic improvements in our efficiency.

HIGHLIGHTS

Average loan balances increased $5.1 billion, or 13 percent, over the first quarter of 2004. The increase resulted from higher demand across commercial and consumer loan products.

Average total deposits increased $6.0 billion, or 13 percent, compared with a year ago, as our relationship-based strategy resulted in higher certificates of deposit and money market account balances, as well as higher noninterest bearing deposits. Time deposits increased as a result of higher Eurodollar borrowings.

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Noninterest income, which is primarily fee-based revenue, increased to $973 million for the quarter, 8 percent higher than the fourth quarter of 2004, and represented 66 percent of total revenue. The increase was driven primarily by strong performance at BlackRock, including its successful acquisition of SSRM Holdings, Inc.

Noninterest expense was relatively unchanged compared with the sequential quarter excluding BlackRock s total expense of $184 million in the first quarter of 2005 and $132 million in the fourth quarter of 2004. BlackRock s expenses increased in the first quarter of 2005 primarily as a result of the SSRM acquisition.

Taxable-equivalent net interest income of $512 million increased $3 million compared with the sequential quarter despite seasonal factors.

Asset quality continued to improve.

Return on average common equity was 19.17 percent for the quarter compared with 18.84 percent a year ago and 16.71 percent in the fourth quarter of 2004.

The Consolidated Financial Highlights accompanying this news release include a reconciliation of total earnings for all business segments to consolidated earnings and a reconciliation of net interest income as reported under generally accepted accounting principles (GAAP) to taxable-equivalent net interest income.

BUSINESS SEGMENT RESULTS

Banking Businesses

Regional Community Banking

Regional Community Banking earned $121 million for the quarter compared with $102 million a year ago and $143 million for the fourth quarter of 2004. The 19 percent increase over the first quarter of 2004 was driven by continued customer and balance sheet growth, reduced noninterest expenses and a lower provision for credit losses. The reduced earnings compared with the fourth quarter of 2004 resulted from decreased noninterest income due to lower gains on sales of education loans and other assets as well as reduced seasonal consumer fee activity. The sequential quarter comparison was also impacted by lower taxable-equivalent net interest income from the lower number of days in the first quarter and seasonal declines in small business checking balances.

Regional Community Banking results in the first quarter were highlighted by:

Consumer and small business checking relationships grew by a net 20,000 compared with December 2004. Total checking relationships of 1.76 million increased 5 percent over the past year. Penetration rates for consumer online banking and online bill payment, which are keys to customer retention, also continued to improve, to 47 percent and 8 percent respectively.

Average loan balances increased $.3 billion over the previous quarter, and average loan balances increased $2.6 billion, or 16 percent over the past year.

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Customer response to competitive interest rate offers, particularly in our fast-growing New Jersey market, resulted in growth in average certificates of deposit over both prior periods and in average money market accounts over the sequential quarter contributing to a $.3 billion increase in deposits over the prior quarter and a $1.7 billion increase over a year ago. While average interest rates paid on deposits increased over the prior periods, the earnings potential of deposits increased in the rising interest rate environment.

Noninterest expenses declined $13 million compared with the first quarter of 2004. Noninterest expenses were relatively unchanged compared with last year s first quarter excluding $10 million in conversion-related and other non-recurring costs associated with the United National acquisition in the first quarter of 2004. This strong expense control has been a focus while the Regional Community Bank continued to invest in customer-facing staff. Concurrent reductions in administrative and support functions resulted in a decrease of more than 200 employees compared with the prior quarter.

Wholesale Banking

Wholesale Banking earned $110 million in the first quarter, compared with $122 million for the same period a year ago and $108 million for the fourth quarter of 2004. The lower earnings compared with a year ago reflected a $26 million decrease in net gains on institutional loans held for sale and a lower negative provision for credit losses, which more than offset higher taxable-equivalent net interest income. The higher earnings compared with the sequential quarter resulted primarily from lower noninterest expense and a lower provision for credit losses partially offset by lower taxable-equivalent net interest income and lower net gains on sales of commercial mortgages.

Wholesale Banking results in the first quarter were highlighted by:

Average loan balances increased $.4 billion, or 2 percent, over the previous quarter and $1.3 billion, or 8 percent, over a year ago.

Average deposits increased $2.0 billion, or 30 percent, compared with the year-earlier period. The increase was driven by sales of treasury management products, a larger commercial mortgage servicing portfolio and strong liquidity positions within our customer base.

Taxable-equivalent net interest income decreased $7 million compared with the prior quarter despite higher loan and deposit balances due to the negative impact of lower loan fees in the comparison and the cost of funding the potential tax exposure on the cross-border leasing portfolio in the first quarter of 2005.

Noninterest expense decreased $14 million compared with the sequential quarter and increased 3 percent over the prior year due to disciplined expense management.

Asset quality continued to improve. Nonperforming assets at March 31, 2005 declined 50 percent compared with March 31, 2004 and 8 percent compared with December 31, 2004. The benefit of the negative provision declined compared with the first quarter of 2004 due to loan growth.

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Noninterest income decreased compared with a year ago primarily due to the $26 million reduction in gains on institutional loans held for sale. Strong revenue growth from several product areas compared with a year ago partially offset the lower gains: Capital markets revenues increased 31 percent, treasury management revenues increased 10 percent and Midland Loan Services revenue increased 20 percent.

PNC Advisors

PNC Advisors earned $28 million for the first quarter of 2005 compared with $31 million a year ago and $24 million for the fourth quarter of 2004. Earnings in the first quarter of 2004 included a $7 million after-tax gain from the sale of certain investment consulting activities from the Hawthorn unit. Excluding the effect of the Hawthorn gain, the 17 percent increase in earnings compared with both prior periods resulted primarily from disciplined expense control and improved operating leverage. Average loans outstanding at PNC Advisors increased 10 percent and average deposits increased 11 percent compared with the first quarter of 2004. These increases reflected the success of our local, relationship-based sales initiatives.

Assets under management at PNC Advisors totaled $49 billion at March 31, 2005 compared with $48 billion at March 31, 2004 and $50 billion at December 31, 2004.

Asset Management and Processing Businesses

BlackRock

BlackRock earned $47 million for the quarter compared with $55 million a year ago and $50 million for the fourth quarter of 2004. The lower earnings compared with both prior periods were due to one-time expenses of $9 million and on-going expenses associated with the SSRM acquisition partially offset by higher advisory fees driven by a growing base of assets under management. Earnings for the first quarter of 2005 and the fourth quarter of 2004 included $14 million and $13 million of LTIP expenses, respectively. Earnings for the fourth quarter of 2004 included a $10 million income tax benefit resulting from a favorable preliminary finding of an audit related to New York City income taxes, and earnings for the first quarter of 2004 included a $9 million income tax benefit resulting from resolving a State of New York tax audit. Total revenue increased 37 percent compared with the first quarter of 2004.

Assets under management at BlackRock increased to $391 billion at March 31, 2005 compared with $342 billion at December 31, 2004 primarily due to the SSRM acquisition and new business.

BlackRock is approximately 70 percent owned by PNC and is consolidated into PNC s financial statements. Accordingly, approximately 30 percent of BlackRock s earnings are recognized as minority interest expense in the Corporation s consolidated income statement and are reflected on a separate line in the Business Earnings table in the Consolidated Financial Highlights.

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PFPC

PFPC earned a record $23 million for the quarter compared with $16 million a year ago and $20 million for the fourth quarter of 2004, increasing 44 percent and 15 percent, respectively. Earnings for the first quarter of 2005 reflected a $6 million after-tax gain related to the resolution of a client contract dispute, as well as a $5 million after-tax charge related to prepayment of intercompany debt. The higher earnings compared with the year earlier period were attributable to disciplined expense control and improved operating leverage, as well as strong performance from fund accounting, custody and print mailing services, due in part to BlackRock s acquisition of SSRM. This performance was reflected in an 8 percent increase in fund servicing revenue compared with the first quarter of 2004. Earnings for the first quarter of 2004 also included the benefit from the accretion of a discounted client contract liability, which ended in the second quarter of 2004.

PFPC provided accounting/administration services for $745 billion of net fund assets and provided custody services for $462 billion of fund assets at March 31, 2005. Increases in these statistics over a year ago reflected new business, asset inflows from existing customers and equity market appreciation. Total fund assets serviced by PFPC were $1.8 trillion at March 31, 2005 compared with $1.7 trillion a year earlier.

Other

The Other category includes asset and liability management activities, related net securities gains or losses, equity management activities, differences between business segment performance reporting and financial statement (GAAP) reporting, corporate overhead and intercompany eliminations. Earnings of $39 million were reported in Other for the quarter compared with earnings of $18 million a year ago and a net loss of $23 million last quarter. The increase from fourth quarter 2004 reflected the impact of the benefit of $45 million arising from the deferred tax liability reversal related to the transfer of PNC s ownership in BlackRock, an increase of $23 million in equity management gains and higher net interest income on the investment portfolio, partially offset by $9 million in net securities losses in the current period compared with $10 million in net securities gains in the prior period. The increase from first quarter 2004 reflected the impact of the benefit of the deferred tax liability reversal related to the transfer of PNC s ownership in BlackRock and higher equity management gains, partially offset by net securities losses in the current period compared with $15 million in net securities gains in the prior period. First quarter 2004 included an after-tax gain of $22 million on the sale of the corporation s modified coinsurance contracts.

