



Marshall & Ilsley Corporation Credit Quality Fourth Quarter 2009

Note: Beginning with the second quarter 2009, the Corporation modified its definition of nonperforming loans to exclude renegotiated loans and loans past due 90 days or more because these loans were performing in accordance with their current terms. Prior periods presented have been adjusted for this reclassification.



Forward-looking statements

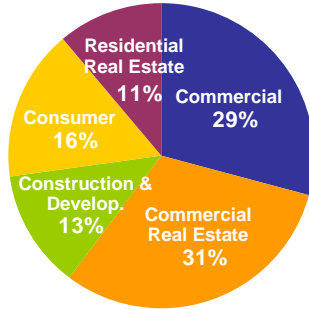
This presentation contains forward-looking statements within the meaning of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements include, without limitation, statements regarding expected financial and operating activities and results that are preceded by, followed by, or that include words such as "may," "expects," "anticipates," "estimates" or "believes." Such statements are subject to important factors that could cause M&I's actual results to differ materially from those anticipated by the forward-looking statements. These factors include (i) M&I's exposure to the deterioration in the commercial and residential real estate markets, directly or indirectly through M&I's loans to other bank holding companies, along with the deterioration in the U.S. economy as a whole, which could result in increased charge-offs and increases in M&I's allowance for loan and lease losses, (ii) various other factors, including changes in economic conditions affecting borrowers, new information regarding outstanding loans and identification of additional problem loans, which could require an increase in M&I's allowance for loan and lease losses, (iii) M&I's ability to maintain required levels of capital, (iv) the impact of recent and future legislative initiatives on the financial markets or on M&I, (v) M&I's exposure to the actions and potential failure of other financial institutions, (vi) volatility in M&I's stock price, and (vii) those factors referenced in Item 1A. Risk Factors in M&I's Annual Report on Form 10-K for the year ended December 31, 2008 and as may be described from time to time in M&I's subsequent SEC filings, which factors are incorporated herein by reference. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect only M&I's belief as of the date of this press release. Except as required by federal securities law, M&I undertakes no obligation to update these forward-looking statements or reflect events or circumstances after the date of this presentation.



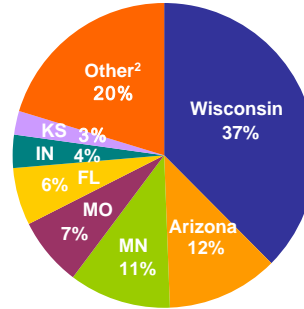
Diversified loan portfolio

Total loans at December 31, 2009: \$44 billion

Loans by asset class



Loans by geography¹



¹ Geography based on property zip code.

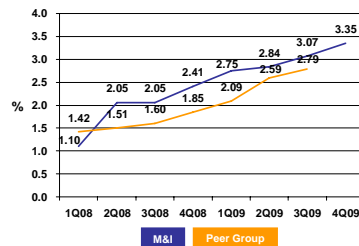
² Other geography includes Illinois (5%) and states < 2% (15%).



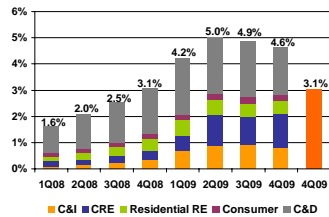
Continued credit stabilization

- Challenges well understood and manageable
- Proactively addressing credit
 - Identifying and writing down troubled assets
 - Selling problem loans (\$2.0 billion since 1Q08)
 - Reducing exposure to C&D loans (down to 12.5% of total loans)
 - Building loan loss reserves (LLR up 172% since 1Q08)
- Encouraging early signs credit quality is improving

Reserves / Period-end loans vs. Peers³



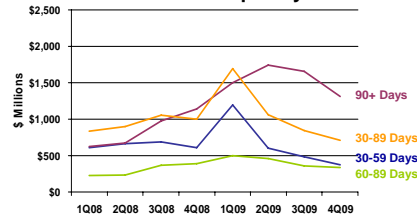
NPLs¹ / Period-end loans



¹ NPLs exclude renegotiated loans.

² Excludes NPLs < 90 days past due.

Total loans delinquency trend



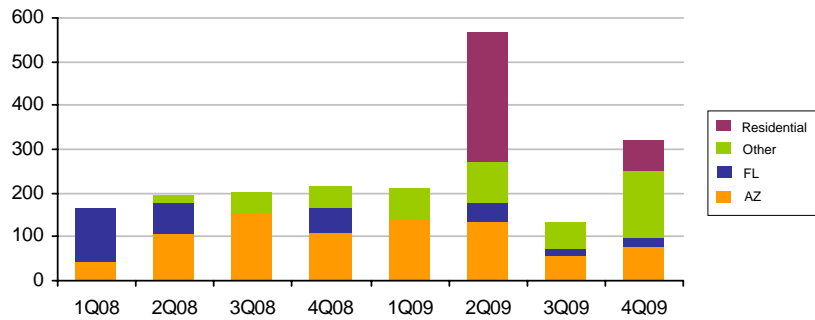
³ Peer group consists of 13 U.S. banking companies with assets from \$23 - \$173 billion.



Aggressively selling problem assets

- Disposition strategy initially focused on Florida and then Arizona
 - Limited inventory remains for additional large loan sales in those geographies
- In addition, sold \$70 million in mainly nonperforming residential mortgage loans (over 60% in AZ) in the fourth quarter of 2009

Loan sale history by quarter (\$ Millions)¹



¹ Based on unpaid principal balance.



Strong reserve coverage

As of December 31, 2009
(\$ millions)

Total nonperforming loans ¹	
– Unpaid principal balance	\$2,855
– Lifetime charge-offs	810
– Ledger balance	\$2,045
Total reserve for loan & lease losses	\$1,480
Loan loss reserve coverage ratio	75% ²

Nonperforming loans subject to specific impairment analysis (FAS 114)

Total nonperforming loans	
– Unpaid principal balance	\$1,940
– Lifetime charge-offs	523
– Ledger balance	\$1,417
Reserves based on specific impairment analysis	\$283
Lifetime charge-offs result in 27% haircut	

Note: Nonperforming loans > \$1 million are analyzed for impairment on a quarterly basis and written down to net realizable value.

Nonperforming loans NOT subject to specific impairment analysis

Total nonperforming loans	
– Unpaid principal balance	\$915
– Lifetime charge-offs	287
– Ledger balance	\$628
Reserves net of specific allocation	\$1,197
Loan loss reserve coverage ratio of loans not subject to specific impairment analysis	191%

¹ Includes \$58 million of nonperforming loans held for sale.

² Loan loss coverage ratio excludes nonperforming loans held for sale.

Stabilizing inflows of nonperforming loans

(\$mil)	2008				2009			
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
Beginning	\$687	\$774	\$1,007	\$1,261	\$1,527	\$2,075	\$2,416	\$2,250
Increases:	455	749	636	1,101	1,120	1,302	843	943 ²
Decreases:								
Charge-offs	104	229	109	438	202	474	383	486
ORE / Sold	158	132	168	182	188	208	325	344
Other ¹	106	155	105	215	182	279	301	318
Total Decreases	368	516	382	835	572	961	1,009	1,148
Ending	\$774	\$1,007	\$1,261	\$1,527	\$2,075	\$2,416	\$2,250	\$2,045 Down 9%

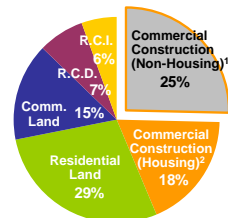
¹ Other includes accruing loans, renegotiated loans, loan paydowns & other items.

