

# Morgan Stanley

## Second Addendum to the Base Listing Document dated 16 March 2026 relating to Non-collateralised Structured Products

### Issuer

## Morgan Stanley Asia Products Limited

*(Incorporated in the Cayman Islands with limited liability)*

### Guarantor

## Morgan Stanley

*(Incorporated in the State of Delaware, United States of America)*

### Manager

## Morgan Stanley Asia Limited

*(Incorporated in Hong Kong)*

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This document, for which we and the Guarantor accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (“**Stock Exchange’s Listing Rules**”) for the purpose of giving information with regard to the Issuer, the Guarantor and the warrants, callable bull/bear contracts (“**CBBCs**”) and any other structured products (together, “**our structured products**”) referred to in this document. The Issuer and the Guarantor, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this document, our base listing document dated 16 March 2026 (“**Base Listing Document**”) and our first addendum to the Base Listing Document dated 20 April 2026 (“**First Addendum**”) is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or these documents, when read together, misleading. This document should be read together with the Base Listing Document and the First Addendum.

We, the Issuer of our structured products, are publishing this document in order to obtain a listing on the Stock Exchange of our structured products.

**The structured products are complex products. You should exercise caution in relation to them. Investors are warned that the price of the structured products may fall in value as rapidly as it may rise and holders may sustain a total loss of their investment. Prospective purchasers should therefore ensure that they understand the nature of the structured products and carefully study the risk factors set out in the Base Listing Document and, where necessary, seek professional advice, before they invest in the structured products.**

**The structured products constitute general unsecured contractual obligations of the Issuer and of no other person and the guarantee constitutes the general unsecured contractual obligations of the Guarantor and of no other person and will rank equally among themselves and with all our and the Guarantor’s other unsecured obligations (save for those obligations preferred by law) upon liquidation. If you purchase the structured products, you are relying upon the creditworthiness of the Issuer and the Guarantor, and have no rights under the structured products against (a) the company which has issued the underlying securities, (b) the fund which has issued the underlying securities or its trustee (if applicable) or manager, or (c) the index sponsor of any underlying index or any other person. If the Issuer becomes insolvent or default on its obligations under the structured products or the Guarantor becomes insolvent or defaults on its obligations under the guarantee, you may not be able to recover all or even part of the amount due under the structured products (if any).**

The structured products are not bank deposits or protected deposits for the purposes of the Deposit Protection Scheme in Hong Kong and are not insured or guaranteed by the United States Federal Deposit Insurance Corporation (“**FDIC**”), or any other governmental agency. The structured products are guaranteed by Morgan Stanley and the guarantee will rank *pari passu* with all other direct, unconditional, unsecured and unsubordinated indebtedness of Morgan Stanley.

The distribution of this document, the Base Listing Document, the First Addendum, the relevant launch announcement and supplemental listing document, any addendum and the offering, sale and delivery of structured products in certain jurisdictions may be restricted by law. You are required to inform yourselves about and to observe such restrictions. Please read Annex 3 “Purchase and Sale” in the Base Listing Document. The structured products have not been approved or disapproved by the SEC or any state securities commission in the United States or regulatory authority, nor has the SEC or any state securities commission or any regulatory authority passed upon the accuracy or the adequacy of this document. Any representation to the contrary is a criminal offence. **The structured products and the guarantee have not been and will not be registered under the United States Securities Act of 1933, as amended (“Securities Act”), and the structured products may not be offered or sold within the United States or to, or for the account or benefit of, U.S. Persons (as defined in Regulation S under the Securities Act).**

Dated 26 May 2026

## IMPORTANT

If you are in doubt as to the contents of this document, you should obtain independent professional advice.

This document contains (i) the supplemental information about the Guarantor and (ii) the extracts of the Guarantor's quarterly report on Form 10-Q for the quarterly period ended 31 March 2026. You should read this document, the Base Listing Document, the First Addendum and the relevant launch announcement and supplemental listing document published by us in relation to the particular series of structured products you are considering for investment to understand our structured products before deciding whether to buy our structured products.

Copies of this document, the Base Listing Document, the First Addendum and the relevant launch announcement and supplemental listing document (together with a Chinese translation of each of these documents) and other documents listed under the section "Where can I read copies of the Issuer's and Guarantor's documentation?" in the Base Listing Document are available on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and the Issuer's website at [www.mswarrants.com.hk](http://www.mswarrants.com.hk).

本文件、基本上市文件、第一份增編及相關發行公佈及補充上市文件（及以上各份文件的英文本）連同基本上市文件的「本人從何處可查閱發行人及擔保人的文件副本？」一節所列的其他文件的副本，可於香港交易所披露易網站([www.hkexnews.hk](http://www.hkexnews.hk))以及發行人網站([www.mswarrants.com.hk](http://www.mswarrants.com.hk))瀏覽。

We do not give you investment advice; you must decide for yourself, after reading the listing documents for the relevant structured products and, if necessary, seeking professional advice, whether our structured products meet your investment needs.

Our Guarantor's long term credit ratings (as of the day immediately preceding the date of this document) are: A1 (Stable) by Moody's Investors Service, Inc. and A- (Stable) by S&P Global Ratings.

Save as disclosed in the Base Listing Document, the First Addendum and this document, the Issuer and our Guarantor are not aware, to the best of our and our Guarantor's knowledge and belief, of any litigation or claims of material importance pending or threatened against us or our Guarantor.

Save as disclosed in Annex 5 and Annex 6 to the Base Listing Document, the First Addendum and this document, there has been no material adverse change in the Issuer's and our Guarantor's financial or trading position since the date of the most recently published audited consolidated financial statements of the Issuer and our Guarantor that would have a material adverse effect on the Issuer's and our Guarantor's ability to perform their respective obligations in respect of the structured products.

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**EXTRACT OF THE GUARANTOR'S QUARTERLY REPORT ON  
FORM 10-Q FOR THE QUARTERLY PERIOD ENDED 31 MARCH 2026**

This information set out in the following pages has been extracted from the Guarantor's quarterly report on Form 10-Q for the quarterly period ended 31 March 2026. References to page numbers in this extract are to the pages in the Guarantor's quarterly report on Form 10-Q for the quarterly period ended 31 March 2026 and not to the pages in this document.

## Consolidated Income Statement (Unaudited)

Morgan Stanley

	Three Months Ended March 31,	
	2026	2025
<i>in millions, except per share data</i>		
<b>Revenues</b>		
Investment banking	\$ 2,289	\$ 1,711
Trading	6,730	5,111
Investments	146	369
Commissions and fees	1,690	1,481
Asset management	6,730	5,963
Other	292	751
Total non-interest revenues	17,877	15,386
Interest income	15,273	13,748
Interest expense	12,570	11,395
Net interest	2,703	2,353
<b>Net revenues</b>	<b>20,580</b>	<b>17,739</b>
<b>Provision for credit losses</b>	<b>98</b>	<b>135</b>
<b>Non-interest expenses</b>		
Compensation and benefits	8,542	7,521
Brokerage, clearing and exchange fees	1,256	1,222
Information processing and communications	1,148	1,050
Professional services	602	674
Occupancy and equipment	483	449
Marketing and business development	310	238
Other	1,130	906
<b>Total non-interest expenses</b>	<b>13,471</b>	<b>12,060</b>
Income before provision for income taxes	7,011	5,544
Provision for income taxes	1,373	1,173
Net income	\$ 5,638	\$ 4,371
Net income applicable to noncontrolling interests	71	56
Net income applicable to Morgan Stanley	\$ 5,567	\$ 4,315
Preferred stock dividends	156	158
<b>Earnings applicable to Morgan Stanley common shareholders</b>	<b>\$ 5,411</b>	<b>\$ 4,157</b>
<b>Earnings per common share</b>		
Basic	\$ 3.47	\$ 2.62
Diluted	\$ 3.43	\$ 2.60
<b>Average common shares outstanding</b>		
Basic	1,561	1,584
Diluted	1,576	1,600

## Consolidated Comprehensive Income Statement (Unaudited)

	Three Months Ended March 31,	
	2026	2025
<i>\$ in millions</i>		
Net income	\$ 5,638	\$ 4,371
Other comprehensive income (loss), net of tax:		
Foreign currency translation adjustments	(18)	188
Change in net unrealized gains (losses) on available-for-sale securities	(135)	358
Pension and other	4	2
Change in net debt valuation adjustment	1,229	338
Net change in cash flow hedges	(298)	17
Total other comprehensive income (loss)	\$ 782	\$ 903
Comprehensive income	\$ 6,420	\$ 5,274
Net income applicable to noncontrolling interests	71	56
Other comprehensive income (loss) applicable to noncontrolling interests	3	50
<b>Comprehensive income applicable to Morgan Stanley</b>	<b>\$ 6,346</b>	<b>\$ 5,168</b>

## Consolidated Balance Sheet

Morgan Stanley

<i>\$ in millions, except share data</i>	(Unaudited) At March 31, 2026	At December 31, 2025
<b>Assets</b>		
Cash and cash equivalents	\$ 133,529	\$ 111,695
Trading assets at fair value ( <b>\$283,742</b> and \$213,269 pledged as collateral)	526,211	428,276
Investment securities:		
Available-for-sale at fair value (amortized cost of <b>\$112,050</b> and \$112,522)	109,817	110,466
Held-to-maturity (fair value of <b>\$42,993</b> and \$45,615)	50,546	53,090
Securities purchased under agreements to resell (includes \$— and \$— at fair value)	128,880	120,243
Securities borrowed	154,570	151,908
Customer and other receivables	132,599	114,720
Loans:		
Held for investment (net of allowance for credit losses of <b>\$1,174</b> and \$1,132)	276,683	268,720
Held for sale	17,231	9,374
Goodwill	17,105	16,726
Intangible assets (net of accumulated amortization of <b>\$1,968</b> and \$1,882)	5,960	6,010
Other assets	28,287	29,042
<b>Total assets</b>	<b>\$ 1,581,418</b>	<b>\$ 1,420,270</b>
<b>Liabilities</b>		
Deposits (includes <b>\$8,593</b> and \$8,755 at fair value)	\$ 427,971	\$ 415,523
Trading liabilities at fair value	217,356	169,569
Securities sold under agreements to repurchase (includes <b>\$699</b> and \$696 at fair value)	119,831	78,539
Securities loaned	19,589	17,310
Other secured financings (includes <b>\$17,533</b> and \$16,871 at fair value)	22,666	21,603
Customer and other payables	259,289	226,519
Other liabilities and accrued expenses	27,764	29,620
Borrowings (includes <b>\$137,633</b> and \$132,479 at fair value)	371,568	348,935
<b>Total liabilities</b>	<b>1,466,034</b>	<b>1,307,618</b>
<b>Commitments and contingent liabilities (see Note 13)</b>		
<b>Equity</b>		
Morgan Stanley shareholders' equity:		
Preferred stock	9,750	9,750
Common stock, \$0.01 par value:		
Shares authorized: <b>3,500,000,000</b> ; Shares issued: <b>2,038,893,979</b> ; Shares outstanding: <b>1,579,629,298</b> and 1,582,834,137	20	20
Additional paid-in capital	30,988	31,153
Retained earnings	118,913	115,091
Employee stock trusts	6,003	5,154
Accumulated other comprehensive income (loss)	(5,506)	(6,285)
Common stock held in treasury at cost, \$0.01 par value ( <b>459,264,681</b> and 456,059,842 shares)	(39,879)	(38,097)
Common stock issued to employee stock trusts	(6,003)	(5,154)
<b>Total Morgan Stanley shareholders' equity</b>	<b>114,286</b>	<b>111,632</b>
Noncontrolling interests	1,098	1,020
<b>Total equity</b>	<b>115,384</b>	<b>112,652</b>
<b>Total liabilities and equity</b>	<b>\$ 1,581,418</b>	<b>\$ 1,420,270</b>

