

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.

(Preliminary)

American Express Company
Consolidated Statements of Income

(Millions)

	Quarters Ended March 31,		Percentage Inc/(Dec)	
	2008	2007		
Revenues				
Discount revenue	\$ 3,718	\$ 3,355	11	%
Net card fees	567	484	17	
Travel commissions and fees	494	437	13	
Other commissions and fees	622	536	16	
Securitization income, net	444	457	(3)	
Other	356	387	(8)	
Total	6,201	5,656	10	
Interest income				
Cardmember lending finance revenue	1,625	1,368	19	
Other	279	303	(8)	
Total	1,904	1,671	14	
Total revenues	8,105	7,327	11	
Interest expense				
Cardmember lending	417	385	8	
Charge card and other	502	458	10	
Total	919	843	9	
Revenues net of interest expense	7,186	6,484	11	
Expenses				
Marketing, promotion, rewards and cardmember services	1,756	1,462	20	
Human resources	1,470	1,301	13	
Professional services	551	518	6	
Occupancy and equipment	375	328	14	
Communications	115	112	3	
Other, net	296	293	1	
Total	4,563	4,014	14	
Provisions for losses and benefits				
Charge card	345	209	65	
Cardmember lending	809	574	41	
Other (including investment certificates)	115	76	51	
Total	1,269	859	48	
Pretax income from continuing operations	1,354	1,611	(16)	
Income tax provision	380	516	(26)	
Income from continuing operations	974	1,095	(11)	
Income (Loss) from discontinued operations, net of tax	17	(38)	#	
Net income	\$ 991	\$ 1,057	(6)	

- Denotes a variance of more than 100%.

(Preliminary)

American Express Company
Condensed Consolidated Balance Sheets

(Billions)

	March 31, 2008	December 31, 2007
	<u> </u>	<u> </u>
Assets		
Cash and cash equivalents	\$ 19	\$ 12
Accounts receivable	41	42
Investments	14	16
Loans	48	53
Other assets	13	10
Assets of discontinued operations	-	17
Total assets	<u>\$ 135</u>	<u>\$ 150</u>
Liabilities and Shareholders' Equity		
Short-term debt	\$ 19	\$ 18
Long-term debt	56	55
Other liabilities	48	50
Liabilities of discontinued operations	-	16
Total liabilities	<u>123</u>	<u>139</u>
Shareholders' equity	<u>12</u>	<u>11</u>
Total liabilities and shareholders' equity	<u>\$ 135</u>	<u>\$ 150</u>

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended March 31,		Percentage
	2008	2007	Inc/(Dec)
<u>Revenues net of interest expense</u>			
U.S. Card Services	\$ 3,722	\$ 3,364	11 %
International Card Services	1,195	979	22
Global Commercial Services	1,144	994	15
Global Network & Merchant Services	1,003	877	14
	7,064	6,214	14
Corporate & Other, including adjustments and eliminations	122	270	(55)
CONSOLIDATED REVENUES NET OF INTEREST EXPENSE	\$ 7,186	\$ 6,484	11
<u>Pretax income (loss) from continuing operations</u>			
U.S. Card Services	\$ 791	\$ 1,031	(23)
International Card Services	117	96	22
Global Commercial Services	218	195	12
Global Network & Merchant Services	335	374	(10)
	1,461	1,696	(14)
Corporate & Other	(107)	(85)	26
PRETAX INCOME FROM CONTINUING OPERATIONS	\$ 1,354	\$ 1,611	(16)
<u>Net income (loss)</u>			
U.S. Card Services	\$ 523	\$ 644	(19)
International Card Services	133	102	30
Global Commercial Services	151	129	17
Global Network & Merchant Services	223	236	(6)
	1,030	1,111	(7)
Corporate & Other	(56)	(16)	#
Income from continuing operations	974	1,095	(11)
Income (Loss) from discontinued operations, net of tax	17	(38)	#
NET INCOME	\$ 991	\$ 1,057	(6)

- Denotes a variance of more than 100%.

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
EARNINGS PER COMMON SHARE			
BASIC			
Income from continuing operations	\$ 0.84	\$ 0.92	(9) %
Income (Loss) from discontinued operations	0.02	(0.03)	#
Net income	<u>\$ 0.86</u>	<u>\$ 0.89</u>	(3) %
Average common shares outstanding (millions)	<u>1,153</u>	<u>1,187</u>	(3) %
DILUTED			
Income from continuing operations	\$ 0.84	\$ 0.90	(7) %
Income (Loss) from discontinued operations	0.01	(0.03)	#
Net income	<u>\$ 0.85</u>	<u>\$ 0.87</u>	(2) %
Average common shares outstanding (millions)	<u>1,163</u>	<u>1,210</u>	(4) %
Cash dividends declared per common share	\$ 0.18	\$ 0.15	20 %

Selected Statistical Information

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Return on average equity (A)	35.9%	36.6%	
Common shares outstanding (millions)	1,158	1,188	(3) %
Book value per common share	\$ 9.94	\$ 8.83	13 %
Shareholders' equity (billions)	\$ 11.5	\$ 10.5	10 %

- 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 March 31,		Percentage Inc/(Dec)
	2008	2007	
Card billed business (A):			
United States	\$ 114.6	\$ 105.4	9 %
Outside the United States	51.8	40.8	27
Total	<u>\$ 166.4</u>	<u>\$ 146.2</u>	14
Total cards-in-force (millions) (B):			
United States	52.9	49.3	7 %
Outside the United States	35.1	30.6	15
Total	<u>88.0</u>	<u>79.9</u>	10
Basic cards-in-force (millions) (B):			
United States	41.4	38.1	9 %
Outside the United States	30.2	26.0	16
Total	<u>71.6</u>	<u>64.1</u>	12
Average discount rate (C)	2.57%	2.58%	
Average basic cardmember spending (dollars) (D)	\$ 2,984	\$ 2,817	6 %
Average fee per card (dollars) (D)	\$ 34	\$ 30	13 %

(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. Card billed business is reflected in the United States or outside the United States based on where the cardmember is domiciled.

