

All information in the following tables is presented on a basis prepared in accordance with U.S. generally accepted accounting principles (GAAP), unless otherwise indicated. Amounts herein reflect certain adjustments as noted in the Company's Form 8-K dated March 30, 2007 filed with the U.S. Securities and Exchange Commission (SEC). See also pages 2 - 3 of the 2007 Second Quarter Earnings Supplement for a description of such adjustments. In addition, amounts herein reflect certain modifications made to the Company's reportable operating segment disclosures as noted in the Company's Form 8-K dated April 19, 2007 filed with the SEC.

(Preliminary)

American Express Company
Consolidated Statements of Income

(Millions)

	Quarters Ended		Percentage Inc/(Dec)	Six Months Ended		Percentage Inc/(Dec)
	June 30,			June 30,		
	2007	2006		2007	2006	
Revenues						
Discount revenue	\$ 3,670	\$ 3,292	11 %	\$ 7,025	\$ 6,261	12 %
Net card fees	500	533	(6)	984	1,053	(7)
Travel commissions and fees	491	483	2	928	901	3
Other commissions and fees	681	642	6	1,303	1,281	2
Securitization income, net	332	372	(11)	789	758	4
Other	453	415	9	868	811	7
Total	6,127	5,737	7	11,897	11,065	8
Interest income:						
Cardmember lending finance revenue	1,514	1,100	38	2,882	2,047	41
International banking	282	252	12	546	509	7
Other	276	196	41	505	384	32
Total	2,072	1,548	34	3,933	2,940	34
Total revenues	8,199	7,285	13	15,830	14,005	13
Interest expense:						
Cardmember lending	431	277	56	816	523	56
International banking	135	93	45	261	181	44
Charge card and other	503	373	35	955	706	35
Total	1,069	743	44	2,032	1,410	44
Revenues net of interest expense	7,130	6,542	9	13,798	12,595	10
Expenses						
Marketing, promotion, rewards and cardmember services	1,828	1,671	9	3,292	3,193	3
Human resources	1,331	1,276	4	2,611	2,516	4
Professional services	698	658	6	1,327	1,219	9
Occupancy and equipment	379	365	4	749	711	5
Communications	116	113	3	232	226	3
Other	345	287	20	694	565	23
Total	4,697	4,370	7	8,905	8,430	6
Provisions for losses and benefits:						
Charge card	233	192	21	442	401	10
Cardmember lending	638	406	57	1,212	727	67
International banking and other (including investment certificates)	122	132	(8)	205	270	(24)
Total	993	730	36	1,859	1,398	33
Pretax income from continuing operations	1,440	1,442	-	3,034	2,767	10
Income tax provision	378	470	(20)	907	919	(1)
Income from continuing operations	1,062	972	9	2,127	1,848	15
Loss from discontinued operations, net of tax	(5)	(27)	(81)	(13)	(30)	(57)
Net income	\$ 1,057	\$ 945	12	\$ 2,114	\$ 1,818	16

- Denotes a variance of more than 100%.

(Preliminary)

American Express Company
Condensed Consolidated Balance Sheets

(Billions)

	<u>June 30,</u> <u>2007</u>	<u>December 31,</u> <u>2006</u>
Assets		
Cash and cash equivalents	\$ 7	\$ 8
Accounts receivable	40	39
Investments	21	21
Loans	55	50
Other assets	11	10
Total assets	<u>\$ 134</u>	<u>\$ 128</u>
Liabilities and Shareholders' Equity		
Short-term debt	\$ 16	\$ 15
Long-term debt	50	43
Other liabilities	57	59
Total liabilities	<u>123</u>	<u>117</u>
Shareholders' equity	<u>11</u>	<u>11</u>
Total liabilities and shareholders' equity	<u>\$ 134</u>	<u>\$ 128</u>

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2007	2006		2007	2006	
Revenues net of interest expense						
U.S. Card Services	\$ 3,560	\$ 3,170	12 %	\$ 6,924	\$ 6,068	14 %
International Card & Global Commercial Services	2,159	2,083	4	4,155	4,017	3
Global Network & Merchant Services	966	839	15	1,843	1,587	16
	6,685	6,092	10	12,922	11,672	11
Corporate & Other, including adjustments and eliminations	445	450	(1)	876	923	(5)
CONSOLIDATED REVENUES NET OF INTEREST EXPENSE	\$ 7,130	\$ 6,542	9	\$ 13,798	\$ 12,595	10
Pretax income (loss) from continuing operations:						
U.S. Card Services	\$ 827	\$ 939	(12)	\$ 1,858	\$ 1,761	6
International Card & Global Commercial Services	308	289	7	603	471	28
Global Network & Merchant Services	418	315	33	792	577	37
	1,553	1,543	1	3,253	2,809	16
Corporate & Other	(113)	(101)	12	(219)	(42)	#
PRETAX INCOME FROM CONTINUING OPERATIONS	\$ 1,440	\$ 1,442	-	\$ 3,034	\$ 2,767	10
Net income (loss)						
U.S. Card Services	\$ 580	\$ 594	(2)	\$ 1,224	\$ 1,121	9
International Card & Global Commercial Services	277	227	22	512	370	38
Global Network & Merchant Services	266	200	33	502	366	37
	1,123	1,021	10	2,238	1,857	21
Corporate & Other	(61)	(49)	24	(111)	(9)	#
Income from continuing operations	1,062	972	9	2,127	1,848	15
Loss from discontinued operations, net of tax	(5)	(27)	(81)	(13)	(30)	(57)
NET INCOME	\$ 1,057	\$ 945	12	\$ 2,114	\$ 1,818	16

- Denotes a variance of more than 100%.