## Consolidated Statement of Changes in Total Equity (Unaudited)

Morgan Stanley

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
<b>Preferred stock</b>		
Beginning and ending balance	\$ 9,750	\$ 9,750
<b>Common stock</b>		
Beginning and ending balance	20	20
<b>Additional paid-in capital</b>		
Beginning balance	31,153	30,179
Share-based award activity	(165)	(406)
Ending balance	30,988	29,773
<b>Retained earnings</b>		
Beginning balance	115,091	104,989
Net income applicable to Morgan Stanley	5,567	4,315
Preferred stock dividends <sup>1</sup>	(156)	(158)
Common stock dividends <sup>1</sup>	(1,589)	(1,492)
Other net increases (decreases)	—	(1)
Ending balance	118,913	107,653
<b>Employee stock trusts</b>		
Beginning balance	5,154	5,103
Share-based award activity	849	174
Ending balance	6,003	5,277
<b>Accumulated other comprehensive income (loss)</b>		
Beginning balance	(6,285)	(6,814)
Net change in Accumulated other comprehensive income (loss)	779	853
Ending balance	(5,506)	(5,961)
<b>Common stock held in treasury at cost</b>		
Beginning balance	(38,097)	(33,613)
Share-based award activity	1,093	1,220
Repurchases of common stock and employee tax withholdings	(2,875)	(2,030)
Ending balance	(39,879)	(34,423)
<b>Common stock issued to employee stock trusts</b>		
Beginning balance	(5,154)	(5,103)
Share-based award activity	(849)	(174)
Ending balance	(6,003)	(5,277)
<b>Noncontrolling interests</b>		
Beginning balance	1,020	917
Net income applicable to noncontrolling interests	71	56
Net change in Accumulated other comprehensive income (loss) applicable to noncontrolling interests	3	50
Other net increases (decreases)	4	12
Ending balance	1,098	1,035
<b>Total equity</b>	<b>\$ 115,384</b>	<b>\$ 107,847</b>

1. See Note 16 for information regarding dividends per share for each class of stock.

## Consolidated Cash Flow Statement (Unaudited)

Morgan Stanley

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
<b>Cash flows from operating activities</b>		
Net income	\$ 5,638	\$ 4,371
Adjustments to reconcile net income to net cash provided by (used for) operating activities:		
Stock-based compensation expense	571	539
Depreciation and amortization	714	865
Provision for credit losses	98	135
Other operating adjustments	74	(2)
Changes in assets and liabilities:		
Trading assets, net of Trading liabilities	(53,593)	(48,968)
Securities borrowed	(2,662)	(16,367)
Securities loaned	2,279	1,378
Customer and other receivables and other assets	(24,611)	(9,109)
Customer and other payables and other liabilities	31,739	24,460
Securities purchased under agreements to resell	(8,637)	(483)
Securities sold under agreements to repurchase	41,292	19,205
<b>Net cash provided by (used for) operating activities</b>	<b>(7,098)</b>	<b>(23,976)</b>
<b>Cash flows from investing activities</b>		
Proceeds from (payments for):		
Other assets—Premises, equipment and software	(754)	(713)
Changes in loans, net	(8,449)	(6,486)
AFS securities:		
Purchases	(11,653)	(6,562)
Proceeds from sales	5,856	1,714
Proceeds from paydowns and maturities	6,023	5,314
HTM securities:		
Purchases	(999)	—
Proceeds from paydowns and maturities	3,689	1,723
Other investing activities	(313)	(24)
<b>Net cash provided by (used for) investing activities</b>	<b>(6,600)</b>	<b>(5,034)</b>
<b>Cash flows from financing activities</b>		
Net proceeds from (payments for):		
Other secured financings	(506)	(683)
Deposits	12,751	5,520
Proceeds from issuance of Borrowings	56,195	32,439
Payments for:		
Borrowings	(27,561)	(20,845)
Repurchases of common stock and employee tax withholdings	(2,875)	(2,030)
Cash dividends	(1,708)	(1,616)
Other financing activities	164	260
<b>Net cash provided by (used for) financing activities</b>	<b>36,460</b>	<b>13,045</b>
Effect of exchange rate changes on cash and cash equivalents	(928)	1,318
Net increase (decrease) in cash and cash equivalents	21,834	(14,647)
Cash and cash equivalents, at beginning of period	111,695	105,386
<b>Cash and cash equivalents, at end of period</b>	<b>\$ 133,529</b>	<b>\$ 90,739</b>
<b>Supplemental Disclosure of Cash Flow Information</b>		
Cash payments for:		
Interest	\$ 14,195	\$ 12,464
Income taxes, net of refunds	398	534

## Notes to Consolidated Financial Statements (Unaudited)

Morgan Stanley

### 1. Introduction and Basis of Presentation

#### The Firm

Morgan Stanley is a global financial services firm that maintains significant market positions in each of its business segments—Institutional Securities, Wealth Management and Investment Management. Morgan Stanley, through its subsidiaries and affiliates, provides a wide variety of products and services to a large and diversified group of clients and customers, including corporations, governments, financial institutions and individuals. Morgan Stanley operates as an Integrated Firm whereby it serves clients holistically across its business segments. Unless the context otherwise requires, the terms “Morgan Stanley” or the “Firm” mean Morgan Stanley (the “Parent Company”) together with its consolidated subsidiaries. See the “Glossary of Common Terms and Acronyms” for the definition of certain terms and acronyms used throughout this Form 10-Q.

A description of the clients and principal products and services of each of the Firm’s business segments is below. Through the Integrated Firm some of our clients may use the products and services of more than one of our business segments.

Institutional Securities provides a variety of products and services to corporations, governments, financial institutions and ultra-high net worth clients. Investment Banking services consist of capital raising and financial advisory services, including the underwriting of debt, equity securities and other products, as well as advice on mergers and acquisitions, restructurings and project finance. Our Markets business, which comprises Equity and Fixed Income, provides sales, financing, prime brokerage, market-making, and Asia wealth management services and holds certain business-related investments. Lending activities include originating corporate loans and commercial real estate loans, providing secured lending facilities, and extending securities-based and other financing to clients. Other activities include research.

Wealth Management provides a comprehensive array of financial services and solutions to individual investors, including high and ultra-high net worth individuals, and businesses and institutions. Wealth Management supports clients through three channels: Advisor-Led, Self-Directed and Workplace. Wealth Management includes: financial advisor-led brokerage, investment advisory, custody, cash management, and administrative services; self-directed brokerage services; financial and wealth planning services; workplace services, including stock plan administration; securities-based lending, residential and commercial real estate loans and other lending products; banking; and retirement plan services.

Investment Management provides a broad range of investment strategies and products that span geographies,

asset classes, and public and private markets to a diverse group of clients across institutional and intermediary channels. Strategies and products, which are offered through a variety of investment vehicles, include equity, fixed income, alternatives and solutions, and liquidity and overlay services. Institutional clients include defined benefit/defined contribution plans, foundations, endowments, government entities, sovereign wealth funds, insurance companies, third-party fund sponsors and corporations. Individual clients are generally served through intermediaries, including affiliated and non-affiliated distributors.

#### Basis of Financial Information

The financial statements are prepared in accordance with U.S. GAAP, which requires the Firm to make estimates and assumptions regarding the valuations of certain financial instruments, the valuations of goodwill and intangible assets, the outcome of legal and tax matters, deferred tax assets, ACL, and other matters that affect its financial statements and related disclosures. The Firm believes that the estimates utilized in the preparation of its financial statements are prudent and reasonable. Actual results could differ materially from these estimates.

The Notes are an integral part of the Firm’s financial statements. The Firm has evaluated subsequent events for adjustment to or disclosure in these financial statements through the date of this report and has not identified any recordable or disclosable events not otherwise reported in these financial statements or the notes thereto.

The accompanying financial statements should be read in conjunction with the Firm’s financial statements and notes thereto included in the 2025 Form 10-K. Certain footnote disclosures included in the 2025 Form 10-K have been condensed or omitted from these financial statements as they are not required for interim reporting under U.S. GAAP. The financial statements reflect all adjustments of a normal, recurring nature that are, in the opinion of management, necessary for the fair presentation of the results for the interim period. The results of operations for interim periods are not necessarily indicative of results for the entire year.

#### Consolidation

The financial statements include the accounts of the Firm, its wholly owned subsidiaries and other entities in which the Firm has a controlling financial interest, including certain VIEs (see Note 14). Intercompany balances and transactions have been eliminated. For consolidated subsidiaries that are not wholly owned, the third-party holdings of equity interests are referred to as Noncontrolling interests. The net income attributable to Noncontrolling interests for such subsidiaries is presented as Net income applicable to noncontrolling interests in the income statement. The portion of shareholders’ equity that is attributable to Noncontrolling interests for such

## Notes to Consolidated Financial Statements (Unaudited)

subsidiaries is presented as Noncontrolling interests, a component of Total equity, in the balance sheet.

For a discussion of the Firm's significant regulated U.S. and international subsidiaries and its involvement with VIEs, see Note 1 to the financial statements in the 2025 Form 10-K.

### 2. Significant Accounting Policies

For a detailed discussion about the Firm's significant accounting policies and for further information on accounting updates adopted in the prior year, see Note 2 to the financial statements in the 2025 Form 10-K.

During the three months ended March 31, 2026 there were no significant updates to the Firm's significant accounting policies, other than as described below.

In the first quarter of 2026, the Firm began using derivatives to hedge certain of its DCP awards in the Wealth Management business segment. The Firm has accordingly updated certain relevant accounting policies to address such hedging derivatives as described below.