(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) This calculation is designed to approximate merchant pricing. It represents the percentage of billed business (both proprietary and Global Network Services) retained by the Company from merchants it acquires, prior to payments to third parties unrelated to merchant acceptance.

(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, including the amortization of deferred direct acquisition costs (which beginning prospectively as of July 1, 2006, was reclassified from other expense to a reduction in net card fees), divided by average worldwide proprietary cards-in-force. The adjusted average fee per card is computed in the same manner, but excludes amortization of deferred direct acquisition costs. The adjusted average fee per card was \$39 for the quarter ended March 31, 2008, and \$35 for the quarter and year ended March 31, 2007, and the amount of amortization excluded for these periods was \$77 million for the quarter ended March 31, 2008, and \$72 million for the quarter ended March 31, 2007. The Company presents adjusted average fee per card because management believes that this metric presents a better picture of card fee pricing across a range of its proprietary card products.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Worldwide cardmember receivables:			
Total receivables	\$ 39.0	\$ 36.5	7 %
90 days past due as a % of total	3.3%	2.9%	
Loss reserves (millions):			
Beginning balance	\$ 1,149	\$ 981	17 %
Provision	345	209	65
Net write offs	(257)	(194)	32
Other	(16)	(17)	(6)
Ending balance	<u>\$ 1,221</u>	<u>\$ 979</u>	25
% of receivables	3.1%	2.7%	
% of 90 days past due	96%	93%	
Net loss ratio as a % of charge volume	0.25%	0.23%	
Worldwide cardmember lending - owned basis (A):			
Total loans	\$ 49.6	\$ 42.3	17 %
30 days past due loans as a % of total	3.8%	3.0%	
Loss reserves (millions):			
Beginning balance	\$ 1,831	\$ 1,171	56 %
Provision	776	542	43
Net write offs	(693)	(439)	58
Other	5	(3)	#
Ending balance	<u>\$ 1,919</u>	<u>\$ 1,271</u>	51
% of loans	3.9%	3.0%	
% of past due	101%	100%	
Average loans	\$ 50.8	\$ 42.4	20 %
Net write-off rate	5.5%	4.1%	
Net finance revenue(B)/average loans	9.6%	9.4%	
Worldwide cardmember lending - managed basis (C):			
Total loans	\$ 75.2	\$ 63.2	19 %
30 days past due loans as a % of total	3.6%	2.8%	
Loss reserves (millions):			
Beginning balance	\$ 2,581	\$ 1,622	59 %
Provision	1,231	797	54
Net write offs	(1,007)	(628)	60
Other	6	(4)	#
Ending balance	<u>\$ 2,811</u>	<u>\$ 1,787</u>	57
% of loans	3.7%	2.8%	
% of past due	105%	100%	
Average loans	\$ 75.8	\$ 62.8	21 %
Net write-off rate	5.3%	4.0%	
Net finance revenue(B)/average loans	10.0%	9.5%	

- 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) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is 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				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Revenues					
Discount revenue	\$ 3,718	\$ 3,912	\$ 3,659	\$ 3,670	\$ 3,355
Net card fees	567	544	522	500	484
Travel commissions and fees	494	514	484	491	437
Other commissions and fees	622	650	644	587	536
Securitization income, net	444	326	392	332	457
Other	356	470	362	426	387
Total	6,201	6,416	6,063	6,006	5,656
Interest income					
Cardmember lending finance revenue	1,625	1,682	1,581	1,514	1,368
Other	279	302	309	357	303
Total	1,904	1,984	1,890	1,871	1,671
Total revenues	8,105	8,400	7,953	7,877	7,327
Interest expense					
Cardmember lending	417	474	444	431	385
Charge card and other	502	562	564	508	458
Total	919	1,036	1,008	939	843
Revenues net of interest expense	7,186	7,364	6,945	6,938	6,484
Expenses					
Marketing, promotion, rewards and cardmember services	1,756	2,719	1,810	1,826	1,462
Human resources	1,470	1,437	1,366	1,334	1,301
Professional services	551	646	539	580	518
Occupancy and equipment	375	382	374	352	328
Communications	115	119	118	112	112
Other, net	296	(591)	339	348	293
Total	4,563	4,712	4,546	4,552	4,014
Provisions for losses and benefits					
Charge card	345	419	279	233	209
Cardmember lending	809	970	579	638	574
Other (including investment certificates)	115	134	124	106	76
Total	1,269	1,523	982	977	859
Pretax income from continuing operations	1,354	1,129	1,417	1,409	1,611
Income tax provision	380	290	343	369	516
Income from continuing operations	974	839	1,074	1,040	1,095
Income (Loss) from discontinued operations, net of tax	17	(8)	(7)	17	(38)
Net income	\$ 991	\$ 831	\$ 1,067	\$ 1,057	\$ 1,057

(Preliminary)