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CONSOLIDATED REVENUE REVIEW

Taxable-equivalent net interest income totaled $512 million for the quarter compared with $497 million a year ago and $509 million in the fourth quarter of 2004. The increase over the sequential quarter resulted from higher income associated with increased interest-earning assets partially offset by seasonal factors, including the lower number of days in the first quarter and declines in small business checking balances. The increase compared with the first quarter of 2004 resulted from higher income associated with increased interest-earning assets partially offset by higher costs of deposits as the corporation sought to add funding in anticipation of rising interest rates. The net interest margin in the first quarter was 3.02 percent compared with 3.30 percent a year ago and 3.12 percent last quarter. The decrease in net interest margin compared with the fourth quarter of 2004 resulted from higher average balances in the trading account, which carry lower average spreads. The decrease compared with the first quarter of 2004 resulted from decreased interest-rate spreads resulting from our relationship-based deposit strategy as well as higher balances in the trading account.

Noninterest income totaled $973 million for the first quarter compared with $911 million a year ago and $904 million last quarter. The increases reflected higher asset management fees attributable in part to the SSRM acquisition as well as higher equity management gains and stronger trading results. These factors were partially offset in the sequential quarter comparison by lower gains on sales of education loans and other assets, seasonally lower service charges on deposits and net securities losses in the current period compared with net securities gains in the prior period. In the comparison with the first quarter of 2004, the increase was partially offset by lower net gains on institutional loans held for sale and net securities losses in the current period compared with net securities gains in the prior quarter.

CONSOLIDATED EXPENSE REVIEW

Noninterest expense totaled $999 million for the quarter compared with $895 million a year ago and $949 million for the sequential quarter. Excluding BlackRock s total expense of $184 million in the first quarter of 2005, $132 million in the fourth quarter of 2004 and $112 million in the first quarter of 2004, noninterest expense increased 4 percent over the year-earlier period and was relatively unchanged compared with the sequential quarter. The increase over a year ago was driven by increased sales incentives and the increased impact of expensing stock options. The increase in expense at BlackRock was largely attributable to the SSRM acquisition.

CONSOLIDATED BALANCE SHEET REVIEW

Total assets were $83.4 billion at March 31, 2005 compared with $74.1 billion a year ago and $79.7 billion at December 31, 2004. The increases in assets compared with both prior periods reflected increases in loan and securities balances.

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Average total loans of $44.0 billion for the quarter increased $5.1 billion over a year ago and $.9 billion over the sequential quarter. The increases were driven by continued improvements in market loan demand as well as increased targeted sales efforts across our banking businesses.

Average total securities balances for the quarter increased $.8 billion compared with the previous quarter as the corporation took advantage of short-term investing opportunities.

Average total trading assets increased $1.6 billion compared with the previous quarter as the corporation took advantage of market opportunities.

Average deposits of $53.4 billion for the quarter increased $6.0 billion over a year ago and $1.4 billion over the sequential quarter. The increases were driven primarily by higher certificates of deposit, money market accounts and, in the comparison with the first quarter of 2004, noninterest bearing deposit balances, as well as higher Eurodollar holdings.

During the first quarter of 2005, the Corporation repurchased .5 million common shares at an average cost of $52.54 per share. The pending acquisition of Riggs National Corporation, as well as BlackRock s acquisition of SSRM, restricted share repurchases. The pending Riggs acquisition will continue to cause us to restrict share repurchases over the next several quarters.

ASSET QUALITY REVIEW

Overall asset quality improved further due to our continued focus on lending that meets prudent risk-reward parameters. The provision for credit losses for the quarter was $8 million compared with $12 million a year ago and $19 million for the sequential quarter. The decrease in the provision despite growth in loan balances compared with both prior periods was attributable to continued improvement in asset quality.

Net charge-offs were $12 million for the quarter compared with $62 million a year ago and $14 million last quarter. The decrease in net charge-offs versus a year ago was primarily attributable to overall improvements in asset quality and a change in the charge-off policy related to smaller nonperforming commercial loans in the first quarter of 2004.

CONFERENCE CALL AND SUPPLEMENTARY FINANCIAL INFORMATION

PNC Chairman and Chief Executive Officer James E. Rohr and Vice Chairman and Chief Financial Officer William S. Demchak will hold a conference call for investors today at 10:00 a.m. Eastern Time regarding the topics addressed in this release and the related financial supplement. Investors should call five to 10 minutes before the start of the conference call at 800-990-2718 (domestic) or 706-643-0187 (international). A taped replay of the call will be available for one week at 800-642-1687 (domestic) and 706-645-9291 (international); enter conference ID 5171728.

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In addition, internet access to the call (listen-only) and to PNC s first quarter 2005 earnings release and supplementary financial information will be available on PNC s website at www.pnc.com under For Investors. A replay of the webcast will be available on PNC s website for 30 days.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING INFORMATION

We make statements in this news release and in the conference call regarding this news release, and we may from time to time make other statements, regarding our outlook or expectations for earnings, revenues, expenses and/or other matters regarding or affecting PNC that are forward-looking statements. Forward-looking statements are typically identified by words such as believe, expect, anticipate, intend, outlook, estimate, forecast, project and other similar words and expressions.

Forward-looking statements are subject to numerous assumptions, risks and uncertainties, which change over time. Forward-looking statements speak only as of the date they are made. We do not assume any duty and do not undertake to update our forward-looking statements. Actual results or future events could differ, possibly materially, from those that we anticipated in our forward-looking statements, and future results could differ materially from our historical performance.

In addition to factors that we have disclosed in our 2004 Annual Report on Form 10-K and in other SEC reports (accessible on the SEC s website at www.sec.gov and on or through PNC s corporate website at www.pnc.com) and those that we may discuss elsewhere in this news release, PNC s forward-looking statements are subject to, among others, the following risks and uncertainties, which could cause actual results or future events to differ materially from those that we anticipated in our forward-looking statements or from our historical performance:

Changes in political, economic or industry conditions, the interest rate environment, or the financial and capital markets (including as a result of actions of the Federal Reserve Board affecting interest rates, the money supply, or otherwise reflecting changes in monetary policy), which could affect: (a) credit quality and the extent of our credit losses; (b) the extent of funding of our unfunded loan commitments and letters of credit; (c) our allowances for loan and lease losses and unfunded loan commitments and letters of credit; (d) demand for our credit or fee-based products and services; (e) our net interest income; (f) the value of assets under management and assets serviced, of private equity investments, of other debt and equity investments, of loans held for sale, or of other on-balance sheet or off-balance sheet assets; or (g) the availability and terms of funding necessary to meet our liquidity needs;

The impact on us of legal and regulatory developments, including the following: (a) the resolution of legal proceedings or regulatory and other governmental inquiries; (b) increased litigation risk from recent regulatory and other governmental developments; (c) the results of the regulatory examination process, our failure to satisfy the requirements of agreements with governmental agencies, and regulators future use of supervisory and enforcement tools; (d) legislative and regulatory reforms, including changes to tax laws; and (e) changes in accounting policies and principles, with the impact of any such developments possibly affecting our ability to operate our businesses or our financial condition or results of operations or our reputation, which in turn could have an impact on such matters as business generation and retention, our ability to attract and retain management, liquidity and funding;

The impact on us of changes in the nature or extent of our competition;

The introduction, withdrawal, success and timing of our business initiatives and strategies;

Customer acceptance of our products and services, and our customers borrowing, repayment, investment and deposit practices;

The impact on us of changes in the extent of customer or counterparty delinquencies, bankruptcies or defaults, which could affect, among other things, credit and asset quality risk and our provision for credit losses;

The ability to identify and effectively manage risks inherent in our businesses;

How we choose to redeploy available capital, including the extent and timing of any share repurchases and acquisitions or other investments in our businesses;

The impact, extent and timing of technological changes, the adequacy of intellectual property protection, and costs associated with obtaining rights in intellectual property claimed by others;

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The timing and pricing of any sales of loans or other financial assets held for sale;

Our ability to obtain desirable levels of insurance and to successfully submit claims under applicable insurance policies;

The relative and absolute investment performance of assets under management;

The extent of terrorist activities and international hostilities, increases or continuations of which may adversely affect the economy and financial and capital markets generally or us specifically; and

Issues related to the completion of our pending acquisition of Riggs National Corporation and the integration of the remaining Riggs businesses into PNC, including the following:

Completion of the transaction is dependent on, among other things, receipt of stockholder and regulatory approvals and regulatory waivers, the timing of which cannot be predicted with precision at this point and which may not be received at all;

Successful completion of the transaction and our ability to realize the benefits that we anticipate from the acquisition also depend on the nature of any future developments with respect to Riggs regulatory and legal issues, the ability to comply with the terms of all current or future requirements (including any related action plan) resulting from these issues, and the extent of future costs and expenses arising as a result of these issues, including the impact of increased litigation risk and any claims for indemnification or advancement of costs;

Riggs regulatory and legal issues may cause reputational harm to PNC following the acquisition and integration of its business into ours;

The transaction may be materially more expensive to complete than anticipated as a result of unexpected factors or events;

The integration into PNC of the Riggs business and operations that we acquire, which will include conversion of Riggs different systems and procedures, may take longer or be more costly than anticipated and may have unanticipated adverse results relating to Riggs or PNC s existing businesses;

It may take longer than expected to realize the anticipated cost savings of the acquisition, and the anticipated cost savings may not be achieved in their entirety; and

The anticipated strategic and other benefits of the acquisition to PNC are dependent in part on the future performance of Riggs business, and we can provide no assurance as to actual future results, which could be affected by various factors, including the risks and uncertainties generally related to the performance of PNC s and Riggs businesses (with respect to Riggs, you may review Riggs SEC reports, which are accessible on the SEC s website at www.sec.gov) or due to factors related to the acquisition of Riggs and the process of integrating Riggs business at closing into PNC.