² Includes \$170 million transfer of related renegotiated commercial real estate loans discussed in 4Q09 earnings release conference call.

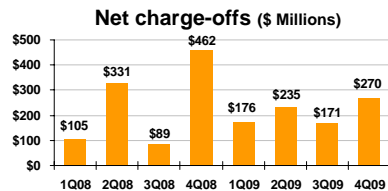
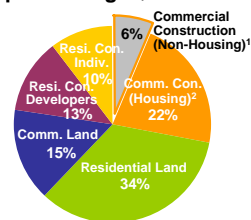
Shrinking stressed C&D portfolio

- C&D loans of \$6 billion (12.5% of total loans)
- C&D nonperforming loans of \$807 million (39% of total NPLs)
 - Non-housing commercial construction portfolio performing well
- Aggressively shrinking C&D portfolio
 - Proactively restructuring, charging off, and selling loans
 - Currently 12.5% of total loans vs. 22% in 4Q07
 - C&D loans have decreased \$4.6 billion or 45% vs. 4Q07
 - Targeting no more than 10% of total loans

Loans: \$6 billion



Nonperforming: \$807 million

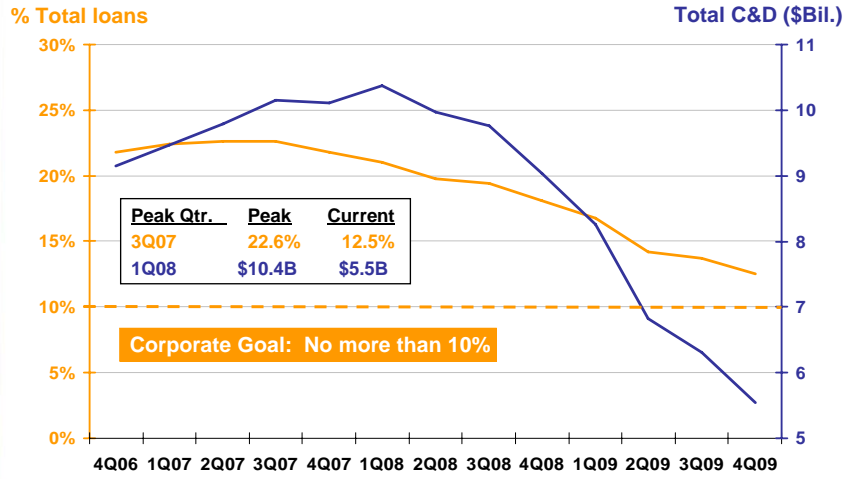


¹ Includes commercial & industrial and agricultural real estate C&D loans.

² Includes land and residential property loans.



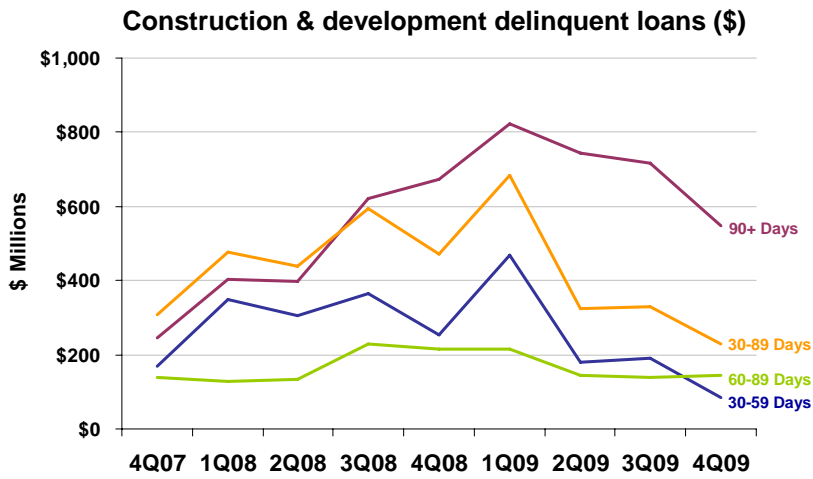
Reducing exposure to C&D loans



Note: C&D are construction and development loans; figures based on period-end balances.



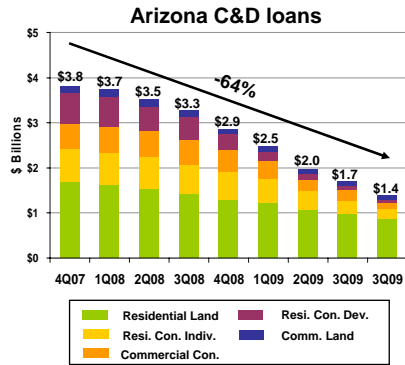
C&D delinquency trends





Arizona total C&D loans down 64%

- Aggressively shrinking Arizona portfolio
 - Total C&D loans have decreased by \$2.4 billion or 64% since 4Q07



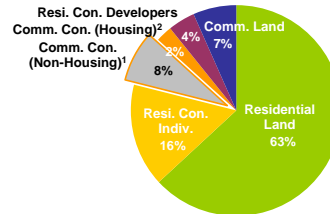
Note: Geography based on property zip code.

¹ Includes commercial & industrial and agricultural real estate C&D loans.

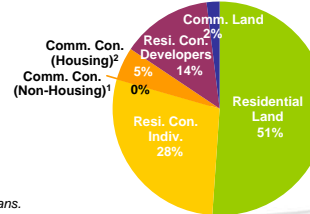
² Includes land and residential property loans.

December 31, 2009

Loans: \$1.4 billion

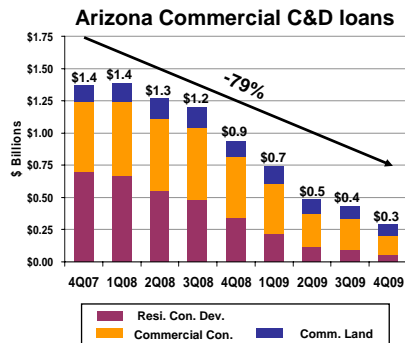


Nonperforming: \$235 million or 17.0% loans



Arizona commercial C&D loans down 79%

- Aggressively shrinking Arizona portfolio
 - Commercial C&D loans have decreased by \$1.1 billion or 79% since 4Q07



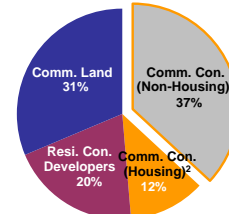
Note: Geography based on property zip code.

¹ Includes commercial & industrial and agricultural real estate C&D loans.

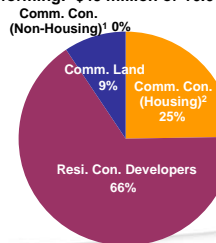
² Includes land and residential property loans.