#### Hedge Accounting

##### *Cash Flow Hedges—Equity Price Risk*

The Firm designated total return swaps as hedges of the variability in forecasted cash flows from the majority of unvested DCP obligations due to variability in the underlying DCP investments. The Firm uses regression analysis to perform an ongoing prospective and retrospective assessment of the effectiveness of these hedging relationships.

Changes in the fair value of these hedging derivatives designated as cash flow hedges are recorded in OCI and subsequently reclassified into Compensation and benefits expense in the same period that the related DCP award vests and the related Compensation and benefits expense is recognized.

#### Other Hedges

In addition to hedges that are designated and qualify for cash flow hedge accounting, the Firm uses derivatives to economically hedge equity price risk primarily associated with vested DCP awards. The Firm presents changes in the fair value of the derivatives related to economic hedges of DCP awards in Compensation and benefits expense. Previously, the Firm economically hedged the awards primarily with cash instruments whereby changes in the fair value of the hedges were recorded in Trading revenues.

### Deferred Compensation

#### *Deferred Cash-Based Compensation*

Compensation expense for DCP awards is calculated based on the notional value of the award granted, adjusted for changes in the fair value of the referenced investments that employees select. Compensation expense is recognized over the vesting period relevant to each separately vesting portion of deferred awards.

The majority of unvested DCP awards are subject to cash flow hedge accounting to mitigate the recognition timing difference on compensation expenses. Vested DCP awards are economically hedged using derivatives. For more information regarding cash flow hedge accounting for DCP awards, refer to "Hedge Accounting – Cash Flow Hedges – Equity Price Risk" herein. For more information on economic hedges for DCP awards, refer to "Other Hedges" herein.

### 3. Cash and Cash Equivalents

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Cash and due from banks	\$ 6,012	\$ 4,462
Interest bearing deposits with banks	127,517	107,233
<b>Total Cash and cash equivalents</b>	<b>\$ 133,529</b>	<b>\$ 111,695</b>
Restricted cash	\$ 37,748	\$ 30,385

For additional information on cash and cash equivalents, including restricted cash, see Note 2 to the financial statements in the 2025 Form 10-K.

**Notes to Consolidated Financial Statements  
(Unaudited)**

**4. Fair Values**

**Recurring Fair Value Measurements**

**Assets and Liabilities Measured at Fair Value on a Recurring Basis**

\$ in millions	At March 31, 2026				
	Level 1	Level 2	Level 3	Netting <sup>1</sup>	Total
<b>Assets at fair value</b>					
Trading assets:					
U.S. Treasury and agency securities	\$ 72,906	\$ 70,279	\$ —	\$ —	\$ 143,185
Other sovereign government obligations	68,547	526	55	—	69,128
State and municipal securities	—	3,298	—	—	3,298
MABS	—	2,002	629	—	2,631
Loans and lending commitments <sup>2</sup>	—	10,679	1,667	—	12,346
Corporate and other debt	4,415	40,368	1,475	—	46,258
Corporate equities <sup>3,5</sup>	193,600	589	184	—	194,373
Derivative and other contracts:					
Interest rate	7,600	124,702	441	—	132,743
Credit	1	11,358	283	—	11,642
Foreign exchange	14	93,896	166	—	94,076
Equity	11,083	95,280	1,019	—	107,382
Commodity and other	229	21,951	3,179	—	25,359
Netting <sup>1</sup>	(13,301)	(266,426)	(1,227)	(45,442)	(326,396)
Total derivative and other contracts	5,626	80,761	3,861	(45,442)	44,806
Investments <sup>4,5</sup>	721	452	1,587	—	2,760
Physical commodities	—	652	—	—	652
Total trading assets <sup>4</sup>	345,815	209,606	9,458	(45,442)	519,437
Investment securities—AFS	80,738	29,079	—	—	109,817
Securities purchased under agreements to resell	—	—	—	—	—
<b>Total assets at fair value</b>	<b>\$426,553</b>	<b>\$238,685</b>	<b>\$ 9,458</b>	<b>\$(45,442)</b>	<b>\$629,254</b>

\$ in millions	At March 31, 2026				
	Level 1	Level 2	Level 3	Netting <sup>1</sup>	Total
<b>Liabilities at fair value</b>					
Deposits	\$ —	\$ 8,592	\$ 1	\$ —	\$ 8,593
Trading liabilities:					
U.S. Treasury and agency securities	27,993	980	—	—	28,973
Other sovereign government obligations	36,712	21	3	—	36,736
Corporate and other debt	2,124	17,507	54	—	19,685
Corporate equities <sup>3</sup>	85,752	336	16	—	86,104
Derivative and other contracts:					
Interest rate	6,466	114,140	592	—	121,198
Credit	1	11,503	135	—	11,639
Foreign exchange	142	86,095	210	—	86,447
Equity	8,525	120,213	2,334	—	131,072
Commodity and other	116	21,796	1,959	—	23,871
Netting <sup>1</sup>	(13,301)	(266,426)	(1,227)	(47,415)	(328,369)
Total derivative and other contracts	1,949	87,321	4,003	(47,415)	45,858
Total trading liabilities	154,530	106,165	4,076	(47,415)	217,356
Securities sold under agreements to repurchase	—	250	449	—	699
Other secured financings	—	17,352	181	—	17,533
Borrowings	—	136,696	937	—	137,633
<b>Total liabilities at fair value</b>	<b>\$154,530</b>	<b>\$269,055</b>	<b>\$ 5,644</b>	<b>\$(47,415)</b>	<b>\$381,814</b>

\$ in millions	At December 31, 2025				
	Level 1	Level 2	Level 3	Netting <sup>1</sup>	Total
<b>Assets at fair value</b>					
Trading assets:					
U.S. Treasury and agency securities	\$ 70,801	\$ 48,504	\$ —	\$ —	\$ 119,305
Other sovereign government obligations	44,790	359	59	—	45,208
State and municipal securities	—	3,740	—	—	3,740
MABS	—	2,326	317	—	2,643
Loans and lending commitments <sup>2</sup>	—	9,520	1,424	—	10,944
Corporate and other debt	3,720	32,117	1,414	—	37,251
Corporate equities <sup>3,5</sup>	161,160	823	276	—	162,259
Derivative and other contracts:					
Interest rate	2,231	125,002	452	—	127,685
Credit	—	10,081	263	—	10,344
Foreign exchange	11	85,969	165	—	86,145
Equity	7,335	85,077	717	—	93,129
Commodity and other	222	13,746	2,494	—	16,462
Netting <sup>1</sup>	(7,509)	(247,840)	(1,049)	(40,577)	(296,975)
Total derivative and other contracts	2,290	72,035	3,042	(40,577)	36,790
Investments <sup>4,5</sup>	795	416	1,507	—	2,718
Physical commodities	—	685	—	—	685
Total trading assets <sup>4</sup>	283,556	170,525	8,039	(40,577)	421,543
Investment securities—AFS	80,907	29,559	—	—	110,466
<b>Total assets at fair value</b>	<b>\$364,463</b>	<b>\$200,084</b>	<b>\$ 8,039</b>	<b>\$(40,577)</b>	<b>\$532,009</b>

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(Unaudited)**

\$ in millions	At December 31, 2025				
	Level 1	Level 2	Level 3	Netting <sup>1</sup>	Total
<b>Liabilities at fair value</b>					
Deposits	\$ —	\$ 8,754	\$ 1	\$ —	\$ 8,755
Trading liabilities:					
U.S. Treasury and agency securities	19,297	2	—	—	19,299
Other sovereign government obligations	23,534	28	2	—	23,564
Corporate and other debt	1,447	14,138	50	—	15,635
Corporate equities <sup>3</sup>	68,989	27	30	—	69,046
Derivative and other contracts:					
Interest rate	2,189	113,060	606	—	115,855
Credit	—	10,520	176	—	10,696
Foreign exchange	70	82,887	129	—	83,086
Equity	6,253	114,930	2,150	—	123,333
Commodity and other	264	13,338	1,574	—	15,176
Netting <sup>1</sup>	(7,509)	(247,840)	(1,049)	(49,723)	(306,121)
Total derivative and other contracts	1,267	86,895	3,586	(49,723)	42,025
Total trading liabilities	114,534	101,090	3,668	(49,723)	169,569
Securities sold under agreements to repurchase	—	251	445	—	696
Other secured financings	—	16,565	306	—	16,871
Borrowings	—	131,871	608	—	132,479
<b>Total liabilities at fair value</b>	<b>\$114,534</b>	<b>\$258,531</b>	<b>\$ 5,028</b>	<b>\$(49,723)</b>	<b>\$328,370</b>

MABS—Mortgage- and asset-backed securities

- For positions with the same counterparty that cross over the levels of the fair value hierarchy, both counterparty netting and cash collateral netting are included in the column titled "Netting." Positions classified within the same level that are with the same counterparty are netted within that level. For further information on derivative instruments and hedging activities, see Note 6.
- For a further breakdown by type, see the following Detail of Loans and Lending Commitments at Fair Value table.
- For trading purposes, the Firm holds or sells short equity securities issued by entities in diverse industries and of varying sizes.
- Amounts exclude certain investments that are measured based on NAV per share, which are not classified in the fair value hierarchy. For additional disclosure about such investments, see "Net Asset Value Measurements" herein.
- At March 31, 2026 and December 31, 2025, the Firm's Trading assets included an insignificant amount of equity securities subject to contractual sale restrictions that generally prohibit the Firm from selling the security for a period of time as of the measurement date.

**Detail of Loans and Lending Commitments at Fair Value**

\$ in millions	At March 31, 2026	At December 31, 2025
Commercial real estate	\$ 490	\$ 675
Residential real estate	5,292	3,274
Securities-based lending and Other loans	6,564	6,995
<b>Total</b>	<b>\$ 12,346</b>	<b>\$ 10,944</b>

**Unsettled Fair Value of Futures Contracts<sup>1</sup>**

\$ in millions	At March 31, 2026	At December 31, 2025
Customer and other receivables (payables), net	\$ 3,857	\$ 1,538

- These contracts are primarily Level 1, actively traded, valued based on quoted prices from the exchange and are excluded from the previous recurring fair value tables.

For a description of the valuation techniques applied to the Firm's major categories of assets and liabilities measured at fair value on a recurring basis, see Note 4 to the financial statements in the 2025 Form 10-K. During the current quarter, there were no significant revisions made to the Firm's valuation techniques.