In addition to the pending Riggs acquisition, we grow our business from time to time by acquiring other financial services companies. Other acquisitions generally present similar risks to those described above relating to the Riggs transaction. We could also be prevented from pursuing attractive acquisition opportunities due to regulatory restraints.

You can find additional information on the foregoing risks and uncertainties and additional factors that could affect results anticipated in our forward-looking statements or from our historical performance in the reports that we file with the SEC. You can access our SEC reports on the SEC s website at www.sec.gov or on or through our corporate website at www.pnc.com.

Also, BlackRock s SEC reports (accessible on the SEC s website or on or through BlackRock s website at www.blackrock.com) discuss in more detail those risks and uncertainties that involve BlackRock that could affect the results anticipated in forward-looking statements or from historical performance. You may review the BlackRock SEC reports for a more detailed discussion of those risks and uncertainties and additional factors as they may affect BlackRock.

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The PNC Financial Services Group, Inc. (PNC) and Riggs National Corporation (Riggs) have filed with the United States Securities and Exchange Commission (SEC) a proxy statement/prospectus and will file other relevant documents concerning the merger of Riggs with and into PNC (Merger). We urge investors to read the proxy statement/prospectus and any other documents to be filed with the SEC in connection with the Merger or incorporated by reference in the proxy statement/prospectus, because they will contain important information. Investors will be able to obtain these documents free of charge at the SEC s website (www.sec.gov). In addition, documents filed with the SEC by PNC will be available free of charge from Shareholder Relations at (800) 843-2206. Documents filed with the SEC by Riggs will be available free of charge from www.riggsbank.com.

The directors, executive officers, and certain other members of management of Riggs may be soliciting proxies in favor of the Merger from its shareholders. For information about these directors, executive officers, and members of management, shareholders are asked to refer to Riggs s most recent annual meeting proxy statement, which is available at the web addresses provided in the preceding paragraph.

The PNC Financial Services Group, Inc. is one of the nation s largest diversified financial services organizations, providing consumer and business banking; specialized services for corporations and government entities, including corporate banking, real estate finance and asset-based lending; wealth management; asset management and global fund services.

[TABULAR MATERIAL FOLLOWS]

Consolidated Financial Highlights

The PNC Financial Services Group, Inc. Page 11

Dollars in millions, except per share data *Unaudited*	For the three months ended March 31 2005	December 31 2004	March 31 2004
FINANCIAL PERFORMANCE			
Revenue			
Net interest income *(taxable-equivalent basis)* (a)	$ 512	$ 509	$ 497
Noninterest income	973	904	911
Total revenue	$ 1,485	$ 1,413	$ 1,408
Net income	$ 354	$ 307	$ 328
Diluted earnings per common share	$ 1.24	$ 1.08	$ 1.15
Cash dividends declared per common share	$ .50	$ .50	$ .50
SELECTED RATIOS			
Net interest margin	3.02 %	3.12 %	3.30 %
Noninterest income to total revenue (b)	66	64	65
Efficiency (c)	68	67	64
Return on			
Average common shareholders equity	19.17 %	16.71 %	18.84 %
Average assets	1.72	1.55	1.81

Certain prior period amounts included in these Consolidated Financial Highlights have been reclassified to conform to the current period presentation.

(a) The interest income earned on certain earning assets is completely or partially exempt from federal income tax. As such, these tax-exempt instruments typically yield lower returns than a taxable investment. To provide more meaningful comparisons of yields and margins for all earning assets, we have increased the interest income earned on tax-exempt assets to make them fully equivalent to other taxable interest income investments.

The following is a reconciliation of net interest income as reported in the Consolidated Statement of Income to net interest income on a taxable-equivalent basis (in millions):

	For the three months ended March 31 2005	December 31 2004	March 31 2004
Net interest income, GAAP basis	$ 506	$ 503	$ 494
Taxable-equivalent adjustment	6	6	3

Net interest income, taxable-equivalent basis	$ 512	$ 509	$ 497

(b) Calculated as total noninterest income divided by the sum of net interest income and noninterest income.
(c) Calculated as noninterest expense divided by the sum of net interest income and noninterest income.

Consolidated Financial Highlights

The PNC Financial Services Group, Inc. Page 12

In millions *Unaudited*	For the three months ended March 31 2005	December 31 2004	March 31 2004
BUSINESS EARNINGS			
Banking businesses			
Regional Community Banking	$ 121	$ 143	$ 102
Wholesale Banking	110	108	122
PNC Advisors	28	24	31
Total banking businesses	259	275	255
Asset management and processing businesses			
BlackRock	47	50	55
PFPC	23	20	16
Total asset management and processing businesses	70	70	71
Total business segment earnings	329	345	326
Minority interest in income of BlackRock	(14)	(15)	(16)
Other	39	(23)	18
Total consolidated	$ 354	$ 307	$ 328

Dollars in millions, except per share data *Unaudited*	March 31 2005	December 31 2004	March 31 2004
BALANCE SHEET DATA			
Assets	$ 83,359	$ 79,723	$ 74,115
Earning assets	69,155	65,055	61,344
Loans, net of unearned income	44,674	43,495	39,451
Allowance for loan and lease losses	600	607	604
Securities	18,449	16,761	16,941
Loans held for sale	2,067	1,670	1,548
Deposits	55,169	53,269	48,125
Borrowed funds	14,514	11,964	13,722
Allowance for unfunded loan commitments and letters of credit	78	75	91
Shareholders equity	7,579	7,473	7,230
Common shareholders equity	7,571	7,465	7,221
Book value per common share	26.78	26.41	25.61
Common shares outstanding (millions)	283	283	282
Loans to deposits	81%	82%	82%
ASSETS UNDER MANAGEMENT (billions)	$ 432	$ 383	$ 361
FUND ASSETS SERVICED (billions)			
Accounting/administration net assets	$ 745	$ 721	$ 669

Custody assets	462	451	411
CAPITAL RATIOS			
Tier 1 Risk-based (a)	8.7%	9.0%	9.1%
Total Risk-based (a)	12.5	13.0	13.1
Leverage (a)	7.3	7.6	7.7
Tangible common (b)	5.3	5.7	5.8
Shareholders equity to total assets	9.09	9.37	9.76
Common shareholders equity to total assets	9.08	9.36	9.74
ASSET QUALITY RATIOS			
Nonperforming assets to total loans, loans held for sale and foreclosed assets	.35%	.39%	.56%
Nonperforming loans to loans	.29	.33	.46
Net charge-offs to average loans (for the three months ended)	.11	.13	.64
Allowance for loan and lease losses to loans	1.34	1.40	1.53
Allowance for loan and lease losses to nonperforming loans	458	424	330

(a) Estimated for March 31, 2005.

(b) Common shareholders equity less goodwill and other intangible assets (excluding mortgage servicing rights) divided by total assets less goodwill and other intangible assets (excluding mortgage servicing rights).

THE PNC FINANCIAL SERVICES GROUP, INC.

FINANCIAL SUPPLEMENT

FIRST QUARTER 2005

UNAUDITED

THE PNC FINANCIAL SERVICES GROUP, INC.

FINANCIAL SUPPLEMENT

FIRST QUARTER 2005

UNAUDITED

The information contained in this Financial Supplement is preliminary, unaudited and based on data available at April 21, 2005. We have reclassified certain prior period amounts included in this Financial Supplement to be consistent with the current period presentation. This information speaks only as of the particular date or dates included in the schedules. We do not undertake any obligation to, and disclaim any duty to, correct or update any of the information provided in this Financial Supplement. Our future financial performance is subject to risks and uncertainties as described in our SEC filings.

The average full-time equivalent employee (FTE) statistics disclosed in this Financial Supplement for each business segment reflect staff directly employed by the respective business segment and exclude corporate and shared services employees.