American Express Company
Financial Summary

(Millions)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
<u>Revenues net of interest expense</u>					
U.S. Card Services	\$ 3,722	\$ 3,709	\$ 3,589	\$ 3,560	\$ 3,364
International Card Services	1,195	1,189	1,114	1,049	979
Global Commercial Services	1,144	1,128	1,064	1,083	994
Global Network & Merchant Services	1,003	1,041	980	966	877
	<u>7,064</u>	<u>7,067</u>	<u>6,747</u>	<u>6,658</u>	<u>6,214</u>
Corporate & Other, including adjustments and eliminations	<u>122</u>	<u>297</u>	<u>198</u>	<u>280</u>	<u>270</u>
CONSOLIDATED REVENUES NET OF INTEREST EXPENSE	<u>\$ 7,186</u>	<u>\$ 7,364</u>	<u>\$ 6,945</u>	<u>\$ 6,938</u>	<u>\$ 6,484</u>
<u>Pretax income (loss) from continuing operations</u>					
U.S. Card Services	\$ 791	\$ (40)	\$ 912	\$ 827	\$ 1,031
International Card Services	117	(181)	110	92	96
Global Commercial Services	218	144	187	218	195
Global Network & Merchant Services	335	379	389	418	374
	<u>1,461</u>	<u>302</u>	<u>1,598</u>	<u>1,555</u>	<u>1,696</u>
Corporate & Other	<u>(107)</u>	<u>827</u>	<u>(181)</u>	<u>(146)</u>	<u>(85)</u>
PRETAX INCOME FROM CONTINUING OPERATIONS	<u>\$ 1,354</u>	<u>\$ 1,129</u>	<u>\$ 1,417</u>	<u>\$ 1,409</u>	<u>\$ 1,611</u>
<u>Net income (loss)</u>					
U.S. Card Services	\$ 523	\$ 7	\$ 592	\$ 580	\$ 644
International Card Services	133	(68)	140	117	102
Global Commercial Services	151	110	135	162	129
Global Network & Merchant Services	223	254	266	266	236
	<u>1,030</u>	<u>303</u>	<u>1,133</u>	<u>1,125</u>	<u>1,111</u>
Corporate & Other	<u>(56)</u>	<u>536</u>	<u>(59)</u>	<u>(85)</u>	<u>(16)</u>
Income from continuing operations	<u>974</u>	<u>839</u>	<u>1,074</u>	<u>1,040</u>	<u>1,095</u>
Income (Loss) from discontinued operations, net of tax	<u>17</u>	<u>(8)</u>	<u>(7)</u>	<u>17</u>	<u>(38)</u>
NET INCOME	<u>\$ 991</u>	<u>\$ 831</u>	<u>\$ 1,067</u>	<u>\$ 1,057</u>	<u>\$ 1,057</u>

(Preliminary)

American Express Company
Financial Summary (continued)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
EARNINGS PER COMMON SHARE					
BASIC					
Income from continuing operations	\$ 0.84	\$ 0.72	\$ 0.92	\$ 0.88	\$ 0.92
Income (Loss) from discontinued operations	\$ 0.02	-	(0.01)	0.02	(0.03)
Net income	<u>\$ 0.86</u>	<u>\$ 0.72</u>	<u>\$ 0.91</u>	<u>\$ 0.90</u>	<u>\$ 0.89</u>
Average common shares outstanding (millions)	<u>1,153</u>	<u>1,157</u>	<u>1,170</u>	<u>1,179</u>	<u>1,187</u>
DILUTED					
Income from continuing operations	\$ 0.84	\$ 0.71	\$ 0.90	\$ 0.86	\$ 0.90
Income (Loss) from discontinued operations	0.01	-	-	0.02	(0.03)
Net income	<u>\$ 0.85</u>	<u>\$ 0.71</u>	<u>\$ 0.90</u>	<u>\$ 0.88</u>	<u>\$ 0.87</u>
Average common shares outstanding (millions)	<u>1,163</u>	<u>1,178</u>	<u>1,192</u>	<u>1,203</u>	<u>1,210</u>
Cash dividends declared per common share	<u>\$ 0.18</u>	<u>\$ 0.18</u>	<u>\$ 0.15</u>	<u>\$ 0.15</u>	<u>\$ 0.15</u>

Selected Statistical Information

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Return on average equity (A)	35.9%	37.3%	38.2%	37.5%	36.6%
Common shares outstanding (millions)	1,158	1,158	1,169	1,182	1,188
Book value per common share	\$ 9.94	\$ 9.53	\$ 9.32	\$ 9.00	\$ 8.83
Shareholders' equity (billions)	\$ 11.5	\$ 11.0	\$ 10.9	\$ 10.6	\$ 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				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Card billed business (A):					
United States	\$ 114.6	\$ 123.0	\$ 115.2	\$ 115.7	\$ 105.4
Outside the United States	51.8	54.5	47.3	45.4	40.8
Total	<u>\$ 166.4</u>	<u>\$ 177.5</u>	<u>\$ 162.5</u>	<u>\$ 161.1</u>	<u>\$ 146.2</u>
Total cards-in-force (millions) (B):					
United States	52.9	52.3	51.7	50.5	49.3
Outside the United States	35.1	34.1	33.0	31.7	30.6
Total	<u>88.0</u>	<u>86.4</u>	<u>84.7</u>	<u>82.2</u>	<u>79.9</u>
Basic cards-in-force (millions) (B):					
United States	41.4	40.9	40.1	39.2	38.1
Outside the United States	30.2	29.2	28.3	27.0	26.0
Total	<u>71.6</u>	<u>70.1</u>	<u>68.4</u>	<u>66.2</u>	<u>64.1</u>
Average discount rate (C)	2.57%	2.54%	2.57%	2.57%	2.58%
Average basic cardmember spending (dollars) (D)	\$ 2,984	\$ 3,228	\$ 3,006	\$ 3,049	\$ 2,817
Average fee per card (dollars) (D)	\$ 34	\$ 33	\$ 32	\$ 31	\$ 30

(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. Card billed business is reflected in the United States or outside the United States based on where the cardmember is domiciled.