**Rollforward of Level 3 Assets and Liabilities Measured at Fair Value on a Recurring Basis**

\$ in millions	Three Months Ended March 31,	
	2026	2025
<b>Other sovereign government obligations</b>		
Beginning balance	\$ 59	\$ 17
Realized and unrealized gains (losses)	—	(1)
Purchases	1	5
Sales	(4)	(3)
Net transfers	(1)	11
Ending balance	\$ 55	\$ 29
Unrealized gains (losses)	\$ —	\$ —
<b>MABS</b>		
Beginning balance	\$ 317	\$ 281
Realized and unrealized gains (losses)	9	—
Purchases	122	92
Sales	(62)	(78)
Net transfers	243	51
Ending balance	\$ 629	\$ 346
Unrealized gains (losses)	\$ 3	\$ —
<b>Loans and lending commitments</b>		
Beginning balance	\$ 1,424	\$ 1,059
Realized and unrealized gains (losses)	(4)	6
Purchases and originations	572	759
Sales	(759)	(432)
Settlements	—	(12)
Net transfers	434	646
Ending balance	\$ 1,667	\$ 2,026
Unrealized gains (losses)	\$ (18)	\$ 7
<b>Corporate and other debt</b>		
Beginning balance	\$ 1,414	\$ 1,258
Realized and unrealized gains (losses)	(51)	(33)
Purchases and originations	524	426
Sales	(402)	(275)
Net transfers	(10)	58
Ending balance	\$ 1,475	\$ 1,434
Unrealized gains (losses)	\$ (52)	\$ (1)
<b>Corporate equities</b>		
Beginning balance	\$ 276	\$ 154
Realized and unrealized gains (losses)	12	(21)
Purchases	29	52
Sales	(186)	(57)
Net transfers	53	35
Ending balance	\$ 184	\$ 163
Unrealized gains (losses)	\$ 13	\$ —

**Notes to Consolidated Financial Statements  
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\$ in millions	Three Months Ended March 31,	
	2026	2025
<b>Investments</b>		
Beginning balance	\$ 1,507	\$ 754
Realized and unrealized gains (losses)	12	22
Purchases	79	24
Sales	(15)	(25)
Net transfers	4	4
Ending balance	\$ 1,587	\$ 779
Unrealized gains (losses)	\$ 7	\$ 10
<b>Net derivatives: Interest rate</b>		
Beginning balance	\$ (154)	\$ (53)
Realized and unrealized gains (losses)	31	(119)
Purchases	92	10
Issuances	(78)	(12)
Settlements	(62)	18
Net transfers	20	33
Ending balance	\$ (151)	\$ (123)
Unrealized gains (losses)	\$ (10)	\$ (116)
<b>Net derivatives: Credit</b>		
Beginning balance	\$ 87	\$ 97
Realized and unrealized gains (losses)	14	(22)
Issuances	(1)	—
Settlements	42	34
Net transfers	6	20
Ending balance	\$ 148	\$ 129
Unrealized gains (losses)	\$ 5	\$ (54)
<b>Net derivatives: Foreign exchange</b>		
Beginning balance	\$ 36	\$ 589
Realized and unrealized gains (losses)	(77)	(243)
Settlements	47	(30)
Net transfers	(50)	(11)
Ending balance	\$ (44)	\$ 305
Unrealized gains (losses)	\$ (79)	\$ (201)
<b>Net derivatives: Equity</b>		
Beginning balance	\$ (1,433)	\$ (1,148)
Realized and unrealized gains (losses)	547	380
Purchases	102	175
Issuances	(308)	(144)
Settlements	(200)	(288)
Net transfers	(23)	140
Ending balance	\$ (1,315)	\$ (885)
Unrealized gains (losses)	\$ 411	\$ 298
<b>Net derivatives: Commodity and other</b>		
Beginning balance	\$ 920	\$ 1,308
Realized and unrealized gains (losses)	386	23
Purchases	38	22
Issuances	(405)	(22)
Settlements	74	(64)
Net transfers	207	(405)
Ending balance	\$ 1,220	\$ 862
Unrealized gains (losses)	\$ 591	\$ (5)
<b>Deposits</b>		
Beginning balance	\$ 1	\$ 1
Issuances	—	2
Settlements	—	(1)
Net transfers	—	1
Ending balance	\$ 1	\$ 3
Unrealized losses (gains)	\$ —	\$ —

\$ in millions	Three Months Ended March 31,	
	2026	2025
<b>Nonderivative trading liabilities</b>		
Beginning balance	\$ 82	\$ 110
Realized and unrealized losses (gains)	(3)	(4)
Purchases	(23)	(26)
Sales	18	25
Net transfers	(1)	(77)
Ending balance	\$ 73	\$ 28
Unrealized losses (gains)	\$ (2)	\$ —
<b>Securities sold under agreements to repurchase</b>		
Beginning balance	\$ 445	\$ 444
Realized and unrealized losses (gains)	4	13
Net transfers	—	203
Ending balance	\$ 449	\$ 660
Unrealized losses (gains)	\$ 4	\$ 13
<b>Other secured financings</b>		
Beginning balance	\$ 306	\$ 76
Realized and unrealized losses (gains)	—	10
Issuances	32	139
Settlements	(155)	(5)
Net transfers	(2)	215
Ending balance	\$ 181	\$ 435
Unrealized losses (gains)	\$ —	\$ 10
<b>Borrowings</b>		
Beginning balance	\$ 608	\$ 947
Realized and unrealized losses (gains)	(58)	7
Issuances	287	91
Settlements	(50)	(86)
Net transfers	150	(57)
Ending balance	\$ 937	\$ 902
Unrealized losses (gains)	\$ (57)	\$ 3
Portion of Unrealized losses (gains) recorded in OCI—Change in net DVA	1	(2)

Level 3 instruments may be hedged with instruments classified in Level 1 and Level 2. The realized and unrealized gains or losses for assets and liabilities within the Level 3 category presented in the previous tables do not reflect the related realized and unrealized gains or losses on hedging instruments that have been classified by the Firm within the Level 1 and/or Level 2 categories.

The unrealized gains (losses) during the period for assets and liabilities within the Level 3 category may include changes in fair value during the period that were attributable to both observable and unobservable inputs. Total realized and unrealized gains (losses) are primarily included in Trading revenues in the income statement.

Additionally, in the previous tables, consolidations of VIEs are included in Purchases, and deconsolidations of VIEs are included in Settlements.

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**Significant Unobservable Inputs Used in Recurring and Nonrecurring Level 3 Fair Value Measurements**

**Valuation Techniques and Unobservable Inputs**

	Balance / Range (Average <sup>1</sup> )	
<i>\$ in millions, except inputs</i>	At March 31, 2026	At December 31, 2025
<b>Assets at Fair Value on a Recurring Basis</b>		
<b>Other sovereign government obligations</b>		
	\$ 55	\$ 59
Comparable pricing:		
Bond price	65 to 112 points (99 points)	58 to 112 points (100 points)
<b>MABS</b>	\$ 629	\$ 317
Comparable pricing:		
Bond price	30 to 104 points (75 points)	30 to 100 points (68 points)
<b>Loans and lending commitments</b>	\$ 1,667	\$ 1,424
Comparable pricing:		
Loan price	43 to 103 points (91 points)	54 to 102 points (81 points)
<b>Corporate and other debt</b>	\$ 1,475	\$ 1,414
Comparable pricing:		
Bond price	29 to 130 points (86 points)	29 to 130 points (90 points)
Discounted cash flow:		
Loss given default	40% to 40% (40% / 40%)	40% to 40% (40% / 40%)
<b>Corporate equities</b>	\$ 184	\$ 276
Comparable pricing:		
Equity price	100%	100%
<b>Investments</b>	\$ 1,587	\$ 1,507
Discounted cash flow:		
WACC	10% to 21% (16%)	10% to 21% (16%)
Exit multiple	9 to 9 times (9 times)	9 to 9 times (9 times)
Market approach:		
EBITDA multiple	17 times	18 times
Comparable pricing:		
Equity price	24% to 100% (95%)	24% to 100% (95%)
<b>Net derivative and other contracts:</b>		
<b>Interest rate</b>	\$ (151)	\$ (154)
Option model:		
IR volatility skew	63% to 94% (72% / 74%)	52% to 86% (67% / 66%)
IR curve correlation	53% to 99% (85% / 86%)	56% to 99% (87% / 88%)
Bond volatility	67% to 107% (92% / 91%)	63% to 97% (80% / 80%)
Inflation volatility	32% to 67% (44% / 40%)	32% to 67% (44% / 40%)
<b>Credit</b>	\$ 148	\$ 87
Credit default swap model:		
Cash-synthetic basis	9 points	11 points
Bond price	0 to 96 points (79 points)	0 to 97 points (53 points)
Credit spread	22 to 679 bps (109 bps)	22 to 680 bps (108 bps)
Funding spread	N/M	6 to 590 bps (77 bps)

	Balance / Range (Average <sup>1</sup> )	
<i>\$ in millions, except inputs</i>	At March 31, 2026	At December 31, 2025
<b>Foreign exchange<sup>2</sup></b>	\$ (44)	\$ 36
Option model:		
IR curve	-1% to 6% (0% / 0%)	-1% to 10% (2% / 1%)
Foreign exchange volatility skew	6% to 12% (9% / 10%)	6% to 10% (8% / 8%)
Contingency probability	95% to 95% (95% / 95%)	80% to 95% (95% / 95%)
<b>Equity<sup>2</sup></b>	\$ (1,315)	\$ (1,433)
Option model:		
Equity volatility	3% to 137% (28%)	1% to 133% (27%)
Equity volatility skew	-11% to 4% (-2%)	-11% to 3% (-1%)
Equity correlation	-16% to 100% (63%)	0% to 100% (57%)
FX correlation	-84% to 90% (-17%)	-90% to 90% (-30%)
IR correlation	-25% to 85% (18%)	-5% to 16% (15%)
<b>Commodity and other</b>	\$ 1,220	\$ 920
Option model:		
Forward power price	\$5 to \$136 (\$58) per MWh	\$5 to \$141 (\$59) per MWh
Forward natural gas Price	\$1 to \$8 (\$3) per MMBTu	N/M
Commodity volatility	14% to 95% (28%)	6% to 137% (29%)
Cross-commodity correlation	69% to 99% (96%)	54% to 99% (98%)
<b>Liabilities Measured at Fair Value on a Recurring Basis</b>		
<b>Corporate and other debt</b>	\$ 54	\$ 50
Comparable pricing:		
Bond price	1 to 100 points (28 points)	2 to 101 points (25 points)
<b>Securities sold under agreements to repurchase</b>	\$ 449	\$ 445
Discounted cash flow:		
Funding spread	21 to 145 bps (71 / 61 bps)	18 to 109 bps (63 / 63 bps)
<b>Other secured financings</b>	\$ 181	\$ 306
Comparable pricing:		
Loan price	66 to 89 points (72 points)	0 to 98 points (66 points)
<b>Borrowings</b>	\$ 937	\$ 608
Option model:		
Equity volatility	9% to 93% (30%)	5% to 102% (44%)
Equity volatility skew	-4% to 1% (-1%)	-3% to 1% (-1%)
Equity correlation	10% to 100% (83%)	20% to 100% (84%)
Equity - FX correlation	-88% to 21% (-19%)	-70% to 30% (-19%)
Credit default swap model:		
Credit spread	377 to 377 bps (377 bps)	325 to 325 bps (325 bps)
Discounted cash flow:		
Loss given default	40% to 40% (40% / 40%)	40% to 40% (40% / 40%)