December 31, 2009

Loans: \$293 million

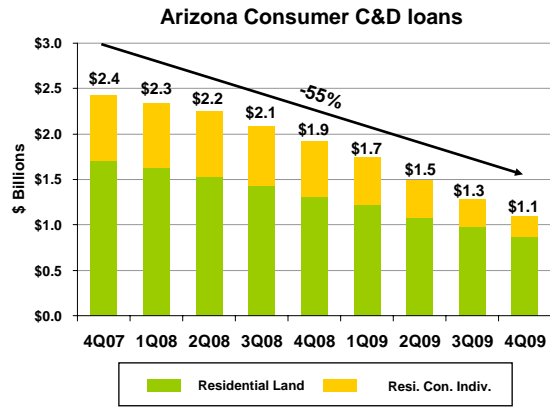


Nonperforming: \$49 million or 16.6% loans



Arizona consumer C&D loans down 55%

- Aggressively shrinking Arizona portfolio
 - Consumer C&D loans have decreased by \$1.3 billion or 55% since 4Q07
 - Nonperforming: \$187M or 17.2% loans



Arizona residential land – individuals

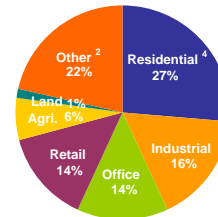
- Loans outstanding : \$732 million
 - Concentrated in Northeast and North portion of Maricopa County
 - Strongest part of market
 - Typical structure (3 year balloon or 3/1 ARM)
 - Underwriting standards tightened Q2 2005; no originations after Q1 2008



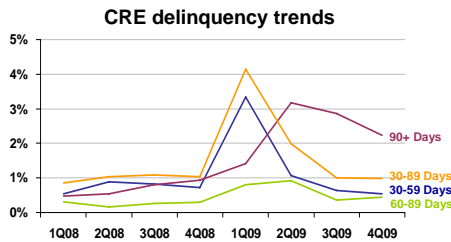
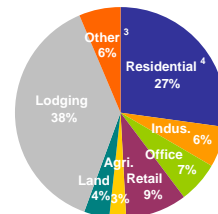
CRE¹ portfolio performing well

- CRE loans of \$14 billion (31% of total loans)
- **37% owner-occupied on business real estate loans**
- CRE nonperforming loans of \$585 million (29% of total NPLs)
 - Approximately 4.3% of total CRE loans vs. 3.7% in 3Q09
- NCOs have been relatively stable at 2% of loans

Loans: \$14 billion



Nonperforming: \$585 million



¹ CRE does not include commercial land & construction loans.

² Other category includes Lodging (7%), Medical Facilities (4%), & other < 3% (11%).

³ Other category includes other < 2% (6%).

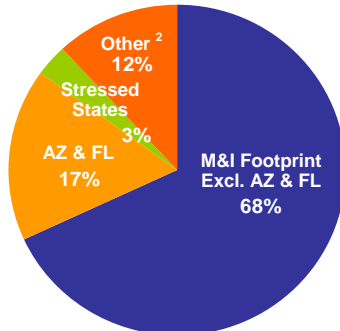
⁴ Over 90% are multi-family loans and business purpose loans backed by a 1-4 family residence.



Business real estate loans

Loans outstanding at December 31, 2009: \$9 billion

By state¹



	\$ Millions		
	Total Loans	NPL's	NPL %
Wisconsin	\$3,448	\$79	2.3
Minnesota	1,258	17	1.3
Missouri	925	60	6.5
Kansas	333	12	3.6
Indiana	344	8	2.4
Total M&I Footprint States Excl. AZ & FL	6,308	176	2.8
Arizona	849	8	0.9
Florida	770	37	4.8
Total AZ & FL	1,619	45	2.8
Economically Stressed States³	287	65	22.6
Remaining States	1,042	125	12.0
Total Business Real Estate	\$9,256	\$410	4.4

¹ Geography based on property zip code.

² Other includes IL (4%) and other states < 2% (8%).

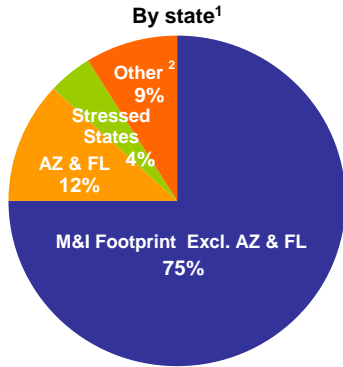
³ Includes OH, MI, CA, GA, NV & NY.

Totals may not foot due to rounding.



Multifamily loans

Loans outstanding at December 31, 2009: \$4 billion



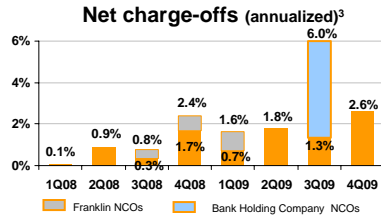
	\$ Millions		
	Multi-family Loans		
	Total Loans	NPL's	NPL %
Wisconsin	\$2,085	\$35	1.7
Minnesota	325	3	1.0
Missouri	212	15	7.1
Kansas	59	9	15.4
Indiana	46	1	3.1
Total M&I Footprint States Excl. AZ & FL	2,727	64	2.3
Arizona	170	25	14.5
Florida	272	54	19.7
Total AZ & FL	443	78	17.7
Economically Stressed States³	162	1	0.8
Remaining States	285	16	5.6
Total Business Real Estate	\$3,617	\$159	4.4

¹ Geography based on property zip code.
² Other includes IL (5%) and other states <3% (4%).
³ Includes OH, MI, CA, GA, NV & NY.
 Totals may not foot due to rounding.



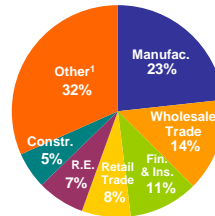
Commercial & industrial loans

- C&I loans of \$13 billion (29% of total loans)
- C&I nonperforming loans of \$350 million (17% of total NPLs)

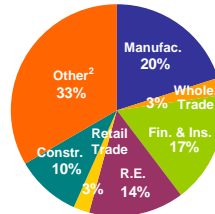


¹ Other category includes Professional (5%), Management Companies (4%), Ag, Forestry Fishing Hunting (4%), Transportation & Warehousing (4%), Health Care (3%) and other <3% (12%).
² Other category includes Management Companies (17%), Professional (6%) and other <3% (10%).
³ Based on end of period loan balance.