(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) This calculation is designed to approximate merchant pricing. It represents the percentage of billed business (both proprietary and Global Network Services) retained by the Company from merchants it acquires, prior to payments to third parties unrelated to merchant acceptance.

(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, including the amortization of deferred direct acquisition costs (which beginning prospectively as of July 1, 2006, was reclassified from other expense to a reduction in net card fees), divided by average worldwide proprietary cards-in-force. The adjusted average fee per card is computed in the same manner, but excludes amortization of deferred direct acquisition costs. The adjusted average fee per card was \$39 for the quarter ended March 31, 2008, \$37 for the quarter ended December 31, 2007, \$36 for the quarters ended September 30, 2007 and June 30, 2007, and \$35 for the quarter ended March 31, 2007. The amount of amortization excluded for these periods was \$77 for the quarter ended March 31, 2008, \$74 million for the quarter ended December 31, 2007, \$71 million for the quarters ended September 30, 2007 and June 30, 2007, and \$72 million for the quarter ended March 31, 2007. The Company presents adjusted average fee per card because management believes that this metric presents a better picture of card fee pricing across a range of its proprietary card products.

(Preliminary)

American Express Company
Selected Statistical Information (continued)

(Billions, except percentages and where indicated)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Worldwide cardmember receivables:					
Total receivables	\$ 39.0	\$ 40.1	\$ 38.5	\$ 38.4	\$ 36.5
90 days past due as a % of total	3.3%	3.0%	2.8%	2.7%	2.9%
Loss reserves (millions):					
Beginning balance	\$ 1,149	\$ 998	\$ 981	\$ 979	\$ 981
Provision	345	419	279	233	209
Net write offs	(257)	(249)	(247)	(217)	(194)
Other	(16)	(19)	(15)	(14)	(17)
Ending balance	<u>\$ 1,221</u>	<u>\$ 1,149</u>	<u>\$ 998</u>	<u>\$ 981</u>	<u>\$ 979</u>
% of receivables	3.1%	2.9%	2.6%	2.6%	2.7%
% of 90 days past due	96%	95%	91%	95%	93%
Net loss ratio as a % of charge volume	0.25%	0.25%	0.26%	0.24%	0.23%
Worldwide cardmember lending - owned basis (A):					
Total loans	\$ 49.6	\$ 54.5	\$ 50.5	\$ 48.3	\$ 42.3
30 days past due loans as a % of total	3.8%	3.4%	3.0%	2.8%	3.0%
Loss reserves (millions):					
Beginning balance	\$ 1,831	\$ 1,469	\$ 1,417	\$ 1,271	\$ 1,171
Provision	776	924	543	606	542
Net write offs	(693)	(579)	(499)	(473)	(439)
Other	5	17	8	13	(3)
Ending balance	<u>\$ 1,919</u>	<u>\$ 1,831</u>	<u>\$ 1,469</u>	<u>\$ 1,417</u>	<u>\$ 1,271</u>
% of loans	3.9%	3.4%	2.9%	2.9%	3.0%
% of past due	101%	100%	97%	106%	100%
Average loans	\$ 50.8	\$ 51.7	\$ 48.8	\$ 45.6	\$ 42.4
Net write-off rate	5.5%	4.5%	4.1%	4.1%	4.1%
Net finance revenue(B)/average loans	9.6%	9.3%	9.3%	9.5%	9.4%
Worldwide cardmember lending - managed basis (C):					
Total loans	\$ 75.2	\$ 77.2	\$ 72.0	\$ 68.6	\$ 63.2
30 days past due loans as a % of total	3.6%	3.2%	2.8%	2.6%	2.8%
Loss reserves (millions):					
Beginning balance	\$ 2,581	\$ 1,991	\$ 1,917	\$ 1,787	\$ 1,622
Provision	1,231	1,387	762	780	797
Net write offs	(1,007)	(813)	(696)	(662)	(628)
Other	6	16	8	12	(4)
Ending balance	<u>\$ 2,811</u>	<u>\$ 2,581</u>	<u>\$ 1,991</u>	<u>\$ 1,917</u>	<u>\$ 1,787</u>
% of loans	3.7%	3.3%	2.8%	2.8%	2.8%
% of past due	105%	106%	97%	106%	100%
Average loans	\$ 75.8	\$ 74.1	\$ 70.1	\$ 65.9	\$ 62.8
Net write-off rate	5.3%	4.4%	4.0%	4.0%	4.0%
Net finance revenue(B)/average loans	10.0%	9.4%	9.4%	9.3%	9.5%

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

(B) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is 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 March 31,		Percentage
	2008	2007	Inc/(Dec)
Revenues			
Discount revenue, net card fees and other	\$ 2,605	\$ 2,414	8 %
Cardmember lending finance revenue	1,206	1,055	14
Securitization income, net	444	457	(3)
Total revenues	4,255	3,926	8
Interest expense			
Cardmember lending	345	313	10
Charge card and other	188	249	(24)
Revenues net of interest expense	3,722	3,364	11
Expenses			
Marketing, promotion, rewards and cardmember services	1,144	944	21
Human resources and other operating expenses	906	808	12
Total	2,050	1,752	17
Provisions for losses	881	581	52
Pretax segment income	791	1,031	(23)
Income tax provision	268	387	(31)
Segment income	\$ 523	\$ 644	(19)

- Denotes a variance of more than 100%.