The PNC Financial Services Group, Inc. (PNC) and Riggs National Corporation (Riggs) have filed with the United States Securities and Exchange Commission (SEC) a proxy statement/prospectus and will file other relevant documents concerning the merger of Riggs with and into PNC (Merger). We urge investors to read the proxy statement/prospectus and any other documents to be filed with the SEC in connection with the Merger or incorporated by reference in the proxy statement/prospectus, because they will contain important information. Investors will be able to obtain these documents free of charge at the SEC s website (www.sec.gov). In addition, documents filed with the SEC by PNC will be available free of charge from Shareholder Relations at (800) 843-2206. Documents filed with the SEC by Riggs will be available free of charge from www.riggsbank.com.

The directors, executive officers, and certain other members of management of Riggs may be soliciting proxies in favor of the Merger from its shareholders. For information about these directors, executive officers, and members of management, shareholders are asked to refer to Riggs most recent annual meeting proxy statement, which is available at the web addresses provided in the preceding paragraph.

THE PNC FINANCIAL SERVICES GROUP, INC.

Consolidated Income Statement (Unaudited)

For the three months ended - in millions, except per share data	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Interest Income					
Loans and fees on loans	$ 578	$ 547	$ 516	$ 490	$ 490
Securities available for sale and held to maturity	173	154	139	130	145
Other	53	42	30	38	31
Total interest income	804	743	685	658	666
Interest Expense					
Deposits	182	152	121	107	104
Borrowed funds	116	88	73	70	68
Total interest expense	298	240	194	177	172
Net interest income	506	503	491	481	494
Provision for credit losses	8	19	13	8	12
Net interest income less provision for credit losses	498	484	478	473	482
Noninterest Income					
Asset management	314	256	239	252	253
Fund servicing	220	209	204	200	204
Service charges on deposits	59	65	65	63	59
Brokerage	55	53	52	56	58
Consumer services	66	68	66	67	63
Corporate services	107	120	100	128	125
Equity management gains	32	9	16	35	7
Net securities gains (losses)	(9)	10	16	14	15
Other	129	114	80	95	127
Total noninterest income	973	904	838	910	911
Noninterest Expense					
Compensation	479	452	500	414	389
Employee benefits	83	82	76	77	74
Net occupancy	73	64	68	67	68
Equipment	74	74	72	70	74
Marketing	20	24	19	24	20
Other	270	253	246	258	270
Total noninterest expense	999	949	981	910	895
Income before minority and noncontrolling interests and income taxes	472	439	335	473	498
Minority and noncontrolling interests in income (loss) of consolidated entities	6	5	(13)	11	7
Income taxes	112	127	90	158	163

Net income	$ 354	$ 307	$ 258	$ 304	$ 328
Earnings Per Common Share					
Basic	$ 1.26	$ 1.09	$ .92	$ 1.08	$ 1.16
Diluted	$ 1.24	$ 1.08	$ .91	$ 1.07	$ 1.15
Average Common Shares Outstanding					
Basic	281	281	281	281	282
Diluted	284	283	283	283	284

Consolidated Balance Sheet (Unaudited)

In millions, except par value	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Assets					
Cash and due from banks	$ 2,908	$ 3,230	$ 3,005	$ 3,065	$ 2,787
Federal funds sold and resale agreements	1,252	1,635	1,154	1,096	1,979
Other short-term investments, including trading securities	2,354	1,848	1,801	1,335	1,243
Loans held for sale	2,067	1,670	1,582	1,457	1,548
Securities available for sale and held to maturity	18,449	16,761	16,824	14,954	16,941
Loans, net of unearned income of $872, $902, $931, $923 and $980	44,674	43,495	42,480	40,835	39,451
Allowance for loan and lease losses	(600)	(607)	(581)	(593)	(604)
Net loans	44,074	42,888	41,899	40,242	38,847
Goodwill	2,976	3,001	3,007	2,978	2,975
Other intangible assets	613	354	348	351	341
Other	8,666	8,336	7,678	7,641	7,454
Total assets	$ 83,359	$ 79,723	$ 77,298	$ 73,119	$ 74,115
Liabilities					
Deposits					
Noninterest-bearing	$ 12,808	$ 12,915	$ 12,461	$ 12,246	$ 11,879
Interest-bearing	42,361	40,354	38,701	37,748	36,246
Total deposits	55,169	53,269	51,162	49,994	48,125
Borrowed funds					
Federal funds purchased	995	219	2,008	1,069	2,648
Repurchase agreements	2,077	1,376	1,595	1,163	1,279
Bank notes and senior debt	3,662	2,383	2,997	2,796	2,829
Subordinated debt	3,988	4,050	3,569	3,510	3,837
Commercial paper	2,381	2,251	1,805	1,743	1,934
Other borrowed funds	1,411	1,685	945	656	1,195
Total borrowed funds	14,514	11,964	12,919	10,937	13,722
Allowance for unfunded loan commitments and letters of credit	78	75	96	84	91
Accrued expenses	2,288	2,406	2,402	2,221	2,313
Other	3,199	4,032	2,908	2,400	2,216
Total liabilities	75,248	71,746	69,487	65,636	66,467
Minority and noncontrolling interests in consolidated entities	532	504	499	419	418
Shareholders Equity					
Preferred stock (a)					
Common stock - $5 par value					
Authorized 800 shares, issued 353 shares	1,764	1,764	1,764	1,764	1,764
Capital surplus	1,275	1,265	1,246	1,235	1,209
Retained earnings	8,485	8,273	8,107	7,991	7,829
Deferred compensation expense	(42)	(51)	(52)	(54)	(27)

Accumulated other comprehensive (loss) income	(175)	(54)	(25)	(139)	180
Common stock held in treasury at cost: 70, 70, 70, 71 and 71 shares	(3,728)	(3,724)	(3,728)	(3,733)	(3,725)
Total shareholders equity	7,579	7,473	7,312	7,064	7,230
Total liabilities, minority and noncontrolling interests, and shareholders equity	$ 83,359	$ 79,723	$ 77,298	$ 73,119	$ 74,115
CAPITAL RATIOS					
Tier 1 Risk-based (b)	8.7%	9.0%	9.0%	9.1%	9.1%
Total Risk-based (b)	12.5	13.0	12.5	12.9	13.1
Leverage (b)	7.3	7.6	7.7	7.7	7.7
Tangible common	5.3	5.7	5.6	5.6	5.8
Shareholders equity to total assets	9.09	9.37	9.46	9.66	9.76
Common shareholders equity to total assets	9.08	9.36	9.45	9.65	9.74
ASSET QUALITY RATIOS					
Nonperforming assets to total loans, loans held for sale and foreclosed assets	.35%	.39%	.42%	.49%	.56%
Nonperforming loans to loans	.29	.33	.35	.41	.46
Net charge-offs to average loans (For the three months ended)	.11	.13	.12	.26	.64
Allowance for loan and lease losses to loans	1.34	1.40	1.37	1.45	1.53
Allowance for loan and lease losses to nonperforming loans	458	424	393	351	330

(a) Less than $.5 million at each date.

(b) Estimated for March 31, 2005.

Results of Businesses - Summary and Reconciliation to Total Consolidated Results (Unaudited) (a)

Three months ended dollars in millions

Earnings	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Banking businesses					
Regional Community Banking	$ 121	$ 143	$ 134	$ 125	$ 102
Wholesale Banking	110	108	100	113	122
PNC Advisors	28	24	24	27	31
Total banking businesses	259	275	258	265	255
Asset management and processing businesses					
BlackRock (b)	47	50	(10)	48	55
PFPC	23	20	17	17	16
Total asset management and processing businesses	70	70	7	65	71
Total business segment earnings	329	345	265	330	326
Minority interest in (income) loss of BlackRock	(14)	(15)	3	(14)	(16)
Other	39	(23)	(10)	(12)	18
Total consolidated earnings	$ 354	$ 307	$ 258	$ 304	$ 328

Revenue (c)	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Banking businesses					
Regional Community Banking	$ 506	$ 536	$ 525	$ 511	$ 501
Wholesale Banking	312	333	299	322	317
PNC Advisors	156	154	151	154	170
Total banking businesses	974	1,023	975	987	988
Asset management and processing businesses					
BlackRock	250	188	171	184	182
PFPC	230	209	203	199	203
Total asset management and processing businesses	480	397	374	383	385
Total business segment revenue	1,454	1,420	1,349	1,370	1,373
Other	31	(7)	(13)	25	35
Total consolidated revenue	$ 1,485	$ 1,413	$ 1,336	$ 1,395	$ 1,408

(a) See the Review of Businesses section of Item 7 of our Annual Report on Form 10-K for the year ended December 31, 2004 (2004 Form 10-K) for additional information regarding presentation of results for our business segments. Our business segment information is presented based on our management accounting practices and our management structure. We refine our methodologies from time to time as our management accounting practices are enhanced and our businesses change.

(b) BlackRock results for the third quarter of 2004 reflect a $57 million after-tax impact for BlackRock s 2002 Long-Term Retention and Incentive Plan (LTIP) charge. Our 2004 Form 10-K has additional information on the LTIP and related charges under Note 22 Stock-Based Compensation Plans in the Notes To Consolidated Financial Statements.