Loans: \$13 billion



Nonperforming: \$350 million

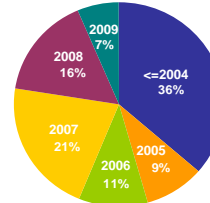




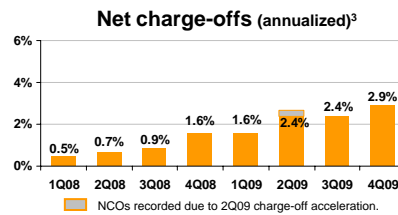
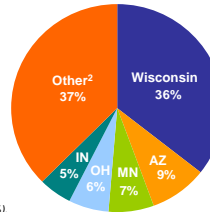
Home equity in-line with expectations

- Home equity lines/loans of \$4.7 billion (11% of total loans)
 - 58% lines and 42% loans
 - 45% secured by first mortgage
 - 60% HELOC drawn
- Home equity nonperforming lines/loans of \$85 million (4% of total NPLs)

By vintage
(Sold majority of 2005 & 2006 originations)



By geography¹
(Low Arizona exposure)



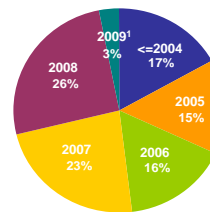
¹ Geography based on property zip code.
² Other geography includes Missouri (5%), Florida (4%), Illinois (4%), and states < 3% (2.4%).
³ Based on end of period loan balance.



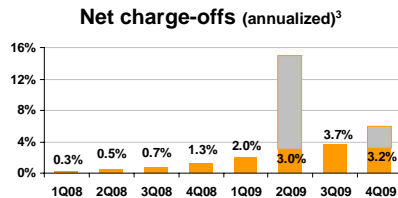
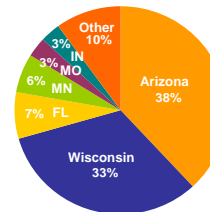
Modest residential real estate exposure

- RRE loans of \$5 billion (11% of total loans)
 - Predominantly prime with no option ARMS or subprime
- RRE nonperforming loans of \$206 million (10% of total NPLs)
- Arizona has realized the most deterioration
 - 6.3% in nonperforming status
- Sold \$70 million of mostly nonperforming residential real estate loans during the fourth quarter of 2009 (over 60% in AZ)

By vintage



By geography²



¹ Over 90% of 2009 RRE loan originations have been sold.
² Geography based on property zip code.
³ Based on end of period loan balance.

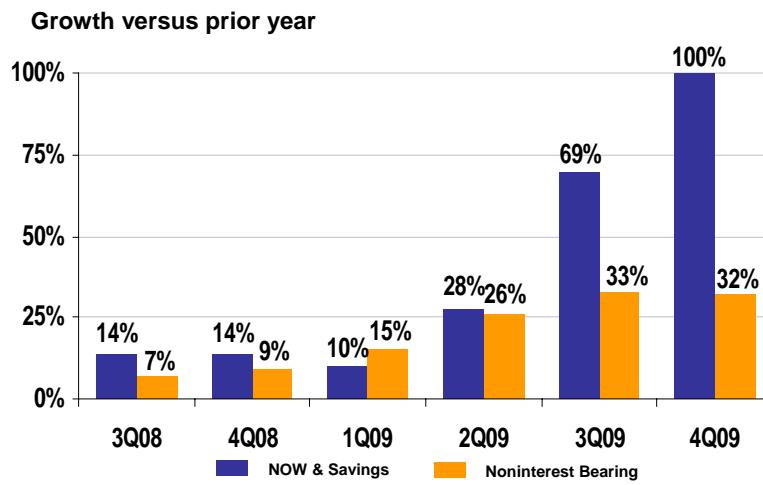


Appendix A

Business Overview

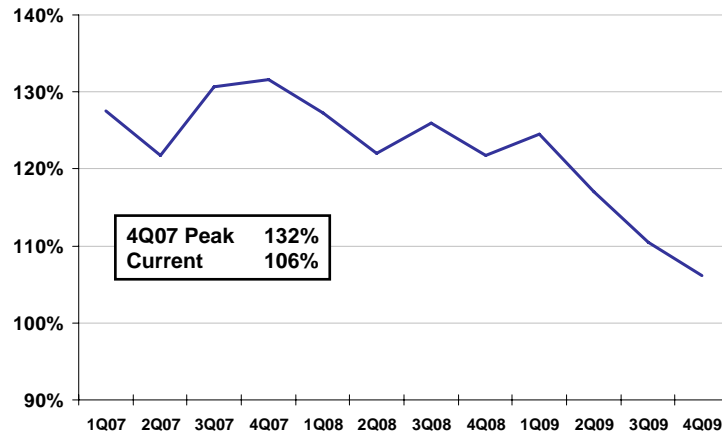


Deposit growth





Total loans to total deposits



Ratio based on period end balances.



Appendix B

Loan portfolio summary

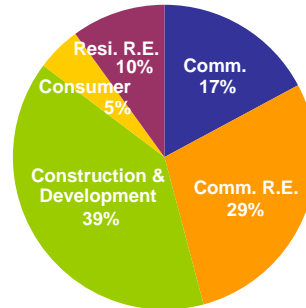
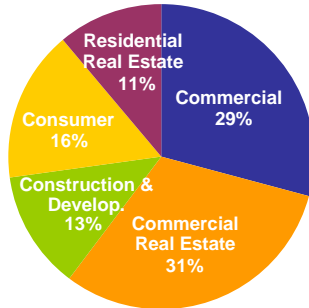


Total loans by asset class

December 31, 2009

Loans: \$44 billion

Nonperforming: \$2.0 billion or 4.6% loans

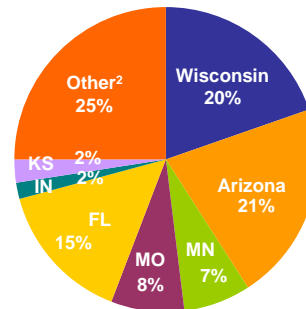
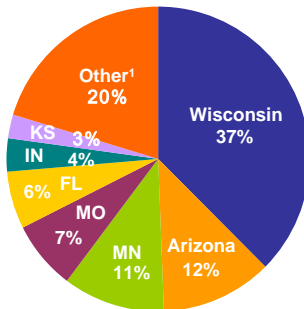


Total loans by property zip code

December 31, 2009

Loans: \$44 billion

Nonperforming: \$2.0 billion or 4.6% loans



¹ Other category includes Illinois (5%) and states < 2% (15%).

² Other category includes Illinois (6%), Ohio (4%) and states < 3% (15%).

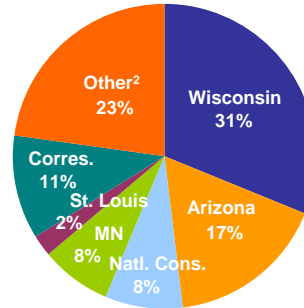
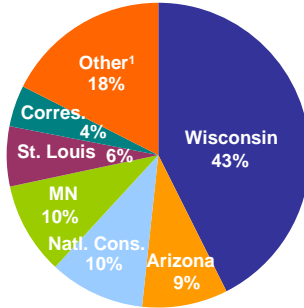


Total loans by M&I business unit

December 31, 2009

Loans: \$44 billion

Nonperforming: \$2.0 billion or 4.6% loans



¹ Other category includes Kansas City (5%), Florida (4%), Indiana (4%), Private Banking (3%), and Other (2%).

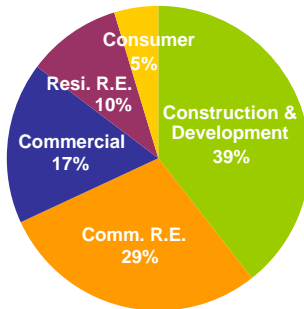
² Other category includes Florida (11%), Kansas City (8%), Indiana (2%), and Private Banking (2%).