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2007	2006		2007	2006	
EARNINGS PER COMMON SHARE						
BASIC						
Income from continuing operations	\$ 0.90	\$ 0.80	13 %	\$ 1.80	\$ 1.51	19 %
Loss from discontinued operations	-	(0.02)	#	(0.01)	(0.02)	(50)
Net income	<u>\$ 0.90</u>	<u>\$ 0.78</u>	15 %	<u>\$ 1.79</u>	<u>\$ 1.49</u>	20 %
Average common shares outstanding (millions)	<u>1,179</u>	<u>1,217</u>	(3) %	<u>1,183</u>	<u>1,224</u>	(3) %
DILUTED						
Income from continuing operations	\$ 0.88	\$ 0.78	13 %	\$ 1.76	\$ 1.48	19 %
Loss from discontinued operations	-	(0.02)	#	(0.01)	(0.03)	(67)
Net income	<u>\$ 0.88</u>	<u>\$ 0.76</u>	16 %	<u>\$ 1.75</u>	<u>\$ 1.45</u>	21 %
Average common shares outstanding (millions)	<u>1,203</u>	<u>1,242</u>	(3) %	<u>1,207</u>	<u>1,250</u>	(3) %
Cash dividends declared per common share	<u>\$ 0.15</u>	<u>\$ 0.15</u>	- %	<u>\$ 0.30</u>	<u>\$ 0.27</u>	11 %

Selected Statistical Information

	Quarters Ended June 30,		Percentage Inc/(Dec)	Six Months Ended June 30,		Percentage Inc/(Dec)
	2007	2006		2007	2006	
Return on average equity (A)	37.5%	29.8%		37.5%	29.8%	
Common shares outstanding (millions)	1,182	1,216	(3) %	1,182	1,216	(3) %
Book value per common share	\$ 9.00	\$ 8.62	4 %	\$ 9.00	\$ 8.62	4 %
Shareholders' equity (billions)	\$ 10.6	\$ 10.5	1 %	\$ 10.6	\$ 10.5	1 %

- Denotes a variance of more than 100%.

(A) Computed on a trailing 12-month basis using net income over average total shareholders' equity (including discontinued operations) as included in the Consolidated Financial Statements prepared in accordance with GAAP.

(Preliminary)

American Express Company
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2007	2006	
Card billed business (A):			
United States	\$ 115.7	\$ 102.5	13 %
Outside the United States	45.4	38.0	19
Total	<u>\$ 161.1</u>	<u>\$ 140.5</u>	15
Total cards-in-force (millions) (B):			
United States	50.5	45.4	11 %
Outside the United States	31.7	29.0	9
Total	<u>82.2</u>	<u>74.4</u>	10
Basic cards-in-force (millions) (B):			
United States	39.2	34.8	13 %
Outside the United States	27.0	24.1	12
Total	<u>66.2</u>	<u>58.9</u>	12
Average discount rate (C)	2.57%	2.57%	
Average basic cardmember spending (dollars) (D)	\$ 3,049	\$ 2,821	8 %
Average fee per card (dollars) (D)	\$ 36	\$ 34	6 %

(A) Card billed business includes activities (including cash advances) related to proprietary cards, cards issued under network partnership agreements, and certain insurance fees charged on proprietary cards.

(B) Total cards-in-force represents the number of cards that are issued and outstanding. Proprietary basic consumer cards-in-force includes basic cards issued to the primary account owner and does not include additional supplemental cards issued on that account. Proprietary basic small business and corporate cards-in-force include basic and supplemental cards issued to employee cardmembers. Non-proprietary basic cards-in-force includes all cards that are issued and outstanding under network partnership agreements.

(C) Computed as follows: Discount revenue from all card spending (proprietary and Global Network Services) at merchants divided by all billed business (proprietary and Global Network Services) generating discount revenue at such merchants. Only merchants acquired by the Company are included in the computation.

(D) Average basic cardmember spending and average fee per card are computed from proprietary card activities only. Average fee per card is computed based on net card fees excluding the amortization of deferred direct acquisition costs.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	2007	2006	
Worldwide cardmember receivables:			
Total receivables	\$ 38.4	\$ 34.7	11 %
90 days past due as a % of total	2.7%	2.8%	
Loss reserves (millions):	\$ 981	\$ 948	3 %
% of receivables	2.6%	2.7%	
% of 90 days past due	95%	98%	
Net loss ratio as a % of charge volume	0.24%	0.24%	
Worldwide cardmember lending - owned basis (A):			
Total loans	\$ 48.3	\$ 36.3	33 %
30 days past due loans as a % of total	2.8%	2.7%	
Loss reserves (millions):			
Beginning balance	\$ 1,271	\$ 1,053	21 %
Provision	606	376	61
Net write offs	(473)	(331)	43
Other	13	(12)	#
Ending balance	<u>\$ 1,417</u>	<u>\$ 1,086</u>	30
% of loans	2.9%	3.0%	
% of past due	106%	113%	
Average loans	\$ 45.6	\$ 35.2	30 %
Net write-off rate	4.1%	3.8%	
Net finance revenue(B)/average loans	9.5%	9.4%	
Worldwide cardmember lending - managed basis (C):			
Total loans	\$ 68.6	\$ 56.5	21 %
30 days past due loans as a % of total	2.6%	2.5%	
Loss reserves (millions):			
Beginning balance	\$ 1,787	\$ 1,554	15 %
Provision	780	478	63
Net write offs	(662)	(474)	40
Other	12	(12)	#
Ending balance	<u>\$ 1,917</u>	<u>\$ 1,546</u>	24
% of loans	2.8%	2.7%	
% of past due	106%	110%	
Average loans	\$ 65.9	\$ 55.3	19 %
Net write-off rate	4.0%	3.4%	
Net finance revenue(B)/average loans	9.3%	9.4%	

- Denotes a variance of more than 100%.