**Notes to Consolidated Financial Statements  
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\$ in millions, except inputs	Balance / Range (Average <sup>1</sup> )	
	At March 31, 2026	At December 31, 2025
<b>Nonrecurring Fair Value Measurement</b>		
<b>Loans</b>	<b>\$ 1,507</b>	<b>\$ 1,319</b>
Corporate loan model:		
Credit spread	<b>96 to 682 bps (280 bps)</b>	87 to 967 bps (272 bps)
Comparable pricing:		
Loan price	<b>50 to 85 points (60 points)</b>	50 to 100 points (67 points)
Warehouse model:		
Credit spread	<b>72 to 121 bps (100 bps)</b>	66 to 113 bps (82 bps)

Points—Percentage of par  
IR—Interest rate  
FX—Foreign exchange

1. A single amount is disclosed for range and average when there is no significant difference between the minimum, maximum and average. Amounts represent weighted averages except where simple averages and the median of the inputs are more relevant.
2. Includes derivative contracts with multiple risks (i.e., hybrid products).

The previous table provides information on the valuation techniques, significant unobservable inputs, and the ranges and averages for each major category of assets and liabilities measured at fair value on a recurring and nonrecurring basis with a significant Level 3 balance. The level of aggregation and breadth of products cause the range of inputs to be wide and not evenly distributed across the inventory of financial instruments. Further, the range of unobservable inputs may differ across firms in the financial services industry because of diversity in the types of products included in each firm's inventory. Generally, there are no predictable relationships between multiple significant unobservable inputs attributable to a given valuation technique.

For a description of the Firm's significant unobservable inputs and qualitative information about the effect of hypothetical changes in the values of those inputs, see Note 4 to the financial statements in the 2025 Form 10-K. During the three months ended March 31, 2026, there were no significant revisions made to the descriptions of the Firm's significant unobservable inputs.

**Net Asset Value Measurements**

**Fund Interests**

\$ in millions	At March 31, 2026		At December 31, 2025	
	Carrying Value	Commitment	Carrying Value	Commitment
Private equity and other	\$ 3,103	\$ 664	\$ 3,110	\$ 671
Real estate	<b>3,591</b>	<b>276</b>	3,551	246
Hedge	<b>80</b>	<b>1</b>	72	1
<b>Total</b>	<b>\$ 6,774</b>	<b>\$ 941</b>	\$ 6,733	\$ 918

Amounts in the previous table represent the Firm's carrying value of general and limited partnership interests in fund investments, as well as any related performance-based income in the form of carried interest. The carrying amounts are measured based on the NAV of the fund taking into account the distribution terms applicable to the interest held. This same measurement applies whether the fund investments are accounted for under the equity method or fair value.

For a description of the Firm's investments in private equity and other funds, real estate funds and hedge funds, which are measured based on NAV, see Note 4 to the financial statements in the 2025 Form 10-K.

See Note 13 for information regarding general partner guarantees, which include potential obligations to return performance fee distributions previously received. See Note 19 for information regarding unrealized carried interest at risk of reversal.

**Nonredeemable Funds by Contractual Maturity**

\$ in millions	Carrying Value at March 31, 2026	
	Private Equity and Other	Real Estate
Less than 5 years	\$ 1,062	\$ 2,471
5-10 years	<b>1,585</b>	<b>1,088</b>
Over 10 years	<b>456</b>	<b>32</b>
<b>Total</b>	<b>\$ 3,103</b>	<b>\$ 3,591</b>

**Nonrecurring Fair Value Measurements**

**Assets and Liabilities Measured at Fair Value on a Nonrecurring Basis**

\$ in millions	At March 31, 2026		
	Fair Value		
	Level 2	Level 3 <sup>1</sup>	Total
<b>Assets</b>			
Loans	\$ 3,070	\$ 1,507	\$ 4,577
Other assets—Other investments	—	<b>67</b>	<b>67</b>
Other assets—ROU assets	—	—	—
<b>Total</b>	<b>\$ 3,070</b>	<b>\$ 1,574</b>	<b>\$ 4,644</b>
<b>Liabilities</b>			
Other liabilities and accrued expenses—Lending commitments	\$ 63	\$ 24	\$ 87
<b>Total</b>	<b>\$ 63</b>	<b>\$ 24</b>	<b>\$ 87</b>

\$ in millions	At December 31, 2025		
	Fair Value		
	Level 2	Level 3 <sup>1</sup>	Total
<b>Assets</b>			
Loans	\$ 2,385	\$ 1,319	\$ 3,704
Other assets—Other investments	—	64	64
Other assets—ROU assets	20	—	20
<b>Total</b>	<b>\$ 2,405</b>	<b>\$ 1,383</b>	<b>\$ 3,788</b>
<b>Liabilities</b>			
Other liabilities and accrued expenses—Lending commitments	\$ 53	\$ 18	\$ 71
<b>Total</b>	<b>\$ 53</b>	<b>\$ 18</b>	<b>\$ 71</b>

1. For significant Level 3 balances, refer to "Significant Unobservable Inputs Used in Recurring and Nonrecurring Level 3 Fair Value Measurements" section herein for details of the significant unobservable inputs used for nonrecurring fair value measurement.

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**Gains (Losses) from Nonrecurring Fair Value Remeasurements<sup>1</sup>**

\$ in millions	Three Months Ended March 31,	
	2026	2025
<b>Assets</b>		
Loans <sup>2</sup>	\$ (104)	\$ 19
Other assets—Other investments <sup>3</sup>	—	(6)
Other assets—Premises, equipment and software <sup>4</sup>	(1)	(5)
<b>Total</b>	<b>\$ (105)</b>	<b>\$ 8</b>
<b>Liabilities</b>		
Other liabilities and accrued expenses—Lending commitments <sup>2</sup>	\$ (16)	(8)
<b>Total</b>	<b>\$ (16)</b>	<b>\$ (8)</b>

- Gains and losses for Loans and Other assets—Other investments are classified in Other revenues and gains and losses for Other assets—ROU assets are recorded in Occupancy and equipment or Information processing and communication expenses. For other items, gains and losses are recorded in Other revenues if the item is held for sale; otherwise, they are recorded in Other expenses.
- Nonrecurring changes in the fair value of loans and lending commitments, which exclude the impact of related economic hedges, are calculated as follows: for the held-for-investment category, based on the value of the underlying collateral; and for the held-for-sale category, based on recently executed transactions, market price quotations, valuation models that incorporate market observable inputs where possible, such as comparable loan or debt prices and CDS spread levels adjusted for any basis difference between cash and derivative instruments, or default recovery analysis where such transactions and quotations are unobservable.
- Losses related to Other assets—Other investments were determined using techniques that included discounted cash flow models, methodologies that incorporate multiples of certain comparable companies and recently executed transactions.
- Losses related to Other assets—Premises, equipment and software generally include impairments as well as write-offs related to the disposal of certain assets.

**Financial Instruments Not Measured at Fair Value**

\$ in millions	Carrying Value	At March 31, 2026			
		Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
Cash and cash equivalents	\$ 133,529	\$ 133,529	\$ —	\$ —	\$ 133,529
Investment securities—HTM	50,546	9,768	31,870	1,355	42,993
Securities purchased under agreements to resell	128,880	—	127,577	1,299	128,876
Securities borrowed	154,570	—	154,569	—	154,569
Customer and other receivables	122,949	—	118,150	4,708	122,858
Loans <sup>1</sup>					
Held for investment	276,683	—	29,068	245,334	274,402
Held for sale	17,231	—	10,805	6,603	17,408
Other assets	704	—	704	—	704
<b>Financial liabilities</b>					
Deposits	\$ 419,378	\$ —	\$ 419,926	\$ —	\$ 419,926
Securities sold under agreements to repurchase	119,132	—	119,086	—	119,086
Securities loaned	19,589	—	19,588	—	19,588
Other secured financings	5,133	—	5,130	—	5,130
Customer and other payables	258,877	—	258,877	—	258,877
Borrowings	233,935	—	235,550	219	235,769
					Commitment Amount
Lending commitments <sup>2</sup>	\$ 208,117	\$ —	\$ 1,486	\$ 1,317	\$ 2,803

\$ in millions	Carrying Value	At December 31, 2025			
		Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
Cash and cash equivalents	\$ 111,695	\$ 111,695	\$ —	\$ —	\$ 111,695
Investment securities—HTM	53,090	11,636	32,622	1,357	45,615
Securities purchased under agreements to resell	120,243	—	119,273	1,003	120,276
Securities borrowed	151,908	—	151,909	—	151,909
Customer and other receivables	108,189	—	103,458	4,682	108,140
Loans <sup>1</sup>					
Held for investment	268,720	—	27,243	238,800	266,043
Held for sale	9,374	—	5,692	3,703	9,395
Other assets	704	—	704	—	704
<b>Financial liabilities</b>					
Deposits	\$ 406,768	\$ —	\$ 407,350	\$ —	\$ 407,350
Securities sold under agreements to repurchase	77,843	—	77,832	—	77,832
Securities loaned	17,310	—	17,313	—	17,313
Other secured financings	4,732	—	4,729	—	4,729
Customer and other payables	226,342	—	226,342	—	226,342
Borrowings	216,456	—	220,547	200	220,747
					Commitment Amount
Lending commitments <sup>2</sup>	\$ 208,435	\$ —	\$ 1,145	\$ 1,087	\$ 2,232

- Amounts include loans measured at fair value on a nonrecurring basis.
- Represents Lending commitments accounted for as Held for Investment and Held for Sale. For a further discussion on lending commitments, see Note 13.

The previous tables exclude all non-financial assets and liabilities, such as Goodwill and Intangible assets, and certain financial instruments, such as equity method investments and certain receivables.

## Notes to Consolidated Financial Statements (Unaudited)

### 5. Fair Value Option

The Firm has elected the fair value option for certain eligible instruments that are risk managed on a fair value basis to mitigate income statement volatility caused by measurement basis differences between the elected instruments and their associated risk management transactions or to eliminate complexities of applying certain accounting models.