(Preliminary)

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

(Millions)

	Quarters Ended March 31,		Percentage
	2008	2007	Inc/(Dec)
<u>Income Statement Data</u>			
Discount revenue, net card fees and other:			
Reported for the period (GAAP)	\$ 2,605	\$ 2,414	8 %
Securitization adjustments	73	87	(16)
Managed discount revenue, net card fees and other	<u>\$ 2,678</u>	<u>\$ 2,501</u>	7
Cardmember lending finance revenue:			
Reported for the period (GAAP)	\$ 1,206	\$ 1,055	14
Securitization adjustments	903	757	19
Managed cardmember lending finance revenue	<u>\$ 2,109</u>	<u>\$ 1,812</u>	16
Securitization income, net:			
Reported for the period (GAAP)	\$ 444	\$ 457	(3)
Securitization adjustments	(444)	(457)	(3)
Managed securitization income, net	<u>\$ -</u>	<u>\$ -</u>	-
Cardmember lending interest expense:			
Reported for the period (GAAP)	\$ 345	\$ 313	10
Securitization adjustments	220	273	(19)
Managed cardmember lending interest expense	<u>\$ 565</u>	<u>\$ 586</u>	(4)
Provisions for losses:			
Reported for the period (GAAP)	\$ 881	\$ 581	52
Securitization adjustments	387	205	89
Managed provisions for losses	<u>\$ 1,268</u>	<u>\$ 786</u>	61

- Denotes a variance of more than 100%.

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 March 31,		Percentage Inc/(Dec)
	2008	2007	
Card billed business	\$ 92.1	\$ 85.2	8 %
Total cards-in-force (millions)	43.8	41.5	6 %
Basic cards-in-force (millions)	32.7	30.7	7 %
Average basic cardmember spending (dollars)	\$ 2,838	\$ 2,801	1 %
U.S. Consumer Travel:			
Travel sales (millions)	\$ 803	\$ 710	13 %
Travel commissions and fees/sales	7.7%	7.5%	
Total segment assets	\$ 81.9	\$ 68.4	20 %
Segment capital (millions) (A)	\$ 4,517	\$ 4,498	0 %
Return on segment capital (B)	37.9%	50.2%	
Cardmember receivables:			
Total receivables	\$ 19.2	\$ 19.0	1 %
90 days past due as a % of total	4.6%	3.8%	
Net loss ratio as a % of charge volume	0.35%	0.25%	
Cardmember lending - owned basis (C):			
Total loans	\$ 38.1	\$ 33.0	15 %
30 days past due loans as a % of total	4.1%	2.9%	
Average loans	\$ 39.6	\$ 33.1	20 %
Net write-off rate	5.5%	3.7%	
Net finance revenue(D)/average loans	8.7%	9.1%	
Cardmember lending - managed basis (E):			
Total loans	\$ 63.7	\$ 53.9	18 %
30 days past due loans as a % of total	3.7%	2.8%	
Average loans	\$ 64.6	\$ 53.4	21 %
Net write-off rate	5.3%	3.7%	
Net finance revenue(D)/average loans	9.6%	9.3%	

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$175 million and \$26 million for the quarter ended March 31, 2008, and \$168 million and none for the quarter ended March 31, 2007, respectively.

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

(D) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is computed on an annualized basis.

(E) 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				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Revenues					
Discount revenue, net card fees and other	\$ 2,605	\$ 2,747	\$ 2,632	\$ 2,642	\$ 2,414
Cardmember lending finance revenue	1,206	1,304	1,224	1,179	1,055
Securitization income, net	444	326	392	332	457
Total revenues	4,255	4,377	4,248	4,153	3,926
Interest expense					
Cardmember lending	345	440	402	363	313
Charge card and other	188	228	257	230	249
Revenues net of interest expense	3,722	3,709	3,589	3,560	3,364
Expenses					
Marketing, promotion, rewards and cardmember services	1,144	1,739	1,191	1,266	944
Human resources and other operating expenses	906	871	848	827	808
Total	2,050	2,610	2,039	2,093	1,752
Provisions for losses	881	1,139	638	640	581
Pretax segment income (loss)	791	(40)	912	827	1,031
Income tax provision (benefit)	268	(47)	320	247	387
Segment income	\$ 523	\$ 7	\$ 592	\$ 580	\$ 644

(Preliminary)