(A) "Owned," a GAAP basis measurement, reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(B) Computed on an annualized basis.

(C) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under U.S. Card Services Selected Financial Information on page 19 for further discussion of the managed basis presentation.

(Preliminary)

American Express Company
Consolidated Statements of Income

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues					
Discount revenue	\$ 3,670	\$ 3,355	\$ 3,458	\$ 3,259	\$ 3,292
Net card fees	500	484	479	462	533
Travel commissions and fees	491	437	450	427	483
Other commissions and fees	681	622	654	620	642
Securitization income, net	332	457	347	384	372
Other	453	415	565	431	415
Total	<u>6,127</u>	<u>5,770</u>	<u>5,953</u>	<u>5,583</u>	<u>5,737</u>
Interest income:					
Cardmember lending finance revenue	1,514	1,368	1,326	1,213	1,100
International banking	282	264	279	265	252
Other	276	229	203	203	196
Total	<u>2,072</u>	<u>1,861</u>	<u>1,808</u>	<u>1,681</u>	<u>1,548</u>
Total revenues	<u>8,199</u>	<u>7,631</u>	<u>7,761</u>	<u>7,264</u>	<u>7,285</u>
Interest expense:					
Cardmember lending	431	385	351	318	277
International banking	135	126	123	106	93
Charge card and other	503	452	417	405	373
Total	<u>1,069</u>	<u>963</u>	<u>891</u>	<u>829</u>	<u>743</u>
Revenues net of interest expense	<u>7,130</u>	<u>6,668</u>	<u>6,870</u>	<u>6,435</u>	<u>6,542</u>
Expenses					
Marketing, promotion, rewards and cardmember services	1,828	1,464	1,734	1,589	1,671
Human resources	1,331	1,280	1,336	1,213	1,276
Professional services	698	629	807	684	658
Occupancy and equipment	379	370	405	375	365
Communications	116	116	116	107	113
Other	345	349	358	331	287
Total	<u>4,697</u>	<u>4,208</u>	<u>4,756</u>	<u>4,299</u>	<u>4,370</u>
Provisions for losses and benefits:					
Charge card	233	209	277	257	192
Cardmember lending	638	574	484	412	406
International banking and other (including investment certificates)	122	83	130	129	132
Total	<u>993</u>	<u>866</u>	<u>891</u>	<u>798</u>	<u>730</u>
Pretax income from continuing operations	1,440	1,594	1,223	1,338	1,442
Income tax provision	378	529	298	382	470
Income from continuing operations	1,062	1,065	925	956	972
(Loss) Income from discontinued operations, net of tax	(5)	(8)	(3)	11	(27)
Net income	<u>\$ 1,057</u>	<u>\$ 1,057</u>	<u>\$ 922</u>	<u>\$ 967</u>	<u>\$ 945</u>

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues net of interest expense					
U.S. Card Services	\$ 3,560	\$ 3,364	\$ 3,349	\$ 3,203	\$ 3,170
International Card & Global Commercial Services	2,159	1,996	2,034	1,929	2,083
Global Network & Merchant Services	966	877	916	841	839
	<u>6,685</u>	<u>6,237</u>	<u>6,299</u>	<u>5,973</u>	<u>6,092</u>
Corporate & Other, including adjustments and eliminations	445	431	571	462	450
CONSOLIDATED REVENUES NET OF INTEREST EXPENSE	<u>\$ 7,130</u>	<u>\$ 6,668</u>	<u>\$ 6,870</u>	<u>\$ 6,435</u>	<u>\$ 6,542</u>
Pretax income (loss) from continuing operations					
U.S. Card Services	\$ 827	\$ 1,031	\$ 723	\$ 839	\$ 939
International Card & Global Commercial Services	308	295	245	274	289
Global Network & Merchant Services	418	374	297	314	315
	<u>1,553</u>	<u>1,700</u>	<u>1,265</u>	<u>1,427</u>	<u>1,543</u>
Corporate & Other	(113)	(106)	(42)	(89)	(101)
PRETAX INCOME FROM CONTINUING OPERATIONS	<u>\$ 1,440</u>	<u>\$ 1,594</u>	<u>\$ 1,223</u>	<u>\$ 1,338</u>	<u>\$ 1,442</u>
Net income (loss)					
U.S. Card Services	\$ 580	\$ 644	\$ 473	\$ 558	\$ 594
International Card & Global Commercial Services	277	235	216	209	227
Global Network & Merchant Services	266	236	201	212	200
	<u>1,123</u>	<u>1,115</u>	<u>890</u>	<u>979</u>	<u>1,021</u>
Corporate & Other	(61)	(50)	35	(23)	(49)
Income from continuing operations	1,062	1,065	925	956	972
(Loss) Income from discontinued operations, net of tax	(5)	(8)	(3)	11	(27)
NET INCOME	<u>\$ 1,057</u>	<u>\$ 1,057</u>	<u>\$ 922</u>	<u>\$ 967</u>	<u>\$ 945</u>