(c) Business segment revenue is presented on a taxable-equivalent basis except for BlackRock and PFPC. BlackRock began reporting revenue on a taxable-equivalent basis in the third quarter of 2004. BlackRock for all other periods and PFPC for all periods is presented on a book (GAAP) basis. The interest income earned on certain earning assets is completely or partially exempt from federal income tax. As such, these tax-exempt instruments typically yield lower returns than a taxable investment. To provide more meaningful comparisons of yields and margins for all earning assets, we have increased the interest income earned on tax-exempt assets to make them fully equivalent to other taxable interest income investments. The following is a reconciliation of total consolidated revenue on a book (GAAP) basis to total consolidated revenue on a taxable-equivalent basis (in millions):

	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Total consolidated revenue, book (GAAP) basis	$ 1,479	$ 1,407	$ 1,329	$ 1,391	$ 1,405
Taxable-equivalent adjustment	6	6	7	4	3
Total consolidated revenue, taxable-equivalent basis	$ 1,485	$ 1,413	$ 1,336	$ 1,395	$ 1,408

Reconciliation of Total Banking Businesses Earnings

Three months ended-dollars in millions	March 31 2005	March 31 2004
Total banking businesses earnings, as reported	$ 259	$ 255
Less: net gains on institutional loans held for sale, net of tax	1	19
Total banking businesses earnings, as adjusted	$ 258	$ 236
Increase in total banking businesses earnings, as reported	2%	
Increase in total banking businesses earnings, as adjusted	9%	

We believe that total banking businesses earnings, as adjusted, provides useful information to investors. Net gains on institutional loans held for sale have declined significantly compared with the first quarter of 2004 as the related remaining institutional lending held for sale loan portfolio has declined from $61 million at March 31, 2004 to $2 million at March 31, 2005. In addition, the assets and underlying relationships reflected in this portfolio are not included in our ongoing business strategy for Wholesale Banking.

Regional Community Banking (Unaudited) (a)

Three months ended *Taxable-equivalent basis (a)* *Dollars in millions*	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
INCOME STATEMENT					
Net interest income	$ 341	$ 345	$ 342	$ 340	$ 333
Noninterest income					
Service charges on deposits	57	62	63	60	57
Investment products	28	27	27	29	29
Other	80	102	93	82	82
Total noninterest income	165	191	183	171	168
Total revenue	506	536	525	511	501
Provision for credit losses	14	14	13	6	29
Noninterest expense					
Compensation and employee benefits	128	136	132	130	136
Net occupancy and equipment	66	63	66	66	68
Other	105	98	102	111	108
Total noninterest expense	299	297	300	307	312
Pretax earnings	193	225	212	198	160
Income taxes	72	82	78	73	58
Earnings	$ 121	$ 143	$ 134	$ 125	$ 102
AVERAGE BALANCE SHEET					
Loans					
Consumer					
Home equity	$ 11,863	$ 11,652	$ 11,283	$ 10,734	$ 9,478
Indirect	892	881	879	836	774
Other consumer	405	464	514	533	682
Total consumer	13,160	12,997	12,676	12,103	10,934
Commercial	4,372	4,220	4,113	3,943	3,901
Floor plan	1,013	961	929	1,037	947
Residential mortgage	677	708	737	776	813
Other	26	26	25	24	28
Total loans	19,248	18,912	18,480	17,883	16,623
Goodwill	991	1,000	1,005	1,005	994
Loans held for sale	1,345	1,221	1,238	1,156	1,115
Other assets	1,386	1,443	1,447	1,587	2,060
Total assets	$ 22,970	$ 22,576	$ 22,170	$ 21,631	$ 20,792

Deposits					
Noninterest-bearing demand	$ 6,715	$ 6,883	$ 6,712	$ 6,464	$ 6,248
Interest-bearing demand	6,996	7,098	6,937	6,916	6,916
Money market	12,046	11,937	12,112	12,465	12,356
Total transaction deposits	25,757	25,918	25,761	25,845	25,520
Savings	2,724	2,727	2,659	2,548	2,508
Certificates of deposit	9,833	9,363	8,775	8,421	8,565
Total deposits	38,314	38,008	37,195	36,814	36,593
Other liabilities	132	164	185	223	432
Capital	2,447	2,420	2,375	2,364	2,362
Total funds	$ 40,893	$ 40,592	$ 39,755	$ 39,401	$ 39,387
PERFORMANCE RATIOS					
Return on capital	20%	24%	22%	21%	17%
Noninterest income to total revenue	33	36	35	33	34
Efficiency	59	55	57	60	62
OTHER INFORMATION (b)					
Total nonperforming assets (c)	$ 84	$ 91	$ 85	$ 81	$ 75
Net charge-offs (c)	$ 14	$ 11	$ 10	$ 10	$ 32
Annualized net charge-off ratio (c)	.29%	.23%	.22%	.22%	.77%
Home equity portfolio credit statistics:					
% of first lien positions	51%	51%	51%	51%	50%
Weighted average loan-to-value ratios	71%	71%	71%	71%	72%
Weighted average FICO scores	716	716	717	717	713
Loans 90 days past due	.20%	.22%	.22%	.20%	.23%
Gains on sales of education loans (d)	$ 1	$ 13	$ 15	$ 2	
Average FTE staff	9,886	10,109	10,251	10,254	10,379
ATMs	3,610	3,581	3,555	3,528	3,486
Branches	770	774	774	775	769
Consumer and small business checking relationships	1,761,000	1,741,000	1,732,000	1,700,000	1,679,000
Consumer DDA households using online banking	743,000	711,000	690,000	663,000	637,000
% of consumer DDA households using online banking	47%	45%	44%	43%	42%
Consumer DDA households using online bill payment	131,000	112,000	108,000	112,000	102,000
% of consumer DDA households using online bill payment	8%	7%	7%	7%	7%
Small business deposits					
Noninterest-bearing	$ 4,086	$ 4,203	$ 4,067	$ 3,908	$ 3,756
Interest-bearing	1,556	1,764	1,574	1,515	1,651
Money market	2,630	2,836	2,788	2,707	2,510
Certificates of deposit	352	318	304	300	324

(a) See Notes (a) and (c) on page 3.

(b) Presented as of period-end, except for net charge-offs, annualized net charge-off ratio, home equity portfolio weighted average statistics, gains on sales of education loans, average FTEs and small business deposits.

(c) See Note (a) on page 16.

(d) Included in Other noninterest income above.

Wholesale Banking (Unaudited) (a)

Three months ended

Taxable-equivalent basis (a) ***Dollars in millions except as noted***	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
INCOME STATEMENT					
Net interest income	$ 176	$ 183	$ 180	$ 171	$ 164
Noninterest income					
Net commercial mortgage banking					
Net gains on loan sales	9	20	6	14	10
Servicing and other fees, net of amortization	14	12	12	12	11
Net gains on institutional loans held for sale	2	2	5	17	28
Other	111	116	96	108	104
Noninterest income	136	150	119	151	153
Total revenue	312	333	299	322	317
Provision for credit losses	(4)	9	1	8	(13)
Noninterest expense	167	181	166	162	162
Pretax earnings	149	143	132	152	168
Noncontrolling interests in income of consolidated entities	(11)	(11)	(12)	(10)	(10)
Income taxes	50	46	44	49	56
Earnings	$ 110	$ 108	$ 100	$ 113	$ 122
AVERAGE BALANCE SHEET					
Loans					
Corporate banking (b)	$ 10,417	$ 10,139	$ 9,776	$ 9,669	$ 9,875
Commercial real estate	1,807	1,824	1,902	1,934	1,665
Commercial - real estate related	1,782	1,743	1,704	1,465	1,585
PNC Business Credit	4,050	3,976	3,838	3,788	3,608
Total loans (b)	18,056	17,682	17,220	16,856	16,733
Loans held for sale	598	555	349	493	484
Other assets	5,430	4,514	4,010	4,640	4,630
Total assets	$ 24,084	$ 22,751	$ 21,579	$ 21,989	$ 21,847
Deposits	$ 8,683	$ 8,536	$ 7,882	$ 6,981	$ 6,694
Commercial paper	2,127	1,954	1,679	1,815	2,111
Other liabilities	3,777	3,395	2,944	3,583	3,725
Capital	1,692	1,590	1,586	1,659	1,854
Total funds	$ 16,279	$ 15,475	$ 14,091	$ 14,038	$ 14,384
PERFORMANCE RATIOS					
Return on capital	26%	27%	25%	27%	26%

Noninterest income to total revenue	44	45	40	47	48
Efficiency	54	54	56	50	51
COMMERCIAL MORTGAGE					
SERVICING PORTFOLIO (in billions)					
Beginning of period	$ 98	$ 93	$ 89	$ 86	$ 83
Acquisitions/additions	14	12	11	11	7
Repayments/transfers	(7)	(7)	(7)	(8)	(4)
End of period	$ 105	$ 98	$ 93	$ 89	$ 86
OTHER INFORMATION					
Consolidated revenue from:					
Treasury Management	$ 97	$ 99	$ 95	$ 91	$ 88
Capital Markets	$ 42	$ 44	$ 27	$ 37	$ 32
Midland Loan Services	$ 30	$ 27	$ 30	$ 26	$ 25
Equipment Leasing	$ 18	$ 21	$ 21	$ 21	$ 21
Total loans (c)	$ 18,595	$ 17,959	$ 17,650	$ 17,171	$ 16,728
Total nonperforming assets (c)	$ 65	$ 71	$ 82	$ 110	$ 131
Net charge-offs	$ (2)	$ 3		$ 16	$ 30
Average FTE staff	3,128	3,129	3,098	3,074	3,038
Net carrying amount of commercial mortgage servicing rights (c)	$ 258	$ 242	$ 229	$ 226	$ 211

(a) See Notes (a) and (c) on page 3.
(b) Includes Market Street Funding Corporation. See Supplemental Average Balance Sheet Information on page 12.
(c) Presented as of period-end.