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

(Millions)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
<u>Income Statement Data</u>					
Discount revenue, net card fees and other:					
Reported for the period (GAAP)	\$ 2,605	\$ 2,747	\$ 2,632	\$ 2,642	\$ 2,414
Securitization adjustments	73	76	67	80	87
Managed discount revenue, net card fees and other	<u>\$ 2,678</u>	<u>\$ 2,823</u>	<u>\$ 2,699</u>	<u>\$ 2,722</u>	<u>\$ 2,501</u>
Cardmember lending finance revenue:					
Reported for the period (GAAP)	\$ 1,206	\$ 1,304	\$ 1,224	\$ 1,179	\$ 1,055
Securitization adjustments	903	828	821	724	757
Managed cardmember lending finance revenue	<u>\$ 2,109</u>	<u>\$ 2,132</u>	<u>\$ 2,045</u>	<u>\$ 1,903</u>	<u>\$ 1,812</u>
Securitization income, net:					
Reported for the period (GAAP)	\$ 444	\$ 326	\$ 392	\$ 332	\$ 457
Securitization adjustments	(444)	(326)	(392)	(332)	(457)
Managed securitization income, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cardmember lending interest expense:					
Reported for the period (GAAP)	\$ 345	\$ 440	\$ 402	\$ 363	\$ 313
Securitization adjustments	220	287	302	274	273
Managed cardmember lending interest expense	<u>\$ 565</u>	<u>\$ 727</u>	<u>\$ 704</u>	<u>\$ 637</u>	<u>\$ 586</u>
Provisions for losses:					
Reported for the period (GAAP)	\$ 881	\$ 1,139	\$ 638	\$ 640	\$ 581
Securitization adjustments	387	263	226	177	205
Managed provisions for losses	<u>\$ 1,268</u>	<u>\$ 1,402</u>	<u>\$ 864</u>	<u>\$ 817</u>	<u>\$ 786</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				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Card billed business	\$ 92.1	\$ 101.2	\$ 94.2	\$ 94.6	\$ 85.2
Total cards-in-force (millions)	43.8	43.3	42.9	42.1	41.5
Basic cards-in-force (millions)	32.7	32.3	31.8	31.2	30.7
Average basic cardmember spending (dollars)	\$ 2,838	\$ 3,161	\$ 2,986	\$ 3,054	\$ 2,801
U.S. Consumer Travel:					
Travel sales	\$ 0.8	\$ 0.7	\$ 0.7	\$ 0.8	\$ 0.7
Travel commissions and fees/sales	7.7%	8.2%	8.5%	8.0%	7.5%
Total segment assets	\$ 81.9	\$ 82.3	\$ 79.0	\$ 76.1	\$ 68.4
Segment capital (A)	\$ 4.5	\$ 4.5	\$ 4.5	\$ 4.5	\$ 4.5
Return on segment capital (B)	37.9%	40.2%	50.5%	49.9%	50.2%
Cardmember receivables:					
Total receivables	\$ 19.2	\$ 21.4	\$ 19.4	\$ 19.8	\$ 19.0
90 days past due as a % of total	4.6%	3.9%	3.9%	3.6%	3.8%
Net loss ratio as a % of charge volume	0.35%	0.35%	0.34%	0.30%	0.25%
Cardmember lending - owned basis (C):					
Total loans	\$ 38.1	\$ 43.3	\$ 40.0	\$ 38.3	\$ 33.0
30 days past due loans as a % of total	4.1%	3.5%	3.1%	2.7%	2.9%
Average loans	\$ 39.6	\$ 40.9	\$ 38.6	\$ 35.9	\$ 33.1
Net write-off rate	5.5%	4.3%	3.7%	3.7%	3.7%
Net finance revenue(D)/average loans	8.7%	8.4%	8.5%	9.1%	9.1%
Cardmember lending - managed basis (E):					
Total loans	\$ 63.7	\$ 66.0	\$ 61.5	\$ 58.6	\$ 53.9
30 days past due loans as a % of total	3.7%	3.2%	2.9%	2.6%	2.8%
Average loans	\$ 64.6	\$ 63.2	\$ 60.0	\$ 56.3	\$ 53.4
Net write-off rate	5.3%	4.3%	3.7%	3.7%	3.7%
Net finance revenue(D)/average loans	9.6%	8.8%	8.9%	9.0%	9.3%

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$175 million and \$26 million as of March 31, 2008, \$175 million and none as of December 31, 2007, and \$168 million and none as of September 30, 2007, June 30, 2007, and March 31, 2007, respectively.

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

(D) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is computed on an annualized basis.

(E) 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 Services
Selected Income Statement Data

(Millions)

	Quarters Ended March 31,		Percentage
	2008	2007	Inc/(Dec)
Revenues			
Discount revenue, net card fees and other	\$ 992	\$ 828	20 %
Cardmember lending finance revenue	415	310	34
Total revenues	1,407	1,138	24
Interest expense			
Cardmember lending	147	109	35
Charge card and other	65	50	30
Revenues net of interest expense	1,195	979	22
Expenses			
Marketing, promotion, rewards and cardmember services	358	281	27
Human resources and other operating expenses	491	418	17
Total	849	699	21
Provisions for losses	229	184	24
Pretax segment income	117	96	22
Income tax benefit	(16)	(6)	#
Segment income	\$ 133	\$ 102	30

- Denotes variance of more than 100%.

(Preliminary)

International Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Card billed business	\$ 26.1	\$ 21.5	21 %
Total cards-in-force (millions)	16.1	15.7	3 %
Basic cards-in-force (millions)	11.4	11.2	2 %
Average basic cardmember spending (dollars)	\$ 2,309	\$ 1,926	20 %
International Consumer Travel:			
Travel sales (millions)	\$ 298	\$ 241	24 %
Travel commissions and fees/sales	8.4%	8.4%	
Total segment assets	\$ 21.3	\$ 18.5	15 %
Segment capital (millions) (A)	\$ 2,041	\$ 1,840	11 %
Return on segment capital (B)	16.4%	20.9%	
Cardmember receivables:			
Total receivables (C)	\$ 6.3	\$ 5.4	17 %
90 days past due as a % of total	2.2%	2.4%	
Net loss ratio as a % of charge volume	0.21%	0.29%	
Cardmember lending:			
Total loans (C)	\$ 11.4	\$ 9.3	23 %
30 days past due loans as a % of total	3.0%	3.1%	
Average loans	\$ 11.2	\$ 9.4	19 %
Net write-off rate	5.1%	5.7%	
Net finance revenue(D)/average loans	9.6%	8.7%	

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$519 million and \$16 million as of the quarter ended March 31, 2008, and \$519 million and \$24 million as of the quarter ended March 31, 2007, respectively.