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
EARNINGS PER COMMON SHARE					
BASIC					
Income from continuing operations	\$ 0.90	\$ 0.90	\$ 0.77	\$ 0.79	\$ 0.80
(Loss) Income from discontinued operations	-	(0.01)	-	0.01	(0.02)
Net income	<u>\$ 0.90</u>	<u>\$ 0.89</u>	<u>\$ 0.77</u>	<u>\$ 0.80</u>	<u>\$ 0.78</u>
Average common shares outstanding (millions)	<u>1,179</u>	<u>1,187</u>	<u>1,196</u>	<u>1,202</u>	<u>1,217</u>
DILUTED					
Income from continuing operations	\$ 0.88	\$ 0.88	\$ 0.76	\$ 0.78	\$ 0.78
(Loss) Income from discontinued operations	-	(0.01)	(0.01)	0.01	(0.02)
Net income	<u>\$ 0.88</u>	<u>\$ 0.87</u>	<u>\$ 0.75</u>	<u>\$ 0.79</u>	<u>\$ 0.76</u>
Average common shares outstanding (millions)	<u>1,203</u>	<u>1,210</u>	<u>1,224</u>	<u>1,227</u>	<u>1,242</u>
Cash dividends declared per common share	<u>\$ 0.15</u>	<u>\$ 0.15</u>	<u>\$ 0.15</u>	<u>\$ 0.15</u>	<u>\$ 0.15</u>

Selected Statistical Information

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Return on average equity (A)	37.5%	36.6%	34.7%	33.6%	29.8%
Common shares outstanding (millions)	1,182	1,188	1,199	1,204	1,216
Book value per common share	\$ 9.00	\$ 8.83	\$ 8.76	\$ 8.93	\$ 8.62
Shareholders' equity (billions)	\$ 10.6	\$ 10.5	\$ 10.5	\$ 10.8	\$ 10.5

(A) Computed on a trailing 12-month basis using net income over average total shareholders' equity (including discontinued operations) as included in the Consolidated Financial Statements prepared in accordance with GAAP.

(Preliminary)

American Express Company
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Card billed business (A):					
United States	\$ 115.7	\$ 105.4	\$ 109.7	\$ 101.7	\$ 102.5
Outside the United States	45.4	40.8	43.8	38.6	38.0
Total	<u>\$ 161.1</u>	<u>\$ 146.2</u>	<u>\$ 153.5</u>	<u>\$ 140.3</u>	<u>\$ 140.5</u>
Total cards-in-force (millions) (B):					
United States	50.5	49.3	48.1	46.8	45.4
Outside the United States	31.7	30.6	29.9	29.7	29.0
Total	<u>82.2</u>	<u>79.9</u>	<u>78.0</u>	<u>76.5</u>	<u>74.4</u>
Basic cards-in-force (millions) (B):					
United States	39.2	38.1	37.1	36.0	34.8
Outside the United States	27.0	26.0	25.4	25.2	24.1
Total	<u>66.2</u>	<u>64.1</u>	<u>62.5</u>	<u>61.2</u>	<u>58.9</u>
Average discount rate (C)	2.57%	2.58%	2.55%	2.57%	2.57%
Average basic cardmember spending (dollars) (D)	\$ 3,049	\$ 2,817	\$ 2,985	\$ 2,770	\$ 2,821
Average fee per card (dollars) (D)	\$ 36	\$ 35	\$ 35	\$ 34	\$ 34

(A) Card billed business includes activities (including cash advances) related to proprietary cards, cards issued under network partnership agreements, and certain insurance fees charged on proprietary cards.

(B) Total cards-in-force represents the number of cards that are issued and outstanding. Proprietary basic consumer cards-in-force includes basic cards issued to the primary account owner and does not include additional supplemental cards issued on that account. Proprietary basic small business and corporate cards-in-force include basic and supplemental cards issued to employee cardmembers. Non-proprietary basic cards-in-force includes all cards that are issued and outstanding under network partnership agreements.

(C) Computed as follows: Discount revenue from all card spending (proprietary and Global Network Services) at merchants divided by all billed business (proprietary and Global Network Services) generating discount revenue at such merchants. Only merchants acquired by the Company are included in the computation.

(D) Average basic cardmember spending and average fee per card are computed from proprietary card activities only. Average fee per card is computed based on net card fees excluding the amortization of deferred direct acquisition costs.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Worldwide cardmember receivables:					
Total receivables	\$ 38.4	\$ 36.5	\$ 37.4	\$ 35.0	\$ 34.7
90 days past due as a % of total	2.7%	2.9%	2.8%	2.8%	2.8%
Loss reserves (millions):	\$ 981	\$ 979	\$ 981	\$ 947	\$ 948
% of receivables	2.6%	2.7%	2.6%	2.7%	2.7%
% of 90 days past due	95%	93%	95%	97%	98%
Net loss ratio as a % of charge volume	0.24%	0.23%	0.26%	0.26%	0.24%
Worldwide cardmember lending - owned basis (A):					
Total loans	\$ 48.3	\$ 42.3	\$ 43.3	\$ 38.3	\$ 36.3
30 days past due loans as a % of total	2.8%	3.0%	2.7%	2.8%	2.7%
Loss reserves (millions):					
Beginning balance	\$ 1,271	\$ 1,171	\$ 1,126	\$ 1,086	\$ 1,053
Provision	606	542	451	381	376
Net write offs	(473)	(439)	(405)	(353)	(331)
Other	13	(3)	(1)	12	(12)
Ending balance	<u>\$ 1,417</u>	<u>\$ 1,271</u>	<u>\$ 1,171</u>	<u>\$ 1,126</u>	<u>\$ 1,086</u>
% of loans	2.9%	3.0%	2.7%	2.9%	3.0%
% of past due	106%	100%	98%	106%	113%
Average loans	\$ 45.6	\$ 42.4	\$ 40.2	\$ 37.5	\$ 35.2
Net write-off rate	4.1%	4.1%	4.0%	3.8%	3.8%
Net finance revenue(B)/average loans	9.5%	9.4%	9.6%	9.5%	9.4%
Worldwide cardmember lending - managed basis (C):					
Total loans	\$ 68.6	\$ 63.2	\$ 63.5	\$ 58.5	\$ 56.5
30 days past due loans as a % of total	2.6%	2.8%	2.6%	2.7%	2.5%
Loss reserves (millions):					
Beginning balance	\$ 1,787	\$ 1,622	\$ 1,571	\$ 1,546	\$ 1,554
Provision	780	797	608	512	478
Net write offs	(662)	(628)	(557)	(498)	(474)
Other	12	(4)	-	11	(12)
Ending balance	<u>\$ 1,917</u>	<u>\$ 1,787</u>	<u>\$ 1,622</u>	<u>\$ 1,571</u>	<u>\$ 1,546</u>
% of loans	2.8%	2.8%	2.6%	2.7%	2.7%
% of past due	106%	100%	97%	101%	110%
Average loans	\$ 65.9	\$ 62.8	\$ 60.4	\$ 57.6	\$ 55.3
Net write-off rate	4.0%	4.0%	3.7%	3.5%	3.4%
Net finance revenue(B)/average loans	9.3%	9.5%	9.4%	9.4%	9.4%