PNC Advisors (Unaudited) (a)

Three months ended *Taxable-equivalent basis (a)* *Dollars in millions except as noted*	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
INCOME STATEMENT					
Net interest income	$ 28	$ 28	$ 29	$ 27	$ 27
Noninterest income					
Investment management and trust	81	79	77	79	81
Brokerage	28	28	25	28	30
Other	19	19	20	20	32
Total noninterest income	128	126	122	127	143
Total revenue	156	154	151	154	170
Provision for credit losses		(1)	1	(2)	1
Noninterest expense	112	117	112	114	120
Pretax earnings	44	38	38	42	49
Income taxes	16	14	14	15	18
Earnings	$ 28	$ 24	$ 24	$ 27	$ 31
AVERAGE BALANCE SHEET					
Loans					
Consumer	$ 1,676	$ 1,640	$ 1,568	$ 1,475	$ 1,386
Residential mortgage	100	109	118	137	154
Commercial	425	384	412	417	415
Other	277	285	293	303	292
Total loans	2,478	2,418	2,391	2,332	2,247
Other assets	401	420	393	405	413
Total assets	$ 2,879	$ 2,838	$ 2,784	$ 2,737	$ 2,660
Deposits	$ 2,435	$ 2,314	$ 2,252	$ 2,298	$ 2,189
Other liabilities	276	299	276	272	268
Capital	301	297	305	301	325
Total funds	$ 3,012	$ 2,910	$ 2,833	$ 2,871	$ 2,782
PERFORMANCE RATIOS (b)					
Return on capital	38%	32%	31%	36%	38%
Noninterest income to total revenue	82	82	81	82	84
ASSETS UNDER ADMINISTRATION (in billions) (c) (d)					
<u>Assets under management</u>					
Personal	$ 40	$ 41	$ 39	$ 40	$ 39

Institutional	9	9	9	9	9
Total	$ 49	$ 50	$ 48	$ 49	$ 48
Asset Type					
Equity	$ 30	$ 30	$ 28	$ 29	$ 28
Fixed income	13	14	14	14	14
Liquidity/Other	6	6	6	6	6
Total	$ 49	$ 50	$ 48	$ 49	$ 48
Nondiscretionary assets under administration					
Personal	$ 29	$ 29	$ 27	$ 27	$ 29
Institutional	63	64	64	64	65
Total	$ 92	$ 93	$ 91	$ 91	$ 94
Asset Type					
Equity	$ 32	$ 32	$ 31	$ 32	$ 33
Fixed income	32	33	32	33	34
Liquidity/Other	28	28	28	26	27
Total	$ 92	$ 93	$ 91	$ 91	$ 94
OTHER INFORMATION (d)					
Total nonperforming assets	$ 9	$ 9	$ 10	$ 10	$ 11
Brokerage assets administered (in billions)	$ 24	$ 25	$ 23	$ 23	$ 24
Full service brokerage offices	73	75	75	75	76
Financial consultants	432	436	435	436	444
Margin loans	$ 249	$ 254	$ 267	$ 268	$ 270
Average FTE staff	2,816	2,806	2,791	2,787	2,804

(a) See Notes (a) and (c) on page 3.
(b) See page 7 for information regarding efficiency ratios.
(c) Excludes brokerage assets administered.
(d) Presented as of period-end, except for average FTE staff.

PNC Advisors (Unaudited)

Efficiency ratios

	For the quarter ended				
	March 31 2005	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Efficiency, GAAP basis (a)	72%	76%	74%	74%	71%
Efficiency, as adjusted (b)	63%	68%	66%	64%	61%

(a) Calculated as noninterest expense divided by the sum of net interest income and noninterest income.
(b) Calculated by excluding the impact of brokerage firm activities included within the PNC Advisors business segment. Brokerage firm activities excluded are the principal activities of Hilliard Lyons on a management reporting basis, including client-related brokerage and trading, investment banking and investment management. Industry-wide efficiency measures for brokerage firms and asset management firms differ significantly due primarily to the highly variable compensation structure of brokerage firms. We believe the disclosure of an efficiency ratio for PNC Advisors excluding the impact of these brokerage firm activities is meaningful for investors as it provides a more relevant basis of comparison with other asset management firms.

Reconciliation of GAAP amounts with amounts used in the calculation of adjusted efficiency ratio:

	For the quarter ended				
Dollars in millions	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Revenue, GAAP basis	$ 156	$ 154	$ 151	$ 154	$ 170
Less: brokerage firm activities	51	53	47	52	55
Revenue, as adjusted	$ 105	$ 101	$ 104	$ 102	$ 115
Noninterest expense, GAAP basis	$ 112	$ 117	$ 112	$ 114	$ 120
Less: brokerage firm activities	46	47	44	48	50
Noninterest expense, as adjusted	$ 66	$ 70	$ 68	$ 66	$ 70

BlackRock (Unaudited) (a)

Three months ended					
***Taxable-equivalent basis* (a)**	**March 31**	**December 31**	**September 30**	**June 30**	**March 31**
Dollars in millions except as noted	**2005**	**2004**	**2004**	**2004**	**2004**
INCOME STATEMENT					
Investment advisory and administration fees	$ 212	$ 163	$ 148	$ 162	$ 160
Other income	38	25	23	22	22
Total revenue	250	188	171	184	182
Operating expense	161	112	94	113	104
Operating expense - LTIP charge	14	13	91		
Fund administration and servicing costs	9	7	9	8	8
Total expense	184	132	194	121	112
Operating income (loss)	66	56	(23)	63	70
Nonoperating income	8	8	7	15	6
Pretax earnings (loss)	74	64	(16)	78	76
Minority interest		1		4	
Income taxes	27	13	(6)	26	21
Earnings (loss)	$ 47	$ 50	$ (10)	$ 48	$ 55
PERIOD-END BALANCE SHEET					
Goodwill and other intangible assets	$ 444	$ 184	$ 184	$ 186	$ 186
Other assets	1,050	961	893	780	723
Total assets	$ 1,494	$ 1,145	$ 1,077	$ 966	$ 909
Liabilities and minority interest	$ 648	$ 377	$ 342	$ 211	$ 186
Stockholders equity	846	768	735	755	723
Total liabilities and stockholders equity	$ 1,494	$ 1,145	$ 1,077	$ 966	$ 909
PERFORMANCE DATA					
Return on equity	23%	26%	(5)%	26%	31%
Operating margin (b)	38	38	32	36	41
Diluted earnings (loss) per share	$ .70	$ .75	$ (.15)	$ .73	$ .84
ASSETS UNDER MANAGEMENT *(in billions) (period end)*					
Separate accounts					
Fixed income	$ 240	$ 216	$ 211	$ 200	$ 202
Liquidity	7	7	8	7	6
Liquidity - securities lending	7	7	9	9	9
Equity	19	10	8	9	9
Alternative investment products	19	8	7	6	6

Total separate accounts	292	248	243	231	232
Mutual funds (c)					
Fixed income	25	25	24	24	25
Liquidity	60	64	51	50	59
Equity	14	5	5	5	5
Total mutual funds	99	94	80	79	89
Total assets under management	$ 391	$ 342	$ 323	$ 310	$ 321
OTHER INFORMATION					
Average FTE staff	1,320	1,062	1,063	984	947

(a) See Notes (a) and (c) on page 3.