(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) The March 31, 2008 balance reflects a reclassification of \$393 million from cardmember receivables to cardmember loans for charge card products with lending features.

(D) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is computed on an annualized basis.

(Preliminary)

International Card Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Revenues					
Discount revenue, net card fees and other	\$ 992	\$ 1,022	\$ 953	\$ 900	\$ 828
Cardmember lending finance revenue	415	376	353	333	310
Total revenues	1,407	1,398	1,306	1,233	1,138
Interest expense					
Cardmember lending	147	138	126	120	109
Charge card and other	65	71	66	64	50
Revenues net of interest expense	1,195	1,189	1,114	1,049	979
Expenses					
Marketing, promotion, rewards and cardmember services	358	638	354	293	281
Human resources and other operating expenses	491	512	453	453	418
Total	849	1,150	807	746	699
Provisions for losses	229	220	197	211	184
Pretax segment income (loss)	117	(181)	110	92	96
Income tax benefit	(16)	(113)	(30)	(25)	(6)
Segment income (loss)	\$ 133	\$ (68)	\$ 140	\$ 117	\$ 102

(Preliminary)

International Card Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Card billed business	\$ 26.1	\$ 28.2	\$ 24.7	\$ 23.6	\$ 21.5
Total cards-in-force (millions)	16.1	16.0	15.8	15.7	15.7
Basic cards-in-force (millions)	11.4	11.3	11.2	11.2	11.2
Average basic cardmember spending (dollars)	\$ 2,309	\$ 2,515	\$ 2,209	\$ 2,123	\$ 1,926
International Consumer Travel:					
Travel sales	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.2
Travel commissions and fees/sales	8.4%	8.7%	8.8%	8.6%	8.4%
Total segment assets	\$ 21.3	\$ 21.4	\$ 20.8	\$ 19.7	\$ 18.5
Segment capital (A)	\$ 2.0	\$ 2.1	\$ 2.0	\$ 1.9	\$ 1.8
Return on segment capital (B)	16.4%	15.3%	24.4%	22.8%	20.9%
Cardmember receivables:					
Total receivables (C)	\$ 6.3	\$ 6.6	\$ 6.1	\$ 5.9	\$ 5.4
90 days past due as a % of total	2.2%	1.8%	1.8%	2.0%	2.4%
Net loss ratio as a % of charge volume	0.21%	0.21%	0.26%	0.28%	0.29%
Cardmember lending:					
Total loans (C)	\$ 11.4	\$ 11.2	\$ 10.5	\$ 10.0	\$ 9.3
30 days past due loans as a % of total	3.0%	2.8%	2.7%	2.9%	3.1%
Average loans	\$ 11.2	\$ 10.8	\$ 10.2	\$ 9.7	\$ 9.4
Net write-off rate	5.1%	5.1%	5.5%	6.0%	5.7%
Net finance revenue(D)/average loans	9.6%	8.7%	8.9%	8.9%	8.7%

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$519 million and \$16 million as of March 31, 2008, \$519 million and \$17 million as of December 31, 2007, \$520 million and \$19 million as of September 30, 2007, \$519 million and \$19 million as of June 30, 2007, and \$519 million and \$24 million as of March 31, 2007, respectively.

(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) The March 31, 2008 balance reflects a reclassification of \$393 million from cardmember receivables to cardmember lending for charge card products with lending features.

(D) Net finance revenue, which represents cardmember lending finance revenue less cardmember lending interest expense, is computed on an annualized basis.

(Preliminary)

Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Revenues			
Discount revenue, net card fees and other	\$ 1,250	\$ 1,098	14 %
Interest expense			
Charge card and other	106	104	2
Revenues net of interest expense	1,144	994	15
Expenses			
Marketing, promotion, rewards and cardmember services	86	83	4
Human resources and other operating expenses	778	686	13
Total	864	769	12
Provisions for losses	62	30	#
Pretax segment income	218	195	12
Income tax provision	67	66	2
Segment income	\$ 151	\$ 129	17

- Denotes variance of more than 100%.

(Preliminary)

Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Card billed business	\$ 32.8	\$ 29.0	13 %
Total cards-in-force (millions)	6.9	6.7	3 %
Basic cards-in-force (millions)	6.9	6.7	3 %
Average basic cardmember spending (dollars)	\$ 4,770	\$ 4,343	10 %
Global Corporate Travel:			
Travel sales	\$ 5.4	\$ 4.8	13 %
Travel commissions and fees/sales	7.4%	7.6%	
Total segment assets	\$ 28.4	\$ 20.5	39 %
Segment capital (millions) (A)	\$ 3,352	\$ 2,128	58 %
Return on segment capital (B)	23.2%	25.7%	
Cardmember receivables:			
Total receivables	\$ 12.8	\$ 11.7	9 %
90 days past due as a % of total	1.7%	1.6%	
Net loss ratio as a % of charge volume	0.12%	0.10%	

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$1.6 billion and \$344 million as of the quarter ended March 31, 2008, and \$742 million and \$123 million as of the quarter ended March 31, 2007, respectively.

(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.