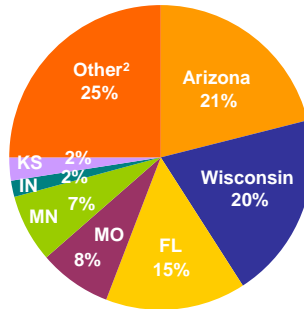
Total nonperforming loans

Nonperforming loans at December 31, 2009: \$2.0 billion

By loan category



By state¹



¹ Geography based on property zip code.

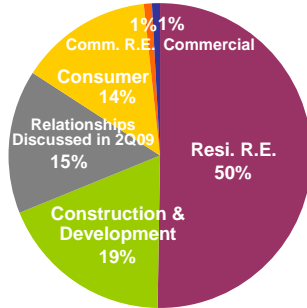
² Other category includes Illinois (6%), Ohio (4%) and states < 3% (15%).



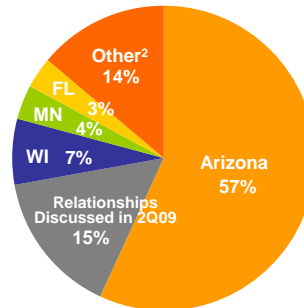
Total renegotiated loans

Renegotiated loans at December 31, 2009: \$793 million

By loan category



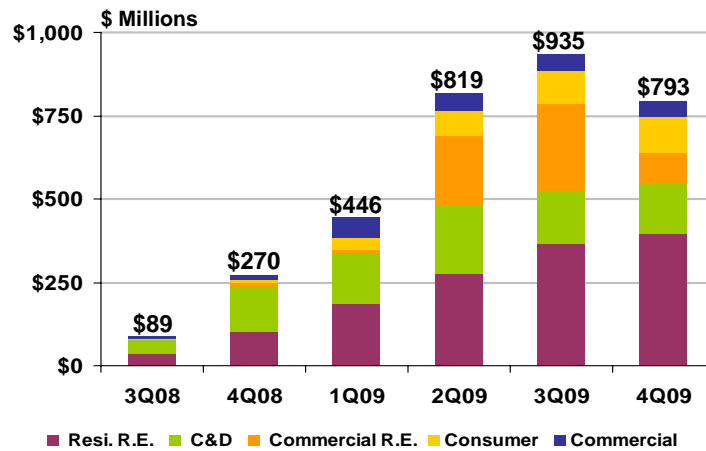
By state¹



¹ Geography based on property zip code.
² Other category includes states < 2% (14%).



Total renegotiated loans



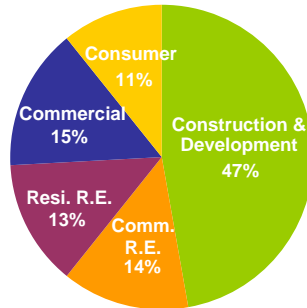
Based on period end balances.



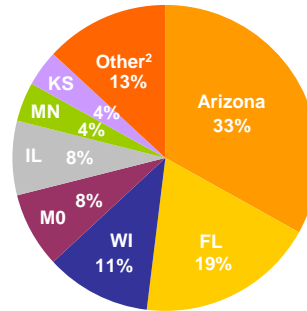
Total net charge-offs

Net charge-offs for 2009 fourth quarter: \$572 million

By loan category



By state¹



¹ Geography based on property zip code.

² Other category includes California (3%) and states < 3% (10%).



Appendix C

Construction & development loans (C&D)

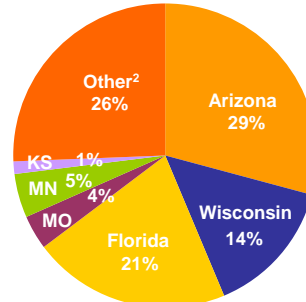
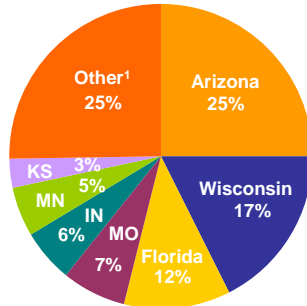


C&D loans by property zip code

December 31, 2009

Loans: \$6 billion
(peak \$10 billion 1Q08)

Nonperforming: \$807 million or 14.6% loans



¹ Other category includes Illinois (7%) and states < 3% (18%).

² Other category includes Illinois (8%), Arkansas (5%), and states < 3% (13%).

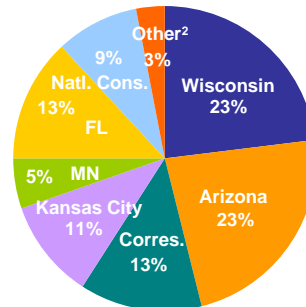
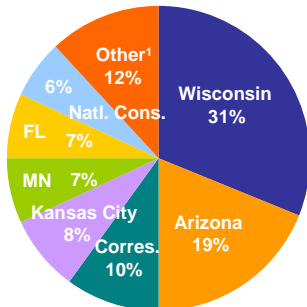


C&D loans by M&I business unit

December 31, 2009

Loans: \$6 billion
(peak \$10 billion 1Q08)

Nonperforming: \$807 million or 14.6% loans



¹ Other category includes Indiana (7%), St. Louis (4%) and Private Banking (1%).

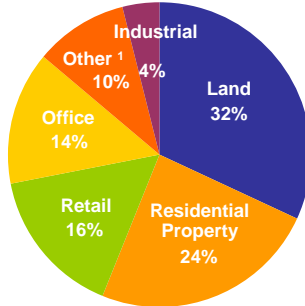
² Other category includes Indiana (1%), St. Louis (1%) and Private Banking (1%).



Commercial land & construction loans

Loans outstanding at December 31, 2009: \$3.3 billion

By loan property type



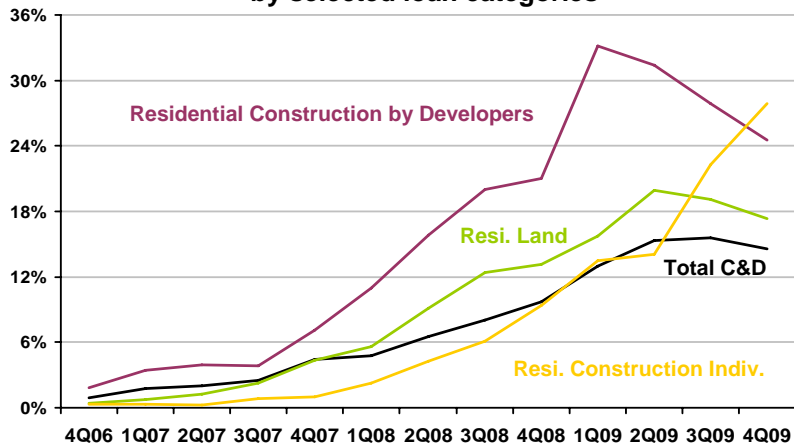
Property Type	Comm. Land & Construction Loans		
	\$ Millions	% Total	NPL %
Commercial & Industrial			
Industrial	\$118	4	0.5
Retail	528	16	9.4
Office	469	14	0.2
Other ¹	308	9	0.7
Total C&I	\$1,423	44	3.7
Land	1,030	32	17.9
Residential Property	789	24	14.2
Agricultural Real Estate	3	0	0.0
Other	11	0	2.8
Total	\$3,257	100	10.8

¹ Other category includes Lodging (4%), Medical (2%), and other < 2% (3%).
Totals may not foot due to rounding.