(A) "Owned," a GAAP basis measurement, reflects only cardmember loans included in the Company's Consolidated Balance Sheet.

(B) Computed on an annualized basis.

(C) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under U.S. Card Services Selected Financial Information on page 19 for further discussion of the managed basis presentation.

(Preliminary)

U.S. Card Services
Selected Income Statement Data

(Millions)

	Quarters Ended June 30,		Percentage Inc/(Dec)
	<u>2007</u>	<u>2006</u>	
Revenues			
Discount revenue, net card fees and other	\$ 2,642	\$ 2,388	11 %
Cardmember lending finance revenue	1,179	814	45
Securitization income, net	332	372	(11)
Total revenues	<u>4,153</u>	<u>3,574</u>	16
Interest expense:			
Cardmember lending	363	215	69
Charge card and other	230	189	22
Revenues net of interest expense	<u>3,560</u>	<u>3,170</u>	12
Expenses			
Marketing, promotion, rewards and cardmember services	1,266	1,088	16
Human resources and other operating expenses	827	797	4
Total	<u>2,093</u>	<u>1,885</u>	11
Provisions for losses	640	346	85
Pretax segment income	827	939	(12)
Income tax provision	247	345	(28)
Segment income	<u>\$ 580</u>	<u>\$ 594</u>	(2)

(Preliminary)

U.S. Card Services
Selected Financial Information
Managed Basis Presentation

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	2007	2006	
<u>Income Statement Data</u>			
Discount revenue, net card fees and other:			
Reported for the period (GAAP)	\$ 2,642	\$ 2,388	11 %
Securitization adjustments	80	44	82
Managed discount revenue, net card fees and other	<u>\$ 2,722</u>	<u>\$ 2,432</u>	12
Cardmember lending finance revenue:			
Reported for the period (GAAP)	\$ 1,179	\$ 814	45
Securitization adjustments	724	726	-
Managed finance revenue	<u>\$ 1,903</u>	<u>\$ 1,540</u>	24
Securitization income, net:			
Reported for the period (GAAP)	\$ 332	\$ 372	(11)
Securitization adjustments	(332)	(372)	(11)
Managed securitization income, net	<u>\$ -</u>	<u>\$ -</u>	-
Cardmember lending interest expense:			
Reported for the period (GAAP)	\$ 363	\$ 215	69
Securitization adjustments	274	257	7
Managed cardmember lending interest expense	<u>\$ 637</u>	<u>\$ 472</u>	35
Provisions for losses:			
Reported for the period (GAAP)	\$ 640	\$ 346	85
Securitization adjustments	177	127	39
Managed provisions for losses	<u>\$ 817</u>	<u>\$ 473</u>	73

For U.S. Card Services, the managed basis presentation assumes that there have been no off-balance sheet securitization transactions, i.e., all securitized cardmember loans and related income effects are reflected as if they were in the Company's balance sheets and income statements, respectively. For the managed basis presentation, revenue and expenses related to securitized cardmember loans are reflected in other commissions and fees (included above in discount revenue, net card fees and other), cardmember lending finance revenue, cardmember lending interest expense, and provisions for losses. On a managed basis, there is no securitization income, net, as the managed basis presentation assumes no securitization transactions have occurred.

The Company presents U.S. Card Services information on a managed basis because that is the way the Company's management views and manages the business. Management believes that a full picture of trends in the Company's cardmember lending business can only be derived by evaluating the performance of both securitized and non-securitized cardmember loans. Management also believes that use of a managed basis presentation presents a more accurate picture of the key dynamics of the cardmember lending business. Irrespective of the on and off-balance sheet funding mix, it is important for management and investors to see metrics for the entire cardmember lending portfolio because they are more representative of the economics of the aggregate cardmember relationships and ongoing business performance and trends over time. It is also important for investors to see the overall growth of cardmember loans and related revenue in order to evaluate market share. These metrics are significant in evaluating the Company's performance and can only be properly assessed when all non-securitized and securitized cardmember loans are viewed together on a managed basis. The Company does not currently securitize international loans.

