

STATEMENT OF FINANCIAL CONDITION

(\$ in Millions)

	Item	2006		
		1st QTR	2nd QTR	3rd QTR
ASSETS				
1. Cash	750	\$13,154	\$16,899	\$13,450
2. Cash segregated in compliance with federal and other regulations	760	31,228	40,148	41,359
3. Receivable from brokers or dealers and clearing organizations:				
A. Failed to deliver:	770	24,887	27,694	23,394
B. Securities borrowed:	780	1,857,697	1,864,815	2,001,671
C. Omnibus accounts:	790	12,408	12,037	11,325
D. Clearing Organizations:	800	16,269	20,938	18,972
E. Other	810	53,109	64,857	54,867
4. Receivables from customers:	820	195,545	196,861	200,933
5. Receivables from non-customers:	830	29,426	18,949	26,115
6. Securities purchased under agreements to resell	840	1,048,340	1,070,314	1,116,428
7. Securities and spot commodities owned, at market value:	850	978,778	992,229	1,057,493
8. Securities owned not readily marketable:	860	14,698	14,797	13,736
9. Other investments not readily marketable:	870	1,882	2,134	2,187
10. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:	880	81	71	79
11. Secured demand notes-market value of collateral:	890	425	421	422
12. Memberships in exchanges:	900	300	286	284
13. Investment in and receivables from affiliates, subsidiaries and associated partnerships(910)	910	20,526	19,526	20,563
14. Property, furniture, equipment, leasehold improvements and rights under lease agreements:	920	5,339	5,001	5,142
15. Other Assets:	930	200,144	216,757	230,191
16. TOTAL ASSETS	940	\$4,504,236	\$4,584,734	\$4,838,611
LIABILITIES				
17. Bank loans payable:				
A. Includable in "Formula for Reserve Requirements"	1460	\$1,901	\$2,378	\$2,572
B. Other	1470	75,275	71,251	69,640
18. Securities sold under repurchase agreements.	1480	1,839,872	1,879,676	2,059,016
19. Payable to brokers or dealers and clearing organizations:				
A. Failed to receive:				
1. Includable in "Formula for Reserve Requirements"	1490	13,209	12,875	13,675
2. Other	1500	18,781	22,514	18,536
B. Securities loaned:				
1. Includable in "Formula for Reserve Requirements"	1510	25,915	21,394	23,691
2. Other	1520	962,470	874,580	907,132
C. Omnibus accounts:				
1. Includable in "Formula for Reserve Requirements"	1530	6,875	6,376	6,413
2. Other	1540	238	518	276
D. Clearing organizations:				
1. Includable in "Formula for Reserve Requirements"	1550	6,794	1,407	2,795
2. Other	1560	2,556	3,768	3,070
E. Other	1570	43,557	57,067	57,833

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		2006			
		1st QTR	2nd QTR	3rd QTR	
20.	Payable to customers:				
	A. Securities accounts	1580	390,857	415,384	423,188
	B. Commodities accounts	1590	56,929	62,838	62,485
21.	Payable to non customers:				
	A. Securities accounts	1600	\$66,510	\$78,706	\$92,755
	B. Commodities accounts	1610	9,971	10,811	10,340
22.	Securities sold not yet purchased at market value	1620	399,208	442,537	446,208
23.	Accounts payable and accrued liabilities and expenses:				
	A. Drafts payable	1630	6,401	5,240	5,837
	B. Accounts payable	1640	33,392	45,957	40,123
	C. Income taxes payable	1650	2,067	2,278	2,652
	D. Deferred income taxes	1660	59	57	62
	E. Accrued expenses and other liabilities	1670	102,601	107,758	113,541
	F. Other	1680	27,321	19,423	25,552
	G. Obligation to return securities	1686	136,762	149,775	0
	H. SPE Liabilities	1687	4,876	14,151	0
24.	Notes and mortgages payable:				
	A. Unsecured	1690	41,955	32,767	34,663
	B. Secured	1700	28,690	38,289	37,722
25.	Liabilities subordinated to claims of general creditors:				
	A. Cash borrowings:	1710	88,942	95,667	96,515
	B. Securities borrowings, at market value:	1720	0	0	0
	C. Pursuant to secured demand not collateral agreements:	1730	433	431	432
	D. Exchange memberships contributed for use of company, at market value	1740	20	19	23
	E. Accounts and other borrowings not qualified for net capital purposes	1750	203	200	210
26.	TOTAL LIABILITIES	1760	\$4,394,640	\$4,476,092	\$4,728,178
	OWNERSHIP EQUITY				
27.	Sole proprietorship	1770	\$3	\$5	\$2
28.	Partnership - limited partners	1780	11,838	11,340	11,714
29.	Corporation:				
	A. Preferred stock	1791	1,437	1,437	1,437
	B. Common stock	1792	391	381	473
	C. Additional paid- in capital	1793	71,262	68,172	68,832
	D. Retained Earnings	1794	24,738	27,380	28,048
	E. Less capital stock in treasury	1796	-73	-73	-73
30.	TOTAL OWNERSHIP EQUITY	1800	\$109,596	\$108,642	\$110,433
31.	TOTAL LIABILITIES AND OWNERSHIP EQUITY	1810	\$4,504,236	\$4,584,734	\$4,838,611