C&D nonperforming loans

Nonperforming loans / Period-end loans by selected loan categories

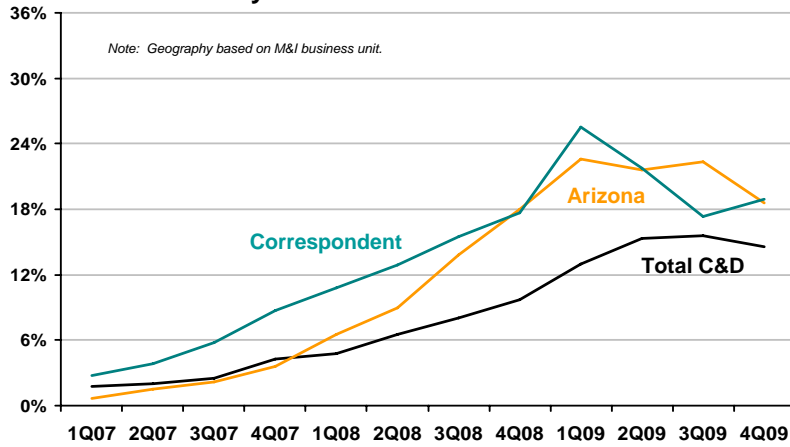


Note: Except for total loans, the ratio is based on previous nonperforming loans definition prior to 4Q07.



C&D nonperforming loans

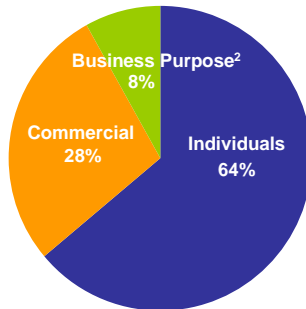
Nonperforming loans / Period-end loans by selected M&I business unit



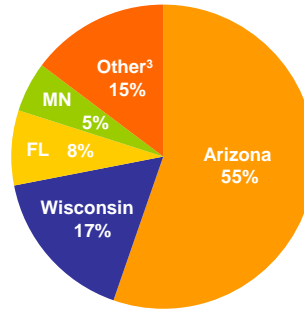
Total residential land loans

Loans outstanding at December 31, 2009: \$1.6 billion

By customer type



By state¹



¹ Geography based on property zip code.

² Loans to mid-sized local and regional builders to acquire and develop land for 1-4 family homes.

³ Other category includes Kansas (2%), Nevada (2%), Hawaii (2%), Missouri (2%) and other states (7%).

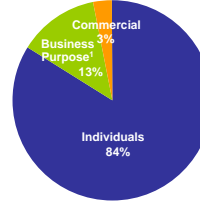


Arizona residential land loans

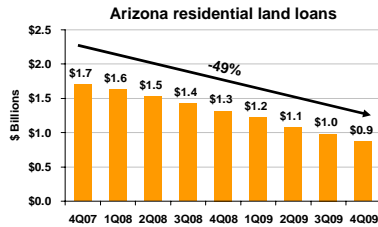
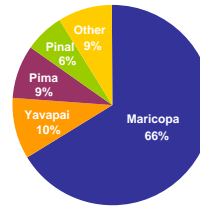
Key Statistics at December 31, 2009

- Total loans outstanding: \$871 million
- Total nonperforming loans: \$120 million or 13.8%
- Loans to individuals
 - Loans outstanding: \$732 million
 - Updated FICO on performing loans: 723
 - Average loan size: \$174,399
 - Nonperforming loans: \$96 million or 13.2%
- Loans to individuals (Maricopa County)
 - Loans outstanding: \$477 million
 - Average loan size: \$216,028
 - Nonperforming loans: \$66 million or 13.9%

By customer type



By county²



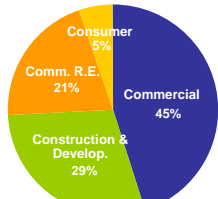
¹ Loans to mid-sized local and regional builders to acquire and develop land for 1-4 family homes.
² Geography based on property zip code.



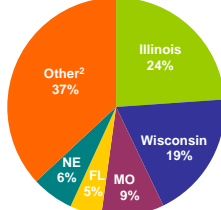
Correspondent banking loans

Total loans: \$1.9 billion

By loan category

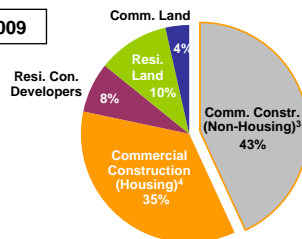


By state¹

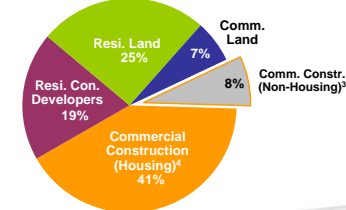


December 31, 2009

C&D loans: \$561 million



C&D nonperforming: \$106 million or 18.9% loans



¹ Geography based on property zip code.

² Other category includes Utah (4%), Texas (4%) and states < 3% (29%).

³ Includes commercial & industrial and agricultural real estate C&D loans.

⁴ Includes land and residential property loans.



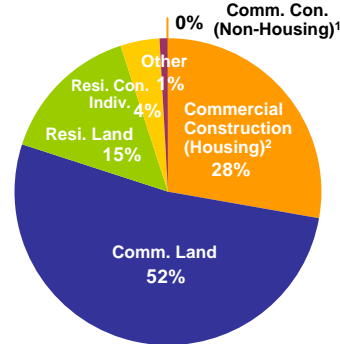
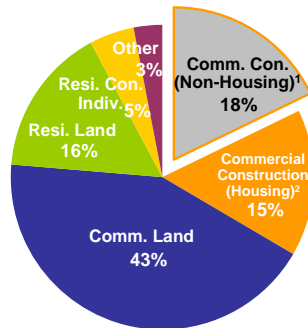
Florida C&D loans

December 31, 2009

Note: Geography based on M&I business unit.

Loans: \$384 million

Nonperforming: \$103 million or 26.9% loans



¹ Includes commercial & industrial and agricultural real estate C&D loans.

² Includes land and residential property loans.



C&D loans – definitions

- Commercial construction – Loans primarily to mid-sized local and regional companies to construct a variety of commercial projects, including farmland, industrial, multi-family, office, retail, single-family and condominiums.
- Commercial land – Loans primarily to mid-sized local and regional companies to acquire and develop land for a variety of commercial projects, including farmland, industrial, multi-family, office, retail, single-family, and condominiums.
- Residential construction by individuals – Loans to individuals to construct 1-4 family homes.
- Residential land – Loans primarily to individuals and mid-sized local and regional builders to acquire and develop land for 1-4 family homes.
- Residential construction by developers – Loans primarily to mid-sized local and regional builders to construct 1-4 family homes in residential subdivisions.