(Preliminary)

U.S. Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2007	2006	
Card billed business	\$ 94.6	\$ 83.9	13 %
Total cards-in-force (millions)	42.1	39.1	8 %
Basic cards-in-force (millions)	31.2	28.9	8 %
Average basic cardmember spending (dollars)	\$ 3,054	\$ 2,925	4 %
U.S. Consumer Travel:			
Travel sales (millions)	\$ 815	\$ 656	24 %
Travel commissions and fees/sales	8.0%	8.5%	
Total segment assets	\$ 76.1	\$ 62.3	22 %
Segment capital	\$ 4.5	\$ 4.4	2 %
Return on segment capital (A)	49.9%	44.4%	
Cardmember receivables:			
Total receivables	\$ 19.8	\$ 18.5	7 %
90 days past due as a % of total	3.6%	3.4%	
Net loss ratio as a % of charge volume	0.30%	0.28%	
Cardmember lending - owned basis (B):			
Total loans	\$ 38.3	\$ 27.6	39 %
30 days past due loans as a % of total	2.7%	2.5%	
Average loans	\$ 35.9	\$ 26.4	36 %
Net write-off rate	3.7%	2.9%	
Net finance revenue(C)/average loans	9.1%	9.1%	
Cardmember lending - managed basis (D):			
Total loans	\$ 58.6	\$ 47.8	23 %
30 days past due loans as a % of total	2.6%	2.4%	
Average loans	\$ 56.3	\$ 46.5	21 %
Net write-off rate	3.7%	2.9%	
Net finance revenue(C)/average loans	9.0%	9.2%	

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(B) "Owned," a GAAP basis measurement, reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(C) Computed on an annualized basis.

(D) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under U.S. Card Services Selected Financial Information on page 19 for further discussion of the managed basis presentation.

(Preliminary)

U.S. Card Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues					
Discount revenue, net card fees and other	\$ 2,642	\$ 2,414	\$ 2,481	\$ 2,358	\$ 2,388
Cardmember lending finance revenue	1,179	1,055	1,018	928	814
Securitization income, net	332	457	347	384	372
Total revenues	<u>4,153</u>	<u>3,926</u>	<u>3,846</u>	<u>3,670</u>	<u>3,574</u>
Interest expense:					
Cardmember lending	363	313	288	260	215
Charge card and other	230	249	209	207	189
Revenues net of interest expense	<u>3,560</u>	<u>3,364</u>	<u>3,349</u>	<u>3,203</u>	<u>3,170</u>
Expenses					
Marketing, promotion, rewards and cardmember services	1,266	944	1,220	1,117	1,088
Human resources and other operating expenses	827	808	876	805	797
Total	<u>2,093</u>	<u>1,752</u>	<u>2,096</u>	<u>1,922</u>	<u>1,885</u>
Provisions for losses	640	581	530	442	346
Pretax segment income	827	1,031	723	839	939
Income tax provision	247	387	250	281	345
Segment income	<u>\$ 580</u>	<u>\$ 644</u>	<u>\$ 473</u>	<u>\$ 558</u>	<u>\$ 594</u>

(Preliminary)

U.S. Card Services
Selected Financial Information
Managed Basis Presentation

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Income Statement Data					
Discount revenue, net card fees and other:					
Reported for the period (GAAP)	\$ 2,642	\$ 2,414	\$ 2,481	\$ 2,358	\$ 2,388
Securitization adjustments	80	87	56	51	44
Managed discount revenue, net card fees and other	<u>\$ 2,722</u>	<u>\$ 2,501</u>	<u>\$ 2,537</u>	<u>\$ 2,409</u>	<u>\$ 2,432</u>
Cardmember lending finance revenue:					
Reported for the period (GAAP)	\$ 1,179	\$ 1,055	\$ 1,018	\$ 928	\$ 814
Securitization adjustments	724	757	729	749	726
Managed finance revenue	<u>\$ 1,903</u>	<u>\$ 1,812</u>	<u>\$ 1,747</u>	<u>\$ 1,677</u>	<u>\$ 1,540</u>
Securitization income, net:					
Reported for the period (GAAP)	\$ 332	\$ 457	\$ 347	\$ 384	\$ 372
Securitization adjustments	(332)	(457)	(347)	(384)	(372)
Managed securitization income, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cardmember lending interest expense:					
Reported for the period (GAAP)	\$ 363	\$ 313	\$ 288	\$ 260	\$ 215
Securitization adjustments	274	273	279	274	257
Managed cardmember lending interest expense	<u>\$ 637</u>	<u>\$ 586</u>	<u>\$ 567</u>	<u>\$ 534</u>	<u>\$ 472</u>
Provisions for losses:					
Reported for the period (GAAP)	\$ 640	\$ 581	\$ 530	\$ 442	\$ 346
Securitization adjustments	177	205	153	144	127
Managed provisions for losses	<u>\$ 817</u>	<u>\$ 786</u>	<u>\$ 683</u>	<u>\$ 586</u>	<u>\$ 473</u>

See page 19 for discussion of managed basis presentation.

(Preliminary)