(Preliminary)

Global Commercial Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Revenues					
Discount revenue, net card fees and other	\$ 1,250	\$ 1,259	\$ 1,180	\$ 1,210	\$ 1,098
Interest expense					
Charge card and other	106	131	116	127	104
Revenues net of interest expense	1,144	1,128	1,064	1,083	994
Expenses					
Marketing, promotion, rewards and cardmember services	86	135	86	83	83
Human resources and other operating expenses	778	794	749	746	686
Total	864	929	835	829	769
Provisions for losses	62	55	42	36	30
Pretax segment income	218	144	187	218	195
Income tax provision	67	34	52	56	66
Segment income	\$ 151	\$ 110	\$ 135	\$ 162	\$ 129

(Preliminary)

Global Commercial Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Card billed business	\$ 32.8	\$ 32.2	\$ 29.9	\$ 31.0	\$ 29.0
Total cards-in-force (millions)	6.9	6.8	6.8	6.8	6.7
Basic cards-in-force (millions)	6.9	6.8	6.8	6.8	6.7
Average basic cardmember spending (dollars)	\$ 4,770	\$ 4,695	\$ 4,389	\$ 4,583	\$ 4,343
Global Corporate Travel:					
Travel sales	\$ 5.4	\$ 5.5	\$ 4.9	\$ 5.3	\$ 4.8
Travel commissions and fees/sales	7.4%	7.8%	8.0%	7.5%	7.6%
Total segment assets	\$ 28.4	\$ 21.1	\$ 21.8	\$ 21.7	\$ 20.5
Segment capital (A)	\$ 3.4	\$ 2.2	\$ 2.2	\$ 2.1	\$ 2.1
Return on segment capital (B)	23.2%	25.3%	26.2%	25.3%	25.7%
Cardmember receivables:					
Total receivables	\$ 12.8	\$ 11.4	\$ 12.5	\$ 12.2	\$ 11.7
90 days past due as a % of total	1.7%	2.1%	1.6%	1.6%	1.6%
Net loss ratio as a % of charge volume	0.12%	0.12%	0.11%	0.10%	0.10%

(A) Segment capital includes an allocation attributable to goodwill and other intangibles of \$1.6 billion and \$344 million as of March 31, 2008, \$771 million and \$139 million as of December 31, 2007, \$767 million and \$129 million as of September 30, 2007, \$745 million and \$120 million as of June 30, 2007, and \$742 million and \$123 million as of March 31, 2007, respectively.

(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.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended		Percentage Inc/(Dec)
	2008	2007	
Revenues			
Discount revenue, fees and other	\$ 942	\$ 800	18 %
Interest expense			
Cardmember lending	(26)	(28)	(7)
Other	(35)	(49)	(29)
Revenues net of interest expense	1,003	877	14
Expenses			
Marketing and promotion	136	129	5
Human resources and other operating expenses	495	393	26
Total	631	522	21
Provisions for losses	37	(19)	#
Pretax segment income	335	374	(10)
Income tax provision	112	138	(19)
Segment income	\$ 223	\$ 236	(6)

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended March 31,		Percentage Inc/(Dec)
	2008	2007	
Global Card billed business (A)	\$ 166.4	\$ 146.2	14 %
Global Network & Merchant Services:			
Total segment assets	\$ 6.8	\$ 4.5	51 %
Segment capital (millions) (B)	\$ 1,167	\$ 989	18 %
Return on segment capital (C)	91.3%	69.2%	
Global Network Services:			
Card billed business	\$ 15.7	\$ 10.5	50 %
Total cards-in-force (millions)	21.2	16.0	33 %

(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) Segment capital includes an allocation attributable to goodwill and other intangibles of \$27 million and \$10 million as of the quarter ended March 31, 2008, and \$27 million and \$6 million as of the quarter ended March, 31 2007, respectively.

(C) 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.

(Preliminary)

Global Network & Merchant Services
Selected Income Statement Data

(Millions)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Revenues					
Discount revenue, fees and other	\$ 942	\$ 961	\$ 902	\$ 887	\$ 800
Interest expense					
Cardmember lending	(26)	(34)	(33)	(31)	(28)
Other	(35)	(46)	(45)	(48)	(49)
Revenues net of interest expense	1,003	1,041	980	966	877
Expenses					
Marketing and promotion	136	165	151	150	129
Human resources and other operating expenses	495	466	417	389	393
Total	631	631	568	539	522
Provisions for losses	37	31	23	9	(19)
Pretax segment income	335	379	389	418	374
Income tax provision	112	125	123	152	138
Segment income	\$ 223	\$ 254	\$ 266	\$ 266	\$ 236

(Preliminary)

Global Network & Merchant Services
Selected Statistical Information

(Billions, except percentages and where indicated)

	Quarters Ended				
	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Global Card billed business (A)	\$ 166.4	\$ 177.5	\$ 162.5	\$ 161.1	\$ 146.2
Global Network & Merchant Services:					
Total segment assets	\$ 6.8	\$ 6.5	\$ 4.6	\$ 4.3	\$ 4.5
Segment capital (B)	\$ 1.2	\$ 1.2	\$ 1.1	\$ 1.1	\$ 1.0
Return on segment capital (C)	91.3%	90.7%	84.7%	78.0%	69.2%
Global Network Services:					
Card billed business	\$ 15.7	\$ 16.0	\$ 14.1	\$ 12.3	\$ 10.5
Total cards-in-force (millions)	21.2	20.3	19.2	17.6	16.0

(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) Segment capital includes an allocation attributable to goodwill and other intangibles of \$27 million and \$10 million as of March 31, 2008, \$27 million and \$4 million as of December 31, 2007, \$27 million and \$5 million as of September 30, 2007, \$27 million and \$5 million as of June 30, 2007, and \$27 million and \$6 million as of March 31, 2007, respectively.

(C) 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.