(b) Calculated as operating income, adjusted for the LTIP charges, SSRM acquisition costs, and appreciation on Rabbi trust assets related to BlackRock s deferred compensation plans, divided by total revenue less reimbursable property management compensation and fund administration and servicing costs. The following is a reconciliation of this presentation to operating margin calculated on a GAAP basis (operating income divided by total revenue) in millions:

Operating (loss) income, GAAP basis	$ 66	$ 56	$ (23)	$ 63	$ 70
Add back: LTIP charge	14	13	91		
Less: portion of LTIP to be funded by BlackRock	(2)	(2)	(17)		
Add back: SSRM acquisition costs	9				
Add back: appreciation on Rabbi trust assets	2	2		1	1
Operating income, as adjusted	$ 89	$ 69	$ 51	$ 64	$ 71
Total revenue, GAAP basis	$ 250	$ 188	$ 171	$ 184	$ 182
Less: reimbursable property management compensation	4				
Less: fund administration and servicing costs	9	7	9	8	8
Revenue used for operating margin calculation, as reported	$ 237	$ 181	$ 162	$ 176	$ 174
Operating margin, GAAP basis	26%	30%	(13)%	34%	38%
Operating margin, as adjusted	38%	38%	32%	36%	41%

We believe that operating margin, as adjusted, is a more relevant indicator of management s ability to effectively employ BlackRock s resources. The portion of the LTIP charges associated with awards to be met with the contribution of shares of BlackRock stock by PNC has been excluded from operating income because, exclusive of impact related to LTIP participants option to put awarded shares to BlackRock, this non-cash charge will not impact BlackRock s book value. Appreciation on Rabbi trust assets related to BlackRock s deferred compensation plans has been excluded because investment performance of these assets has a nominal impact on net income. Reimbursable property management compensation represents compensation and benefits paid to certain BlackRock Realty Advisors, Inc. (Realty) personnel. These employees are retained on Realty s payroll when properties are acquired by Realty s clients. The related compensation and benefits are fully reimbursed by Realty s clients and have been excluded from operating margin, as adjusted, because they bear no economic cost to BlackRock. We have excluded fund administration and servicing costs from the operating margin calculation because these costs are a fixed, asset-based expense which can fluctuate based on the discretion of a third party.

(c) Includes BlackRock Funds, BlackRock Liquidity Funds, BlackRock Closed End Funds, Short Term Investment Fund and BlackRock Global Series Funds.

PFPC (Unaudited) (a)

Three months ended *Dollars in millions except as noted*	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
INCOME STATEMENT					
Fund servicing revenue	$ 220	$ 209	$ 203	$ 199	$ 203
Other revenue	10				
Total revenue	230	209	203	199	203
Operating expense	173	160	158	158	167
Amortization (accretion) of other intangibles, net	3	4	3	(1)	(3)
Operating income	54	45	42	42	39
Nonoperating income (b)			1		2
Debt financing	8	12	14	14	14
Debt prepayment penalty	8				
Pretax earnings	38	33	29	28	27
Income taxes	15	13	12	11	11
Earnings	$ 23	$ 20	$ 17	$ 17	$ 16
AVERAGE BALANCE SHEET					
Goodwill and other intangible assets	$ 1,014	$ 1,017	$ 1,021	$ 1,024	$ 1,027
Other assets	1,250	1,069	1,052	1,054	952
Total assets	$ 2,264	$ 2,086	$ 2,073	$ 2,078	$ 1,979
Debt financing	$ 1,049	$ 1,067	$ 1,102	$ 1,137	$ 1,163
Other liabilities	952	756	711	681	550
Capital	263	263	260	260	266
Total funds	$ 2,264	$ 2,086	$ 2,073	$ 2,078	$ 1,979
PERFORMANCE RATIOS					
Return on capital	35%	30%	26%	26%	23%
Operating margin (c)	23	22	21	21	19
SERVICING STATISTICS (at period end)					
Accounting/administration net fund assets *(in billions)*					
Domestic	$ 680	$ 660	$ 609	$ 612	$ 621
Foreign (d)	65	61	58	53	48
Total	$ 745	$ 721	$ 667	$ 665	$ 669
Asset type					
Money market	$ 340	$ 341	$ 322	$ 326	$ 337
Equity	245	230	203	200	198
Fixed income	107	101	97	94	95

Other	53	49	45	45	39
Total	$ 745	$ 721	$ 667	$ 665	$ 669
Custody fund assets *(in billions)*	$ 462	$ 451	$ 418	$ 416	$ 411
Shareholder accounts *(in millions)*					
Transfer agency	20	21	21	21	22
Subaccounting	39	36	34	34	33
Total	59	57	55	55	55
OTHER INFORMATION					
Average FTE staff	4,833	4,659	4,614	4,816	4,910

(a) See Note (a) on page 3.
(b) Net of nonoperating expense.
(c) Operating income divided by total revenue.
(d) Represents net assets serviced offshore.

Details of Net Interest Income, Net Interest Margin and Trading Revenue (Unaudited)

Taxable-equivalent basis

Net Interest Income *In millions*	For the quarter ended **March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Interest income					
Loans and fees on loans	$ 580	$ 549	$ 518	$ 491	$ 492
Securities available for sale and held to maturity	174	155	141	131	146
Other	56	45	33	40	31
Total interest income	810	749	692	662	669
Interest expense					
Deposits	182	152	121	107	104
Borrowed funds	116	88	73	70	68
Total interest expense	298	240	194	177	172
Net interest income (a)	$ 512	$ 509	$ 498	$ 485	$ 497

Net Interest Margin	For the quarter ended **March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Average yields/rates					
Yield on interest-earning assets					
Loans and fees on loans	5.30%	5.04%	4.89%	4.89%	5.05%
Securities available for sale and held to maturity	4.13	3.85	3.67	3.33	3.57
Other	3.14	3.25	2.89	3.07	2.54
Total yield on interest-earning assets	4.79	4.59	4.44	4.34	4.44
Rate on interest-bearing liabilities					
Deposits	1.80	1.52	1.27	1.15	1.16
Borrowed funds	3.09	2.76	2.45	2.21	2.07
Total rate on interest-bearing liabilities	2.15	1.82	1.55	1.42	1.40
Interest rate spread	2.64	2.77	2.89	2.92	3.04
Impact of noninterest-bearing sources	.38	.35	.30	.26	.26
Net interest margin	3.02%	3.12%	3.19%	3.18%	3.30%

Trading Revenue	**For the quarter ended**				
	March 31	**December 31**	**September 30**	**June 30**	**March 31**
In millions	**2005**	**2004**	**2004**	**2004**	**2004**
Net interest income	$ 2	$ 4	$ 3	$ 4	$ 2
Other noninterest income	50	44	16	30	23
Total trading revenue	$ 52	$ 48	$ 19	$ 34	$ 25
Securities underwriting and trading	$ 6	$ 23	$ 11	$ 16	$ 10
Foreign exchange	8	9	8	7	7
Financial derivatives	38	16		11	8
Total trading revenue	$ 52	$ 48	$ 19	$ 34	$ 25

(a) The following is a reconciliation of net interest income as reported in the Consolidated Income Statement to net interest income on a taxable-equivalent basis:

	For the quarter ended				
	March 31	**December 31**	**September 30**	**June 30**	**March 31**
In millions	**2005**	**2004**	**2004**	**2004**	**2004**
Net interest income, GAAP basis	$ 506	$ 503	$ 491	$ 481	$ 494
Taxable-equivalent adjustment	6	6	7	4	3
Net interest income, taxable-equivalent basis	$ 512	$ 509	$ 498	$ 485	$ 497

Details of Noninterest Income, Noninterest Expense and Effective Tax Rate (Unaudited)

In millions

	For the quarter ended				
Noninterest Income	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Asset management	$ 314	$ 256	$ 239	$ 252	$ 253
Fund servicing	220	209	204	200	204
Service charges on deposits	59	65	65	63	59
Brokerage	55	53	52	56	58
Consumer services	66	68	66	67	63
Corporate services	107	120	100	128	125
Equity management gains	32	9	16	35	7
Net securities gains (losses)	(9)	10	16	14	15
Other (a)	129	114	80	95	127
Total noninterest income	$ 973	$ 904	$ 838	$ 910	$ 911
Included in Corporate services above					
Net gains on institutional loans held for sale	$ 2	$ 2	$ 5	$ 17	$ 28
Net gains on sales of commercial mortgages	$ 9	$ 20	$ 6	$ 14	$ 10
Included in Other above					
Gains on sales of education loans	$ 1	$ 13	$ 15	$ 2	
Noninterest income to total revenue	66%	64%	63%	65%	65%

	For the quarter ended				
Noninterest Expense	**March 31 2005**	**December 31 2004**	**September 30 2004**	**June 30 2004**	**March 31 2004**
Compensation	$ 479	$ 452	$ 500	$ 414	$ 389
Employee benefits	83	82	76	77	74
Net occupancy	73	64	68	67	68
Equipment	74	74	72	70	74
Marketing	20	24	19	24	20
Other	270	253	246	258	270
Total noninterest expense (b)	$ 999	$ 949	$ 981	$ 910	$ 895
Efficiency	68%	67%	74%	65%	64%
Bank efficiency (c)	63%	64%	65%	63%	60%
Effective tax rate (d)	23.7%	28.9%	26.9%	33.4%	32.7%

(a) Other also includes the Other noninterest income component of trading revenue. See page 10.
(b) The quarters ended March 31, 2005, December 31, 2004 and September 30, 2004 included $15 million, $14 million and $96 million, respectively, of charges related to the BlackRock LTIP. First quarter 2005 charges are comprised of $15 million of compensation expense. Fourth quarter 2004 charges are comprised of $13 million of compensation expense and $1 million of Other noninterest expense. Third quarter 2004 charges are comprised of $89 million of compensation expense, $2 million of employee benefits expense and $5 million of Other noninterest expense. See our 2004 Form 10-K for further information on the BlackRock LTIP.
(c) The bank efficiency ratio represents the consolidated efficiency ratio excluding the effect of BlackRock and PFPC.
(d) The first quarter 2004 effective tax rate reflects a $9 million benefit associated with the resolution of an audit performed by New York State on BlackRock s state income tax returns filed from 1998 through 2001.