U.S. Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Card billed business	\$ 94.6	\$ 85.2	\$ 90.8	\$ 83.4	\$ 83.9
Total cards-in-force (millions)	42.1	41.5	40.7	39.9	39.1
Basic cards-in-force (millions)	31.2	30.7	30.1	29.5	28.9
Average quarterly basic cardmember spending (dollars)	\$ 3,054	\$ 2,801	\$ 3,044	\$ 2,852	\$ 2,925
U.S. Consumer Travel:					
Travel sales	\$ 0.8	\$ 0.7	\$ 0.6	\$ 0.6	\$ 0.7
Travel commissions and fees/sales	8.0%	7.5%	8.2%	8.5%	8.5%
Total segment assets	\$ 76.1	\$ 68.4	\$ 71.0	\$ 66.6	\$ 62.3
Segment capital	\$ 4.5	\$ 4.5	\$ 4.7	\$ 4.5	\$ 4.4
Return on segment capital (A)	49.9%	50.2%	47.4%	46.6%	44.4%
Cardmember receivables:					
Total receivables	\$ 19.8	\$ 19.0	\$ 20.6	\$ 18.2	\$ 18.5
90 days past due as a % of total	3.6%	3.8%	3.3%	3.5%	3.4%
Net loss ratio as a % of charge volume	0.30%	0.25%	0.32%	0.33%	0.28%
Cardmember lending - owned basis (B):					
Total loans	\$ 38.3	\$ 33.0	\$ 33.6	\$ 29.3	\$ 27.6
30 days past due loans as a % of total	2.7%	2.9%	2.7%	2.7%	2.5%
Average loans	\$ 35.9	\$ 33.1	\$ 30.9	\$ 28.6	\$ 26.4
Net write-off rate	3.7%	3.7%	3.5%	3.1%	2.9%
Net finance revenue(C)/average loans	9.1%	9.1%	9.4%	9.2%	9.1%
Cardmember lending - managed basis (D):					
Total loans	\$ 58.6	\$ 53.9	\$ 53.8	\$ 49.5	\$ 47.8
30 days past due loans as a % of total	2.6%	2.8%	2.6%	2.6%	2.4%
Average loans	\$ 56.3	\$ 53.4	\$ 51.1	\$ 48.7	\$ 46.5
Net write-off rate	3.7%	3.7%	3.3%	3.0%	2.9%
Net finance revenue(C)/average loans	9.0%	9.3%	9.2%	9.3%	9.2%

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(B) "Owned," a GAAP basis measurement, reflects only cardmember loans included in the Company's Consolidated Balance Sheets.

(C) Computed on an annualized basis.

(D) Includes on-balance sheet cardmember loans and off-balance sheet securitized cardmember loans. The difference between the "owned basis" (GAAP) information and "managed basis" information is attributable to the effects of securitization activities. Refer to the information set forth under U.S. Card Services Selected Financial Information on page 19 for further discussion of the managed basis presentation.

(Preliminary)

International Card & Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	<u>2007</u>	<u>2006</u>	
Revenues			
Discount revenue, net card fees and other	\$ 2,149	\$ 2,048	5 %
Cardmember lending finance revenue	333	285	17
Total revenues	<u>2,482</u>	<u>2,333</u>	6
Interest expense:			
Cardmember lending	120	99	21
Charge card and other	203	151	34
Revenues net of interest expense	<u>2,159</u>	<u>2,083</u>	4
Expenses			
Marketing, promotion, rewards and cardmember services	377	408	(8)
Human resources and other operating expenses	1,211	1,104	10
Total	<u>1,588</u>	<u>1,512</u>	5
Provisions for losses	263	282	(7)
Pretax segment income	308	289	7
Income tax provision	31	62	(50)
Segment income	<u>\$ 277</u>	<u>\$ 227</u>	22

(Preliminary)

International Card & Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2007	2006	
Card billed business	\$ 54.6	\$ 49.2	11 %
Total cards-in-force (millions)	22.5	22.2	1 %
Basic cards-in-force (millions)	17.9	17.8	1 %
Average basic cardmember spending (dollars)	\$ 3,052	\$ 2,654	15 %
Global Corporate & International Consumer Travel:			
Travel sales	\$ 5.6	\$ 5.2	8 %
Travel commissions and fees/sales	7.5%	8.1%	
Total segment assets	\$ 41.0	\$ 36.3	13 %
Segment capital	\$ 4.1	\$ 4.0	3 %
Return on segment capital (A)	23.6%	21.5%	
Cardmember receivables:			
Total receivables	\$ 18.1	\$ 15.8	15 %
90 days past due as a % of total	1.7%	2.1%	
Net loss ratio as a % of charge volume	0.16%	0.18%	
Cardmember lending:			
Total loans	\$ 10.0	\$ 8.7	15 %
30 days past due loans as a % of total	2.9%	3.2%	
Average loans	\$ 9.7	\$ 8.8	10 %
Net write-off rate	6.0%	6.4%	
Net finance revenue(B)/average loans	8.9%	8.5%	

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(B) Computed on an annualized basis.

(Preliminary)

International Card & Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues					
Discount revenue, net card fees and other	\$ 2,149	\$ 1,964	\$ 2,015	\$ 1,903	\$ 2,048
Cardmember lending finance revenue	333	310	304	286	285
Total revenues	<u>2,482</u>	<u>2,274</u>	<u>2,319</u>	<u>2,189</u>	<u>2,333</u>
Interest expense:					
Cardmember lending	120	109	105	99	99
Charge card and other	203	169	180	161	151
Revenues net of interest expense	<u>2,159</u>	<u>1,996</u>	<u>2,034</u>	<u>1,929</u>	<u>2,083</u>
Expenses					
Marketing, promotion, rewards and cardmember services	377	365	344	328	408
Human resources and other operating expenses	1,211	1,116	1,197	1,085	1,104
Total	<u>1,588</u>	<u>1,481</u>	<u>1,541</u>	<u>1,413</u>	<u>1,512</u>
Provisions for losses	263	220	248	242	282
Pretax segment income	308	295	245	274	289
Income tax provision	31	60	29	65	62
Segment income	<u>\$ 277</u>	<u>\$ 235</u>	<u>\$ 216</u>	<u>\$ 209</u>	<u>\$ 227</u>

(Preliminary)