#### Borrowings Measured at Fair Value on a Recurring Basis

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
<b>Business Unit Responsible for Risk Management</b>		
Equity	\$ 67,292	\$ 64,457
Interest rates	47,618	46,394
Commodities	14,482	13,665
Credit	6,217	6,094
Foreign exchange	2,024	1,869
<b>Total</b>	<b>\$ 137,633</b>	<b>\$ 132,479</b>

#### Net Revenues from Liabilities under the Fair Value Option

<i>\$ in millions</i>	Trading Revenues	Interest Expense	Net Revenues <sup>1</sup>
<b>Three Months Ended March 31, 2026</b>			
Borrowings	\$ 2,545	\$ 338	\$ 2,207
Deposits	61	61	—
<b>Three Months Ended March 31, 2025</b>			
Borrowings	\$ (1,788)	\$ 200	\$ (1,988)
Deposits	(37)	53	(90)

1. Amounts do not reflect any gains or losses from related economic hedges.

Gains (losses) from changes in fair value are recorded in Trading revenues and are mainly attributable to movements in the reference price or index, interest rates or foreign exchange rates.

#### Gains (Losses) Due to Changes in Instrument-Specific Credit Risk

<i>\$ in millions</i>	Three Months Ended March 31,			
	2026		2025	
	Trading Revenues	OCI	Trading Revenues	OCI
Loans and other receivables <sup>1</sup>	\$ 16	\$ —	\$ (6)	\$ —
Lending commitments	(3)	—	(1)	—
Deposits	—	8	—	50
Borrowings	(9)	1,621	(9)	398

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Cumulative pre-tax DVA gain (loss) recognized in AOCI	\$ (2,377)	\$ (4,005)

1. Loans and other receivables-specific credit gains (losses) were determined by excluding the non-credit components of gains and losses.

#### Difference Between Contractual Principal and Fair Value<sup>1</sup>

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Loans and other receivables <sup>2</sup>	\$ 10,785	\$ 10,746
Nonaccrual loans <sup>2</sup>	8,292	8,146
Borrowings <sup>3</sup>	4,989	3,680

- Amounts indicate contractual principal greater than or (less than) fair value.
- The majority of the difference between principal and fair value amounts for loans and other receivables relates to distressed debt positions purchased at amounts well below par.
- Excludes borrowings where the repayment of the initial principal amount fluctuates based on changes in a reference price or index.

The previous tables exclude non-recourse debt from consolidated VIEs, liabilities related to transfers of financial assets treated as collateralized financings, pledged commodities and other liabilities that have specified assets attributable to them.

#### Fair Value Loans on Nonaccrual Status

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Nonaccrual loans	\$ 1,278	\$ 1,240
Nonaccrual loans 90 or more days past due	236	124

Notes to Consolidated Financial Statements  
(Unaudited)

6. Derivative Instruments and Hedging Activities

Fair Values of Derivative Contracts

\$ in millions	Assets at March 31, 2026			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 4	\$ 12	\$ —	\$ 16
Foreign exchange	156	198	—	354
<b>Total</b>	<b>160</b>	<b>210</b>	<b>—</b>	<b>370</b>
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	16	86	—	102
<b>Other derivatives</b>				
Interest rate	117,594	14,907	226	132,727
Credit	6,423	5,117	—	11,540
Foreign exchange	87,376	6,317	29	93,722
Equity	38,995	—	68,387	107,382
Commodity and other	17,926	—	7,433	25,359
<b>Total</b>	<b>268,330</b>	<b>26,427</b>	<b>76,075</b>	<b>370,832</b>
<b>Total gross derivatives</b>	<b>\$ 268,490</b>	<b>\$ 26,637</b>	<b>\$ 76,075</b>	<b>\$ 371,202</b>
<b>Amounts offset</b>				
Counterparty netting	(187,210)	(24,012)	(72,903)	(284,125)
Cash collateral netting	(40,162)	(2,109)	—	(42,271)
<b>Total in Trading assets</b>	<b>\$ 41,118</b>	<b>\$ 516</b>	<b>\$ 3,172</b>	<b>\$ 44,806</b>
<b>Amounts not offset<sup>1</sup></b>				
Financial instruments collateral	(18,131)	—	—	(18,131)
<b>Net amounts</b>	<b>\$ 22,987</b>	<b>\$ 516</b>	<b>\$ 3,172</b>	<b>\$ 26,675</b>
Amounts for which master netting or collateral agreements are not in place or may not be legally enforceable, included in Net amounts \$ 3,154				
\$ in millions	Liabilities at March 31, 2026			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 500	\$ —	\$ —	\$ 500
Foreign exchange	89	47	—	136
Equity	70	—	—	70
<b>Total</b>	<b>659</b>	<b>47</b>	<b>—</b>	<b>706</b>
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	43	687	—	730
<b>Economic hedges of DCP</b>				
Equity	270	—	—	270
<b>Other derivatives</b>				
Interest rate	106,028	14,484	186	120,698
Credit	6,207	4,702	—	10,909
Foreign exchange	80,645	5,497	169	86,311
Equity	61,955	—	68,777	130,732
Commodity and other	16,111	—	7,760	23,871
<b>Total</b>	<b>271,259</b>	<b>25,370</b>	<b>76,892</b>	<b>373,521</b>
<b>Total gross derivatives</b>	<b>\$ 271,918</b>	<b>\$ 25,417</b>	<b>\$ 76,892</b>	<b>\$ 374,227</b>
<b>Amounts offset</b>				
Counterparty netting	(187,210)	(24,012)	(72,903)	(284,125)
Cash collateral netting	(42,860)	(1,384)	—	(44,244)
<b>Total in Trading liabilities</b>	<b>\$ 41,848</b>	<b>\$ 21</b>	<b>\$ 3,989</b>	<b>\$ 45,858</b>
<b>Amounts not offset<sup>1</sup></b>				
Financial instruments collateral	(7,054)	—	(22)	(7,076)
<b>Net amounts</b>	<b>\$ 34,794</b>	<b>\$ 21</b>	<b>\$ 3,967</b>	<b>\$ 38,782</b>
Amounts for which master netting or collateral agreements are not in place or may not be legally enforceable, included in Net amounts 5,154				

\$ in millions	Assets at December 31, 2025			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 4	\$ —	\$ —	\$ 4
Foreign exchange	152	82	—	234
<b>Total</b>	<b>156</b>	<b>82</b>	<b>—</b>	<b>238</b>
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	3	32	—	35
<b>Other derivatives</b>				
Interest rate	114,368	13,255	58	127,681
Credit	4,962	5,347	—	10,309
Foreign exchange	81,613	4,269	29	85,911
Equity	30,392	—	62,737	93,129
Commodity and other	13,953	—	2,509	16,462
<b>Total</b>	<b>245,291</b>	<b>22,903</b>	<b>65,333</b>	<b>333,527</b>
<b>Total gross derivatives</b>	<b>\$ 245,447</b>	<b>\$ 22,985</b>	<b>\$ 65,333</b>	<b>\$ 333,765</b>
<b>Amounts offset</b>				
Counterparty netting	(174,466)	(21,165)	(62,796)	(258,427)
Cash collateral netting	(37,004)	(1,544)	—	(38,548)
<b>Total in Trading assets</b>	<b>\$ 33,977</b>	<b>\$ 276</b>	<b>\$ 2,537</b>	<b>\$ 36,790</b>
<b>Amounts not offset<sup>1</sup></b>				
Financial instruments collateral	(15,097)	—	—	(15,097)
<b>Net amounts</b>	<b>\$ 18,880</b>	<b>\$ 276</b>	<b>\$ 2,537</b>	<b>\$ 21,693</b>
Amounts for which master netting or collateral agreements are not in place or may not be legally enforceable, included in Net amounts \$ 3,084				

\$ in millions	Liabilities at December 31, 2025			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 532	\$ 29	\$ —	\$ 561
Foreign exchange	111	22	—	133
<b>Total</b>	<b>643</b>	<b>51</b>	<b>—</b>	<b>694</b>
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	45	586	—	631
<b>Other derivatives</b>				
Interest rate	103,066	12,162	66	115,294
Credit	5,292	4,773	—	10,065
Foreign exchange	78,597	4,271	85	82,953
Equity	60,908	—	62,425	123,333
Commodity and other	12,578	—	2,598	15,176
<b>Total</b>	<b>260,486</b>	<b>21,792</b>	<b>65,174</b>	<b>347,452</b>
<b>Total gross derivatives</b>	<b>\$ 261,129</b>	<b>\$ 21,843</b>	<b>\$ 65,174</b>	<b>\$ 348,146</b>
<b>Amounts offset</b>				
Counterparty netting	(174,466)	(21,165)	(62,796)	(258,427)
Cash collateral netting	(47,336)	(358)	—	(47,694)
<b>Total in Trading liabilities</b>	<b>\$ 39,327</b>	<b>\$ 320</b>	<b>\$ 2,378</b>	<b>\$ 42,025</b>
<b>Amounts not offset<sup>1</sup></b>				
Financial instruments collateral	(7,181)	(34)	(743)	(7,958)
<b>Net amounts</b>	<b>\$ 32,146</b>	<b>\$ 286</b>	<b>\$ 1,635</b>	<b>\$ 34,067</b>
Amounts for which master netting or collateral agreements are not in place or may not be legally enforceable, included in Net amounts \$ 5,345				

1. Amounts relate to master netting agreements and collateral agreements that have been determined by the Firm to be legally enforceable in the event of default but where certain other netting criteria are not met in accordance with applicable offsetting accounting guidance.

See Note 4 for information related to the unsettled fair value of futures contracts not designated as accounting hedges, which are excluded from the previous tables.