Appendix D

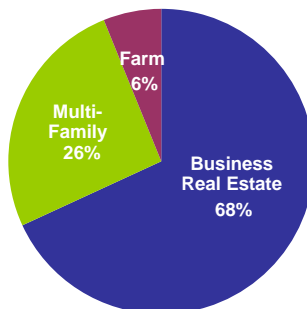
Commercial real estate loans (CRE)



Total commercial real estate loans

Loans outstanding at December 31, 2009: \$13.6 billion

By loan category



Property Type	Total Commercial Real Estate Loans		
	\$ Millions	% Total	NPL %
Commercial & Industrial			
Industrial	\$2,245	16	1.6
Retail	1,897	14	2.9
Office	1,893	14	2.0
Other ¹	2,894	21	9.0
Total C&I²	\$8,929	65	4.3
Land	180	1	12.5
Residential Property	3,619	27	4.4
Agricultural Real Estate	877	6	1.7
Other	41	0	N/A
Total	\$13,646	100	4.3

¹ Other category includes Lodging (7%), Medical (4%), and other < 3% (10%).

² Geographic distribution is Wisconsin (38%), Minnesota (13%), Missouri (10%), Arizona (9%), Florida (8%), Illinois (4%), Indiana (4%), Kansas (3%), and other states <2% (11%).

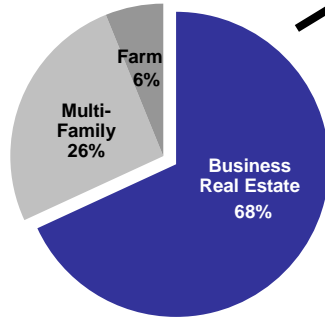
Totals may not foot due to rounding.



Business real estate loans

Loans outstanding at December 31, 2009: \$9.3 billion

By loan category



Property Type	Business Real Estate Loans		
	\$ Millions	% Total	NPL %
Commercial & Industrial			
Industrial	\$2,239	24	1.6
Retail	1,896	20	2.9
Office	1,880	20	2.0
Other ¹	2,868	31	9.0
Total C&I	\$8,883	96	4.3
Land	149	2	7.7
Residential Property	77	1	14.2
Agricultural Real Estate	115	1	0.6
Other	32	0	2.5
Total	\$9,256	100	4.4

¹ Other category includes Lodging (10%), Medical (6%), Vehicle Dealership (4%), Gas Station (4%), Restaurant (3%), and other < 2% (4%). Totals may not foot due to rounding.



Appendix E

Supplemental financial information



Loan portfolio statistics

Total Loans	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	49,300.4	50,232.5	50,417.2	49,984.5	49,244.7	48,183.1	46,106.3	44,217.6
% Total loans	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
30-89 day delinquency (\$ millions)	837.5	901.5	1,058.0	999.6	1,695.8	1,060.5	842.9	708.5
30-89 day delinquency %	1.70%	1.79%	2.10%	2.00%	3.44%	2.20%	1.83%	1.60%
Nonaccrual loans (\$ millions)	774.1	1,006.8	1,260.6	1,527.0	2,074.6	2,416.1	2,250.1	2,044.8
Nonaccrual loans %	1.57%	2.00%	2.50%	3.05%	4.21%	5.01%	4.88%	4.62%
Net charge-offs (\$ millions)	131.1	400.7	152.3	679.8	328.0	603.3	532.7	572.3
Net charge-offs % (quarter annualized)	1.08%	3.23%	1.21%	5.38%	2.67%	4.95%	4.48%	5.01%
Cumulative net charge-offs (\$ millions)	131.1	531.8	684.1	1,363.9	1,691.9	2,295.2	2,827.9	3,400.2
Total Commercial Real Estate Loans¹	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	11,573.3	11,891.1	12,114.1	12,541.5	12,998.9	13,938.3	13,884.3	13,645.9
% Total loans	23.5%	23.7%	24.0%	25.1%	26.4%	28.9%	30.1%	30.9%
30-89 day delinquency (\$ millions)	99.9	123.7	131.1	129.7	537.9	277.1	138.9	135.0
30-89 day delinquency %	0.86%	1.04%	1.08%	1.03%	4.14%	1.99%	1.00%	0.99%
Nonaccrual loans (\$ millions)	94.5	109.1	144.9	178.3	286.6	559.2	509.6	584.9
Nonaccrual loans %	0.82%	0.92%	1.20%	1.42%	2.20%	4.01%	3.67%	4.29%
Net charge-offs (\$ millions)	7.7	13.1	7.1	72.1	34.0	55.3	69.6	78.4
Net charge-offs % (quarter annualized) ³	0.27%	0.44%	0.23%	2.29%	1.06%	1.59%	1.99%	2.28%
Cumulative net charge-offs (\$ millions)	7.7	20.8	27.9	100.0	134.0	189.3	258.9	337.2
Total Construction & Development Loans²	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	10,367.5	9,968.9	9,759.7	9,043.3	8,251.4	6,829.3	6,314.2	5,538.9
% Total loans	21.0%	19.8%	19.4%	18.1%	16.8%	14.2%	13.7%	12.5%
30-89 day delinquency (\$ millions)	476.3	438.7	593.2	470.6	685.0	322.9	330.8	228.1
30-89 day delinquency %	4.59%	4.40%	6.08%	5.20%	8.30%	4.73%	5.24%	4.12%
Nonaccrual loans (\$ millions)	492.3	650.6	782.8	882.0	1,070.6	1,043.4	984.5	807.5
Nonaccrual loans %	4.75%	6.53%	8.02%	9.75%	12.97%	15.28%	15.59%	14.58%
Net charge-offs (\$ millions)	105.3	330.8	89.1	461.7	176.4	235.3	171.5	270.3
Net charge-offs % (quarter annualized) ³	4.08%	13.34%	3.63%	20.31%	8.67%	13.82%	10.77%	19.36%
Cumulative net charge-offs (\$ millions)	105.3	436.1	525.1	986.9	1,163.3	1,398.6	1,570.1	1,840.4

¹ Does not include commercial land & construction loans.
Cumulative net charge-offs may not foot due rounding.

² Includes commercial land & construction loans.

³ Ratio based on period-end loans.