The third quarter 2004 effective tax rate reflects a $14 million reduction in income tax expense following our determination that we no longer require an income tax reserve related to bank-owned life insurance. See our third quarter 2004 Quarterly Report on Form 10-Q for additional information.

The fourth quarter 2004 effective tax rate reflects a $10 million income tax benefit resulting from the release of reserves allocated to BlackRock s New York City tax liability due to the receipt of a favorable preliminary audit finding for the tax years 1998 through 2000.

The first quarter 2005 effective tax rate reflects the $45 million impact of the reversal of certain deferred tax liabilities in connection with the transfer of our ownership interest in BlackRock from PNC Bank, National Association to our intermediate bank holding company, PNC Bancorp, Inc. See Note 31 Subsequent Events in the Notes To Consolidated Financial Statements in our 2004 Form 10-K for additional information.

Average Consolidated Balance Sheet (Unaudited)

Three months ended - in millions	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Assets					
Interest-earning assets					
Securities available for sale and held to maturity					
Securities available for sale					
U.S. Treasury and government agencies/corporations	$ 6,897	$ 6,895	$ 6,288	$ 6,654	$ 6,432
Other debt	9,631	8,846	8,667	8,624	9,293
State and municipal	172	175	216	225	264
Corporate stocks and other	172	188	201	259	282
Total securities available for sale	16,872	16,104	15,372	15,762	16,271
Securities held to maturity		1	2	2	2
Total securities available for sale and held to maturity	16,872	16,105	15,374	15,764	16,273
Loans, net of unearned income					
Commercial	17,935	17,312	16,915	16,445	15,827
Commercial real estate	2,015	2,080	2,120	2,100	2,249
Consumer	15,641	15,280	14,673	13,968	12,719
Residential mortgage	4,855	4,683	4,354	3,622	3,492
Lease financing	3,041	3,216	3,182	3,437	4,050
Other	495	502	507	497	517
Total loans, net of unearned income	43,982	43,073	41,751	40,069	38,854
Loans held for sale	1,941	1,771	1,578	1,636	1,560
Federal funds sold and resale agreements	2,249	1,274	1,283	1,896	2,235
Other	2,937	2,302	1,746	1,551	1,162
Total interest-earning assets	67,981	64,525	61,732	60,916	60,084
Noninterest-earning assets					
Allowance for loan and lease losses	(611)	(582)	(593)	(603)	(653)
Cash and due from banks	2,987	3,038	2,851	2,793	2,895
Other assets	13,005	11,791	11,372	10,762	10,697
Total assets	$ 83,362	$ 78,772	$ 75,362	$ 73,868	$ 73,023
Supplemental Average Balance Sheet Information					
Loans excluding conduit	$ 41,871	$ 41,121	$ 40,074	$ 38,257	$ 36,747
Market Street Funding Corporation conduit	2,111	1,952	1,677	1,812	2,107
Total loans	$ 43,982	$ 43,073	$ 41,751	$ 40,069	$ 38,854
Trading Assets					
Securities (a)	$ 1,883	$ 1,348	$ 1,003	$ 740	$ 385
Resale agreements (b)	1,249	184	155	142	185
Financial derivatives (c)	679	668	604	541	608
Total trading assets	$ 3,811	$ 2,200	$ 1,762	$ 1,423	$ 1,178

(a) Included in Other interest-earning assets above.
(b) Included in Federal funds sold and resale agreements above.
(c) Included in Other noninterest-earning assets above.

Average Consolidated Balance Sheet (Unaudited) (Continued)

Three months ended - in millions	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Liabilities, Minority and Noncontrolling Interests, and Shareholders Equity					
Interest-bearing liabilities					
Interest-bearing deposits					
Money market	$ 16,562	$ 16,328	$ 15,916	$ 16,027	$ 15,581
Demand	7,965	7,999	7,857	7,878	7,873
Savings	2,831	2,819	2,730	2,595	2,590
Retail certificates of deposit	10,296	9,761	9,100	8,650	8,780
Other time	902	892	825	680	343
Time deposits in foreign offices	2,373	1,628	1,561	1,485	806
Total interest-bearing deposits	40,929	39,427	37,989	37,315	35,973
Borrowed funds					
Federal funds purchased	1,659	1,676	1,940	2,303	1,912
Repurchase agreements	2,306	1,906	1,158	1,508	1,157
Bank notes and senior debt	2,663	2,535	2,709	2,752	2,752
Subordinated debt	3,911	3,476	3,411	3,545	3,593
Commercial paper	2,344	1,947	1,679	1,815	2,111
Other borrowed funds	2,159	1,070	858	633	1,622
Total borrowed funds	15,042	12,610	11,755	12,556	13,147
Total interest-bearing liabilities	55,971	52,037	49,744	49,871	49,120
Noninterest-bearing liabilities, minority and noncontrolling interests, and shareholders equity					
Demand and other noninterest-bearing deposits	12,432	12,539	12,477	11,681	11,350
Allowance for unfunded loan commitments and letters of credit	76	96	84	90	90
Accrued expenses and other liabilities	6,856	6,283	5,470	4,773	5,020
Minority and noncontrolling interests in consolidated entities	527	501	466	419	434
Shareholders equity	7,500	7,316	7,121	7,034	7,009
Total liabilities, minority and noncontrolling interests, and shareholders equity	$ 83,362	$ 78,772	$ 75,362	$ 73,868	$ 73,023
Supplemental Average Balance Sheet Information					
Interest-bearing deposits	$ 40,929	$ 39,427	$ 37,989	$ 37,315	$ 35,973
Demand and other noninterest-bearing deposits	12,432	12,539	12,477	11,681	11,350
Total deposits	$ 53,361	$ 51,966	$ 50,466	$ 48,996	$ 47,323
Transaction deposits	$ 36,959	$ 36,866	$ 36,250	$ 35,586	$ 34,804
Common shareholders equity	$ 7,492	$ 7,308	$ 7,113	$ 7,026	$ 7,000
Trading Liabilities					
Securities sold short (a)	$ 1,610	$ 539	$ 402	$ 254	$ 277
Repurchase agreements and other borrowings (b)	1,185	479	302	127	86

Financial derivatives (c)	519	526	492	423	559
Total trading liabilities	$ 3,314	$ 1,544	$ 1,196	$ 804	$ 922

(a) Included in Other borrowed funds and Accrued expenses and other liabilities above.
(b) Included in Repurchase agreements and Other borrowed funds above.
(c) Included in Accrued expenses and other liabilities above.

Details of Loans and Lending Statistics (Unaudited)

Loans

Period ended - in millions	March 31 2005	December 31 2004	September 30 2004	June 30 2004	March 31 2004
Commercial					
Retail/wholesale	$ 5,236	$ 4,961	$ 4,739	$ 4,580	$ 4,370
Manufacturing	4,327	3,944	3,870	3,861	3,759
Other service providers	1,820	1,787	1,648	1,571	1,631
Real estate related	2,179	2,104	2,096	2,029	1,862
Financial services	1,308	1,145	1,274	1,262	1,126
Health care	560	560	527	516	495
Other	3,043	2,937	2,961	2,894	2,758
Total commercial	18,473	17,438	17,115	16,713	16,001
Commercial real estate					
Real estate projects	1,404	1,460	1,513	1,530	1,521
Mortgage	521	520	527	575	534
Total commercial real estate	1,925	1,980	2,040	2,105	2,055
Equipment lease financing	3,719	3,907	3,949	3,818	3,859
Total commercial lending	24,117	23,325	23,104	22,636	21,915
Consumer					
Home equity	12,968	12,734	12,377	11,946	11,160
Automobile	854	836	842	825	762
Other	1,953	2,036	1,684	1,676	1,597
Total consumer	15,775	15,606	14,903	14,447	13,519
Residential mortgage	5,007	4,772	4,672	3,906	3,537
Vehicle lease financing	158	189	228	285	968
Other	489	505	504	484	492
Unearned income	(872)	(902)	(931)	(923)	(980)
Total, net of unearned income	$ 44,674	$ 43,495	$ 42,480	$ 40,835	$ 39,451
Supplemental Loan Information					
Loans excluding conduit	$ 42,479	$ 41,243	$ 40,676	$ 39,094	$ 37,519
Market Street Funding Corporation conduit	2,195	2,252	1,804	1,741	1,932
Total loans	$ 44,674	$ 43,495	$ 42,480	$ 40,835	$ 39,451

	March 31 2005	March 31 2004
Commercial Lending Exposure (a)(b)		