International Card & Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Card billed business	\$ 54.6	\$ 50.5	\$ 51.2	\$ 47.5	\$ 49.2
Total cards-in-force (millions)	22.5	22.4	22.3	22.1	22.2
Basic cards-in-force (millions)	17.9	17.9	17.9	17.7	17.8
Average quarterly basic cardmember spending (dollars)	\$ 3,052	\$ 2,832	\$ 2,874	\$ 2,642	\$ 2,654
Global Corporate & International Consumer Travel:					
Travel sales	\$ 5.6	\$ 5.0	\$ 4.9	\$ 4.5	\$ 5.2
Travel commissions and fees/sales	7.5%	7.6%	8.1%	8.3%	8.1%
Total segment assets	\$ 41.0	\$ 39.0	\$ 37.8	\$ 37.1	\$ 36.3
Segment capital	\$ 4.1	\$ 4.1	\$ 3.7	\$ 4.0	\$ 4.0
Return on segment capital (A)	23.6%	22.6%	20.6%	20.9%	21.5%
Cardmember receivables:					
Total receivables	\$ 18.1	\$ 17.1	\$ 16.3	\$ 16.4	\$ 15.8
90 days past due as a % of total	1.7%	1.9%	2.1%	2.0%	2.1%
Net loss ratio as a % of charge volume	0.16%	0.20%	0.19%	0.18%	0.18%
Cardmember lending:					
Total loans	\$ 10.0	\$ 9.3	\$ 9.7	\$ 9.0	\$ 8.7
30 days past due loans as a % of total	2.9%	3.1%	2.9%	3.1%	3.2%
Average loans	\$ 9.7	\$ 9.4	\$ 9.3	\$ 8.9	\$ 8.8
Net write-off rate	6.0%	5.7%	5.7%	5.9%	6.4%
Net finance revenue(B)/average loans	8.9%	8.7%	8.5%	8.3%	8.5%

(A) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(B) Computed on an annualized basis.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	2007	2006	
Revenues			
Discount revenue, fees and other	\$ 887	\$ 765	16 %
Interest expense:			
Cardmember lending	(31)	(24)	29
Other	(48)	(50)	(4)
Revenues net of interest expense	966	839	15
Expenses			
Marketing and promotion	150	140	7
Human resources and other operating expenses	389	370	5
Total	539	510	6
Provisions for losses	9	14	(36)
Pretax segment income	418	315	33
Income tax provision	152	115	32
Segment income	\$ 266	\$ 200	33

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended		Percentage Inc/(Dec)
	June 30,		
	<u>2007</u>	<u>2006</u>	
Global Card billed business (A)	\$ 161.1	\$ 140.5	15 %
Global Network & Merchant Services:			
Total segment assets	\$ 4.3	\$ 6.2	(31) %
Segment capital (millions)	\$ 1,071	\$ 1,271	(16) %
Return on segment capital (B)	78.0%	53.8%	
Global Network Services (C):			
Card billed business	\$ 12.3	\$ 7.6	62 %
Total cards-in-force (millions) (D)	17.6	13.1	34 %

(A) Global Card billed business includes activities (including cash advances) related to proprietary cards, cards issued under network partnership agreements, and certain insurance fees charged on proprietary cards.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(C) Billed business and cards-in-force reflect the transfer, effective January 1, 2006, to International Card & Global Commercial Services' segment of corporate card accounts in certain emerging markets that had been managed within Global Network Services.

(D) Cards-in-force for 2006 reflect the transfer of 1.3 million proprietary cards in Brazil, and approximately 200,000 proprietary cards-in-force in Malaysia and Indonesia from the International Card & Global Commercial Services segment during second quarter 2006 and third quarter 2006, respectively.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues					
Discount revenue, fees and other	\$ 887	\$ 800	\$ 840	\$ 773	\$ 765
Interest expense:					
Cardmember lending	(31)	(28)	(29)	(25)	(24)
Other	(48)	(49)	(47)	(43)	(50)
Revenues net of interest expense	966	877	916	841	839
Expenses					
Marketing and promotion	150	129	125	118	140
Human resources and other operating expenses	389	393	448	390	370
Total	539	522	573	508	510
Provisions for losses	9	(19)	46	19	14
Pretax segment income	418	374	297	314	315
Income tax provision	152	138	96	102	115
Segment income	\$ 266	\$ 236	\$ 201	\$ 212	\$ 200

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	June 30, 2007	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Global Card billed business (A)	\$ 161.1	\$ 146.2	\$ 153.5	\$ 140.3	\$ 140.5
Global Network & Merchant Services:					
Total segment assets	\$ 4.3	\$ 4.5	\$ 4.4	\$ 5.1	\$ 6.2
Segment capital	\$ 1.1	\$ 1.0	\$ 1.3	\$ 1.3	\$ 1.3
Return on segment capital (B)	78.0%	69.2%	60.3%	57.9%	53.8%
Global Network Services (C):					
Card billed business	\$ 12.3	\$ 10.5	\$ 11.5	\$ 9.7	\$ 7.6
Total cards-in-force (millions) (D)	17.6	16.0	15.0	14.5	13.1

(A) Global Card billed business includes activities (including cash advances) related to proprietary cards, cards issued under network partnership agreements, and certain insurance fees charged on proprietary cards.

(B) Computed on a trailing 12-month basis using segment income and equity capital allocated to segments based upon specific business operational needs, risk measures, and regulatory capital requirements.

(C) Billed business and cards-in-force reflect the transfer, effective January 1, 2006, to International Card & Global Commercial Services' segment of corporate card accounts in certain emerging markets that had been managed within Global Network Services.

(D) Cards-in-force for 2006 reflect the transfer of 1.3 million proprietary cards in Brazil, and approximately 200,000 proprietary cards-in-force in Malaysia and Indonesia from the International Card & Global Commercial Services segment during second quarter 2006 and third quarter 2006, respectively.