Loan portfolio statistics

Commercial Loans & Leases	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	15,413.9	15,842.0	15,710.9	15,441.7	15,107.8	14,792.4	13,532.9	12,949.9
% Total loans	31.3%	31.5%	31.2%	30.9%	30.7%	30.7%	29.4%	29.3%
30-89 day delinquency (\$ millions)	54.9	114.7	65.3	56.1	114.7	150.8	78.4	56.9
30-89 day delinquency %	0.36%	0.72%	0.42%	0.36%	0.76%	1.02%	0.58%	0.44%
Nonaccrual loans (\$ millions)	54.2	77.7	110.9	168.5	336.4	431.7	411.1	350.5
Nonaccrual loans %	0.35%	0.49%	0.71%	1.09%	2.23%	2.92%	3.04%	2.71%
Net charge-offs (\$ millions)	3.2	35.4	29.7	93.9	60.7	66.8	205.5	86.0
Net charge-offs % (quarter annualized) ²	0.08%	0.90%	0.75%	2.42%	1.63%	1.81%	6.02%	2.64%
Cumulative net charge-offs (\$ millions)	3.2	38.6	68.3	162.2	223.0	289.7	495.2	581.2
Residential Real Estate¹	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	5,357.7	5,631.5	5,674.5	5,733.9	5,711.0	5,464.6	5,135.2	4,968.9
% Total loans	10.9%	11.2%	11.3%	11.5%	11.6%	11.3%	11.1%	11.2%
30-89 day delinquency (\$ millions)	131.2	142.5	165.8	235.4	256.5	207.9	186.3	193.2
30-89 day delinquency %	2.45%	2.53%	2.92%	4.11%	4.49%	3.80%	3.63%	3.89%
Nonaccrual loans (\$ millions)	83.1	114.1	159.1	221.8	291.9	285.7	236.8	206.1
Nonaccrual loans %	1.55%	2.03%	2.80%	3.87%	5.11%	5.23%	4.61%	4.15%
Net charge-offs (\$ millions)	3.4	6.4	10.0	18.9	27.8	204.5	47.2	75.3
Net charge-offs % (quarter annualized) ²	0.26%	0.46%	0.70%	1.31%	1.97%	15.01%	3.65%	6.01%
Cumulative net charge-offs (\$ millions)	3.4	9.8	19.8	38.7	66.4	270.9	318.2	393.5
Home Equity Loans & Lines	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09
Period-end loans (\$ millions)	4,722.1	4,991.5	5,053.1	5,082.0	5,025.1	4,911.5	4,812.6	4,714.6
% Total loans	9.6%	9.9%	10.0%	10.2%	10.2%	10.2%	10.4%	10.7%
30-89 day delinquency (\$ millions)	63.7	72.9	84.7	96.7	85.9	92.4	92.1	75.5
30-89 day delinquency %	1.35%	1.46%	1.68%	1.90%	1.71%	1.88%	1.91%	1.60%
Nonaccrual loans (\$ millions)	45.2	51.2	59.3	67.3	83.5	86.4	94.5	84.9
Nonaccrual loans %	0.96%	1.03%	1.17%	1.32%	1.66%	1.76%	1.96%	1.80%
Net charge-offs (\$ millions)	5.4	8.0	10.8	20.4	19.4	33.4	29.2	34.6
Net charge-offs % (quarter annualized) ²	0.46%	0.65%	0.85%	1.59%	1.56%	2.73%	2.40%	2.91%
Cumulative net charge-offs (\$ millions)	5.4	13.4	24.2	44.5	63.9	97.3	126.5	161.1

¹ Does not include residential land & residential construction loans.
Cumulative net charge-offs may not foot due rounding.

² Ratio based on period-end loans.



Adjusted reserve coverage calculation

Reconciliation of Actual Loan Loss Reserve Coverage Ratio of Nonperforming Loans & Leases To Adjusted Loan Loss Reserve Coverage Ratio of Nonperforming Loans & Leases

Reconciliation - Period End Balances Millions \$								
Coverage Ratio Components	4th Quarter		3rd Quarter		2nd Quarter		1st Quarter	
	2009	% Total	2009	% Total	2009	% Total	2009	% Total
Reserve for Loans & Lease Losses	\$1,480.5	100%	\$1,413.7	100%	\$1,367.8	100%	\$1,352.1	100%
Less Reserve for Specifically Analyzed Nonperforming Loans (1)	283.0	19%	245.0	17%	215.0	16%	158.7	12%
Adjusted Reserve for Loans & Lease Losses	\$1,197.5	81%	\$1,168.7	83%	\$1,152.8	84%	\$1,193.4	88%
Total Nonperforming Loans & Leases	\$2,044.8	100%	\$2,250.1	100%	\$2,416.1	100%	\$2,074.6	100%
Less Specifically Analyzed Nonperforming Loans	1,417.0	69%	1,550.0	69%	1,724.0	71%	1,239.8	60%
Adjusted Total Nonperforming Loans & Leases	\$627.8	31%	\$700.1	31%	\$692.1	29%	\$834.8	40%
Coverage Ratio								
Reserve for Loans & Lease Losses / Total Nonperforming Loans & Leases (Excluding Held for Sale)	75%		67%		62%		69%	
Adj. Reserve for Loans & Lease Losses / Adjusted Total Nonperforming Loans & Leases (Including Held for Sale)	191%		167%		167%		143%	

(1) In addition, partial charge-offs have been taken against the specifically analyzed loans.



Adjusted earnings calculation

Marshall & Ilsley Corporation

Reconciliation of Adjusted Pre-Tax Pre-Provision Income from Continuing Operations to Net Income (Loss) Available to Common Shareholders

Reconciliation - Millions \$	3 Months	3 Months	3 Months	3 Months	Full Year				
	Ended	Ended	Ended	Ended	2009	2008	2007	2006	2005
	12/31/09	09/30/09	06/30/09	03/31/09					
Adjusted Pre-Tax Pre-Provision Income from Continuing Operations	\$234.7	\$207.2	\$243.9	\$232.9	\$918.8	\$1,069.8	\$1,030.4	\$1,005.7	\$909.6
Goodwill Impairment	-	-	-	-	-	(1,535.1)	-	-	-
Pre-Tax Provision for Loan & Lease Losses	(639.0)	(578.7)	(619.0)	(477.9)	(2,314.6)	(2,037.7)	(319.8)	(50.6)	(44.8)
Total Adjustments	(639.0)	(578.7)	(619.0)	(477.9)	(2,314.6)	(3,572.8)	(319.8)	(50.6)	(44.8)
Pre-Tax Income (Loss)	(404.3)	(371.5)	(375.1)	(245.0)	(1,395.8)	(2,503.0)	710.6	955.1	864.8
Provision (Benefit) for Income Taxes	(170.0)	(148.1)	(166.1)	(153.0)	(637.2)	(459.5)	213.7	307.4	278.1
Income (Loss) from Continuing Operations	(234.3)	(223.4)	(209.0)	(92.0)	(758.6)	(2,043.5)	496.9	647.7	586.7
Discontinued Operations, net of tax:									
Separation Transaction Costs	-	-	-	-	-	-	(25.3)	-	-
Gain on Sale of Metavante	-	-	-	-	-	-	525.6	-	-
Metavante Net Income	-	-	-	-	-	-	153.7	160.1	119.5
Net Income (Loss) Attributable to M&I	(234.3)	(223.4)	(209.0)	(92.0)	(758.6)	(2,043.5)	1,150.9	807.8	706.2
Preferred Dividends	(25.2)	(25.0)	(25.0)	(24.9)	(100.2)	(12.7)	-	-	-
Net Income (Loss) Available to Common Shareholders	(\$259.5)	(\$248.4)	(\$234.0)	(\$116.9)	(\$858.8)	(\$2,056.2)	\$1,150.9	\$807.8	\$706.2