## Notes to Consolidated Financial Statements (Unaudited)

### Notionals of Derivative Contracts

\$ in billions	Assets at March 31, 2026			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ —	\$ 133	\$ —	\$ 133
Foreign exchange	8	4	—	12
Total	8	137	—	145
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	1	3	—	4
<b>Other derivatives</b>				
Interest rate	4,794	9,089	743	14,626
Credit	333	208	—	541
Foreign exchange	4,139	326	14	4,479
Equity	966	—	951	1,917
Commodity and other	176	—	111	287
Total	10,409	9,626	1,819	21,854
<b>Total gross derivatives</b>	<b>\$ 10,417</b>	<b>\$ 9,763</b>	<b>\$ 1,819</b>	<b>\$ 21,999</b>

\$ in billions	Liabilities at March 31, 2026			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 3	\$ 308	\$ —	\$ 311
Foreign exchange	14	3	—	17
Equity	1	—	—	1
Total	18	311	—	329
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	2	20	—	22
<b>Economic hedges of DCP</b>				
Equity	5	—	—	5
<b>Other derivatives</b>				
Interest rate	4,889	9,303	1,070	15,262
Credit	334	195	—	529
Foreign exchange	4,067	300	22	4,389
Equity	913	—	1,324	2,237
Commodity and other	120	—	126	246
Total	10,330	9,818	2,542	22,690
<b>Total gross derivatives</b>	<b>\$ 10,348</b>	<b>\$ 10,129</b>	<b>\$ 2,542</b>	<b>\$ 23,019</b>

\$ in billions	Assets at December 31, 2025			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ —	\$ 183	\$ —	\$ 183
Foreign exchange	10	4	—	14
Total	10	187	—	197
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	—	—	—	—
<b>Other derivatives</b>				
Interest rate	4,779	4,143	574	9,496
Credit	248	170	—	418
Foreign exchange	3,641	238	10	3,889
Equity	813	—	813	1,626
Commodity and other	143	—	78	221
Total	9,624	4,551	1,475	15,650
<b>Total gross derivatives</b>	<b>\$ 9,634</b>	<b>\$ 4,738</b>	<b>\$ 1,475</b>	<b>\$ 15,847</b>

\$ in billions	Liabilities at December 31, 2025			
	Bilateral OTC	Cleared OTC	Exchange-Traded	Total
<b>Designated as accounting hedges</b>				
Interest rate	\$ 3	\$ 243	\$ —	\$ 246
Foreign exchange	11	2	—	13
Total	14	245	—	259
<b>Not designated as accounting hedges</b>				
<b>Economic hedges of loans</b>				
Credit	2	17	—	19
<b>Other derivatives</b>				
Interest rate	5,041	3,943	715	9,699
Credit	222	171	—	393
Foreign exchange	3,791	233	19	4,043
Equity	945	—	1,085	2,030
Commodity and other	119	—	86	205
Total	10,120	4,364	1,905	16,389
<b>Total gross derivatives</b>	<b>\$ 10,134</b>	<b>\$ 4,609</b>	<b>\$ 1,905</b>	<b>\$ 16,648</b>

The notional amounts of derivative contracts generally overstate the Firm's exposure. In most circumstances, notional amounts are used only as a reference point from which to calculate amounts owed between the parties to the contract. Furthermore, notional amounts do not reflect the benefit of legally enforceable netting arrangements or risk mitigating transactions.

For a discussion of the Firm's derivative instruments and hedging activities, see Note 6 to the financial statements in the 2025 Form 10-K.

### Gains (Losses) on Accounting Hedges

\$ in millions	Three Months Ended	
	2026	2025
<b>Fair value hedges—Recognized in Interest income</b>		
Interest rate contracts	\$ 292	\$ (493)
Investment Securities—AFS	(283)	503
<b>Fair value hedges—Recognized in Interest expense</b>		
Interest rate contracts	\$ (1,253)	\$ 2,317
Deposits	252	(49)
Borrowings	1,009	(2,272)
<b>Net investment hedges—Foreign exchange contracts</b>		
Recognized in OCI	\$ 217	\$ (435)
Forward points excluded from hedge effectiveness testing—Recognized in Interest income	63	17
<b>Cash flow hedges—Interest rate contracts<sup>1</sup></b>		
Recognized in OCI	\$ (338)	\$ 17
Less: Realized gains (losses) (pre-tax) reclassified from AOCI to interest income	(4)	(5)
Net change in cash flow hedges included within AOCI	(334)	22
<b>Cash flow hedges—Equity contracts<sup>1</sup></b>		
Recognized in OCI	\$ (58)	\$ —
Less: Realized gains (losses) (pre-tax) reclassified from AOCI to Compensation and benefits expense	(1)	—
Net change in cash flow hedges included within AOCI	(57)	—

1. During the three months ended March 31, 2026, there were no forecasted transactions that failed to occur. The net gains (losses) associated with cash flow hedges expected to be reclassified from AOCI within 12 months as of March 31, 2026, is approximately \$(34) million. The maximum length of time over which forecasted cash flows are hedged is 37 months.

**Notes to Consolidated Financial Statements  
(Unaudited)**

**Fair Value Hedges—Hedged Items**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
<b>Investment Securities—AFS</b>		
Amortized cost basis currently or previously hedged <sup>1</sup>	\$ 50,016	\$ 55,451
Basis adjustments included in amortized cost <sup>2</sup>	\$ 37	\$ 217
<b>Deposits</b>		
Carrying amount currently or previously hedged	\$ 59,109	\$ 53,224
Basis adjustments included in carrying amount <sup>2</sup>	\$ (103)	\$ 149
<b>Borrowings</b>		
Carrying amount currently or previously hedged	\$ 215,796	\$ 199,274
Basis adjustments included in carrying amount—Outstanding hedges	\$ (7,257)	\$ (6,252)
Basis adjustments included in carrying amount—Terminated hedges	\$ (619)	\$ (625)

- Carrying amount represents the amortized cost. As of March 31, 2026, and December 31, 2025, the amortized cost of the portfolio layer method closed portfolios was \$576 million and \$589 million, respectively. The Firm designated \$703 million and \$703 million as hedged amounts as of March 31, 2026, and December 31, 2025, respectively, representing the total notional value of all outstanding layers in each portfolio, including both spot-starting and forward-starting layers. The cumulative amount of basis adjustments was \$0.3 million as of March 31, 2026 and \$2 million as of December 31, 2025. Refer to Note 2 to the financial statements in the 2025 Form 10-K and Note 7 herein for additional information.
- Hedge accounting basis adjustments are primarily related to outstanding hedges.

**Gains (Losses) on Economic Hedges of Loans and DCP**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
<b>Recognized in Other revenues</b>		
Credit contracts <sup>1</sup>	\$ (18)	\$ (17)
<b>Recognized in Compensation and benefits expense</b>		
Equity contracts	\$ (83)	\$ —

- Amounts related to hedges of certain held-for-investment and held-for-sale loans.

**Net Derivative Liabilities and Collateral Posted**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Net derivative liabilities with credit risk-related contingent features	\$ 22,406	\$ 26,023
Collateral posted	17,508	20,152

The previous table presents the aggregate fair value of certain derivative contracts that contain credit risk-related contingent features that are in a net liability position for which the Firm has posted collateral in the normal course of business.

**Incremental Collateral and Termination Payments upon Potential Future Ratings Downgrade**

<i>\$ in millions</i>	At March 31, 2026
One-notch downgrade	\$ 470
Two-notch downgrade	458
Bilateral downgrade agreements included in the amounts above <sup>1</sup>	\$ 581

- Amount represents arrangements between the Firm and other parties where upon the downgrade of one party, the downgraded party must deliver collateral to the other party. These bilateral downgrade arrangements are used by the Firm to manage the risk of counterparty downgrades.

The additional collateral or termination payments that may be called in the event of a future credit rating downgrade vary by contract and can be based on ratings by Moody's Investors Service, Inc., S&P Global Ratings and/or other rating agencies. The previous table shows the future potential collateral amounts and termination payments that could be called or required by counterparties or exchange and clearing organizations in the event of one-notch or two-notch downgrade scenarios based on the relevant contractual downgrade triggers.

**Maximum Potential Payout/Notional of Credit Protection Sold<sup>1</sup>**

<i>\$ in billions</i>	Years to Maturity at March 31, 2026				
	< 1	1-3	3-5	Over 5	Total
<b>Single-name CDS</b>					
Investment grade	\$ 18	\$ 35	\$ 39	\$ 16	\$ 108
Non-investment grade	7	16	15	3	41
Total	\$ 25	\$ 51	\$ 54	\$ 19	\$ 149
<b>Index and basket CDS</b>					
Investment grade	\$ 7	\$ 9	\$ 11	\$ 4	\$ 31
Non-investment grade	7	41	214	88	350
Total	\$ 14	\$ 50	\$ 225	\$ 92	\$ 381
<b>Total CDS sold</b>	<b>\$ 39</b>	<b>\$ 101</b>	<b>\$ 279</b>	<b>\$ 111</b>	<b>\$ 530</b>
Other credit contracts	—	—	—	3	3
<b>Total credit protection sold</b>	<b>\$ 39</b>	<b>\$ 101</b>	<b>\$ 279</b>	<b>\$ 114</b>	<b>\$ 533</b>
CDS protection sold with identical protection purchased					\$ 458

<i>\$ in billions</i>	Years to Maturity at December 31, 2025				
	< 1	1-3	3-5	Over 5	Total
<b>Single-name CDS</b>					
Investment grade	\$ 16	\$ 34	\$ 37	\$ 11	\$ 98
Non-investment grade	8	17	16	1	42
Total	\$ 24	\$ 51	\$ 53	\$ 12	\$ 140
<b>Index and basket CDS</b>					
Investment grade	\$ 7	\$ 8	\$ 8	\$ —	\$ 23
Non-investment grade	7	32	173	18	230
Total	\$ 14	\$ 40	\$ 181	\$ 18	\$ 253
<b>Total CDS sold</b>	<b>\$ 38</b>	<b>\$ 91</b>	<b>\$ 234</b>	<b>\$ 30</b>	<b>\$ 393</b>
Other credit contracts	—	—	—	3	3
<b>Total credit protection sold</b>	<b>\$ 38</b>	<b>\$ 91</b>	<b>\$ 234</b>	<b>\$ 33</b>	<b>\$ 396</b>
CDS protection sold with identical protection purchased					\$ 339

## Notes to Consolidated Financial Statements (Unaudited)

### Fair Value Asset (Liability) of Credit Protection Sold<sup>1</sup>

<i>\$ in millions</i>	At	
	March 31, 2026	December 31, 2025
<b>Single-name CDS</b>		
Investment grade	\$ 2,125	\$ 2,394
Non-investment grade	444	777
<b>Total</b>	<b>\$ 2,569</b>	<b>\$ 3,171</b>
<b>Index and basket CDS</b>		
Investment grade	\$ 1,026	\$ 907
Non-investment grade	197	1,021
<b>Total</b>	<b>\$ 1,223</b>	<b>\$ 1,928</b>
<b>Total CDS sold</b>	<b>\$ 3,792</b>	<b>\$ 5,099</b>
Other credit contracts	116	146
<b>Total credit protection sold</b>	<b>\$ 3,908</b>	<b>\$ 5,245</b>

1. Investment grade/non-investment grade determination is based on the internal credit rating of the reference obligation. Internal credit ratings serve as the CRM's assessment of credit risk and the basis for a comprehensive credit limits framework used to control credit risk. The Firm uses quantitative models and judgment to estimate the various risk parameters related to each obligor.

### Protection Purchased with CDS

<i>\$ in billions</i>	Notional	
	At March 31, 2026	At December 31, 2025
Single name	\$ 173	\$ 172
Index and basket	354	232
Tranched index and basket	39	32
<b>Total</b>	<b>\$ 566</b>	<b>\$ 436</b>

<i>\$ in millions</i>	Fair Value Asset (Liability)	
	At March 31, 2026	At December 31, 2025
Single name	\$ (2,515)	\$ (3,363)
Index and basket	(574)	(1,209)
Tranched index and basket	(815)	(1,000)
<b>Total</b>	<b>\$ (3,904)</b>	<b>\$ (5,572)</b>

The Firm enters into credit derivatives, principally CDS, under which it receives or provides protection against the risk of default on a set of debt obligations issued by a specified reference entity or entities. A majority of the Firm's counterparties for these derivatives are banks, broker-dealers, and insurance and other financial institutions.

The fair value amounts as shown in the previous tables are prior to cash collateral or counterparty netting. For further information on credit derivatives and other credit contracts, see Note 6 to the financial statements in the 2025 Form 10-K.

## 7. Investment Securities

### AFS and HTM Securities

<i>\$ in millions</i>	At March 31, 2026			
	Amortized Cost <sup>1</sup>	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
<b>AFS securities</b>				
U.S. Treasury securities	\$ 80,724	\$ 77	\$ 63	\$ 80,738
U.S. agency securities <sup>2</sup>	24,022	24	1,966	22,080
Agency CMBS	5,326	1	276	5,051
State and municipal securities	1,535	1	25	1,511
FFELP student loan ABS <sup>3</sup>	443	1	7	437
Unallocated basis adjustment <sup>4</sup>	—	—	—	—
<b>Total AFS securities</b>	<b>112,050</b>	<b>104</b>	<b>2,337</b>	<b>109,817</b>
<b>HTM securities</b>				
U.S. Treasury securities	10,457	—	689	9,768
U.S. agency securities <sup>2</sup>	37,602	51	6,811	30,842
Agency CMBS	619	—	41	578
Non-agency CMBS	1,868	9	72	1,805
<b>Total HTM securities</b>	<b>50,546</b>	<b>60</b>	<b>7,613</b>	<b>42,993</b>
<b>Total investment securities</b>	<b>\$ 162,596</b>	<b>\$ 164</b>	<b>\$ 9,950</b>	<b>\$ 152,810</b>

<i>\$ in millions</i>	At December 31, 2025			
	Amortized Cost <sup>1</sup>	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
<b>AFS securities</b>				
U.S. Treasury securities	\$ 80,745	\$ 187	\$ 25	\$ 80,907
U.S. agency securities <sup>2</sup>	24,031	24	1,943	22,112
Agency CMBS	5,504	1	286	5,219
State and municipal securities	1,754	10	17	1,747
FFELP student loan ABS <sup>3</sup>	486	1	6	481
Unallocated basis adjustment <sup>4</sup>	2	—	2	—
<b>Total AFS securities</b>	<b>112,522</b>	<b>223</b>	<b>2,279</b>	<b>110,466</b>
<b>HTM securities</b>				
U.S. Treasury securities	12,299	—	663	11,636
U.S. agency securities <sup>2</sup>	38,303	67	6,785	31,585
Agency CMBS	709	—	43	666
Non-agency CMBS	1,779	12	63	1,728
<b>Total HTM securities</b>	<b>53,090</b>	<b>79</b>	<b>7,554</b>	<b>45,615</b>
<b>Total investment securities</b>	<b>\$ 165,612</b>	<b>\$ 302</b>	<b>\$ 9,833</b>	<b>\$ 156,081</b>

1. Amounts are net of any ACL.
2. U.S. agency securities consist mainly of agency mortgage pass-through pool securities, CMOs and agency-issued debt.
3. Underlying loans are backed by a guarantee, ultimately from the U.S. Department of Education, of at least 95% of the principal balance and interest outstanding.
4. Represents the amount of unallocated portfolio layer method basis adjustments related to AFS securities hedged in a closed portfolio. Portfolio layer method basis adjustments are not allocated to individual securities. Refer to Note 2 and Note 6 herein for additional information.

## Notes to Consolidated Financial Statements (Unaudited)

### AFS Securities in an Unrealized Loss Position

\$ in millions	At March 31, 2026		At December 31, 2025	
	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses
U.S. Treasury securities				
Less than 12 months	\$ 22,092	\$ 57	\$ 47	\$ —
12 months or longer	3,183	6	7,440	25
<b>Total</b>	<b>25,275</b>	<b>63</b>	<b>7,487</b>	<b>25</b>
U.S. agency securities				
Less than 12 months	1,031	3	75	—
12 months or longer	15,873	1,963	17,290	1,943
<b>Total</b>	<b>16,904</b>	<b>1,966</b>	<b>17,365</b>	<b>1,943</b>
Agency CMBS				
Less than 12 months	58	—	133	—
12 months or longer	4,440	276	4,675	286
<b>Total</b>	<b>4,498</b>	<b>276</b>	<b>4,808</b>	<b>286</b>
State and municipal securities				
Less than 12 months	786	11	360	4
12 months or longer	355	14	382	13
<b>Total</b>	<b>1,141</b>	<b>25</b>	<b>742</b>	<b>17</b>
FFELP student loan ABS				
Less than 12 months	1	—	—	—
12 months or longer	359	7	383	6
<b>Total</b>	<b>360</b>	<b>7</b>	<b>383</b>	<b>6</b>
Unallocated basis adjustment	—	—	—	2
<b>Total AFS securities in an unrealized loss position</b>				
Less than 12 months	23,968	71	615	4
12 months or longer	24,210	2,266	30,170	2,273
Unallocated basis adjustment	—	—	—	2
<b>Total</b>	<b>\$ 48,178</b>	<b>\$ 2,337</b>	<b>\$ 30,785</b>	<b>\$ 2,279</b>

For AFS securities, the Firm believes there are no securities in an unrealized loss position that have credit losses after performing the analysis described in Note 2 in the 2025 Form 10-K and the Firm expects to recover the amortized cost basis of these securities. Additionally, the Firm does not intend to sell these securities and is not likely to be required to sell these securities prior to recovery of the amortized cost basis. As of March 31, 2026 and December 31, 2025, the securities in an unrealized loss position are predominantly investment grade.

The HTM securities net carrying amounts at March 31, 2026 and December 31, 2025 reflect an ACL of \$62 million and \$60 million, respectively, predominantly related to Non-agency CMBS. See Note 2 in the 2025 Form 10-K for a description of the ACL methodology used for HTM Securities.

As of March 31, 2026 and December 31, 2025, 96% and 97%, respectively, of the Firm's portfolio of HTM securities were investment grade U.S. agency securities, U.S. Treasury securities and Agency CMBS, which were on accrual status and for which there is an underlying assumption of zero credit losses. Non-investment grade HTM securities primarily consisted of certain Non-agency CMBS securities, for which the expected credit losses were insignificant and were

predominantly on accrual status at March 31, 2026 and December 31, 2025.

See Note 14 for additional information on securities issued by VIEs, including U.S. agency mortgage-backed securities, non-agency CMBS, and FFELP student loan ABS.

### Investment Securities by Contractual Maturity

\$ in millions	At March 31, 2026		
	Amortized Cost <sup>1</sup>	Fair Value	Annualized Average Yield <sup>2,3</sup>
<b>AFS securities</b>			
U.S. Treasury securities:			
Due within 1 year	\$ 31,053	\$ 31,084	3.9 %
After 1 year through 5 years	49,308	49,291	3.9 %
After 5 years through 10 years	363	363	4.0 %
<b>Total</b>	<b>80,724</b>	<b>80,738</b>	
U.S. agency securities:			
Due within 1 year	9	9	1.5 %
After 1 year through 5 years	200	190	1.9 %
After 5 years through 10 years	333	308	1.6 %
After 10 years	23,480	21,573	3.2 %
<b>Total</b>	<b>24,022</b>	<b>22,080</b>	
Agency CMBS:			
Due within 1 year	538	534	2.1 %
After 1 year through 5 years	3,673	3,594	1.9 %
After 5 years through 10 years	176	172	1.5 %
After 10 years	939	751	1.6 %
<b>Total</b>	<b>5,326</b>	<b>5,051</b>	
State and municipal securities:			
Due within 1 year	81	81	4.8 %
After 1 year through 5 years	228	225	3.6 %
After 5 years through 10 years	160	158	4.5 %
After 10 Years	1,066	1,047	4.6 %
<b>Total</b>	<b>1,535</b>	<b>1,511</b>	
FFELP student loan ABS:			
Due within 1 year	57	55	4.7 %
After 1 year through 5 years	46	44	4.7 %
After 5 years through 10 years	24	24	3.9 %
After 10 years	316	314	4.8 %
<b>Total</b>	<b>443</b>	<b>437</b>	
<b>Total AFS securities</b>	<b>\$ 112,050</b>	<b>\$ 109,817</b>	<b>3.6 %</b>

## Notes to Consolidated Financial Statements (Unaudited)

\$ in millions	At March 31, 2026		
	Amortized Cost <sup>1</sup>	Fair Value	Annualized Average Yield <sup>2</sup>
<b>HTM securities</b>			
U.S. Treasury securities:			
Due within 1 year	\$ 3,045	\$ 3,033	2.3 %
After 1 year through 5 years	5,656	5,489	2.6 %
After 5 years through 10 years	203	178	1.3 %
After 10 years	1,553	1,068	2.3 %
Total	10,457	9,768	
U.S. agency securities:			
After 1 year through 5 years	141	135	2.0 %
After 5 years through 10 years	13	13	2.4 %
After 10 years	37,448	30,694	2.1 %
Total	37,602	30,842	
Agency CMBS:			
Due within 1 year	167	164	1.2 %
After 1 year through 5 years	310	295	1.4 %
After 5 years through 10 years	119	100	1.6 %
After 10 years	23	19	1.3 %
Total	619	578	
Non-agency CMBS:			
Due within 1 year	128	127	4.8 %
After 1 year through 5 years	871	841	4.4 %
After 5 years through 10 years	312	288	4.6 %
After 10 years	557	549	6.8 %
Total	1,868	1,805	
Total HTM securities	\$ 50,546	\$ 42,993	2.3 %
<b>Total investment securities</b>	<b>\$ 162,596</b>	<b>\$ 152,810</b>	<b>3.2 %</b>

- Amounts are net of any ACL.
- Annualized average yield is computed using the effective yield, weighted based on the amortized cost of each security. The effective yield is shown pre-tax and excludes the effect of related hedging derivatives.
- At March 31, 2026, the annualized average yield, including the interest rate swap accrual of related hedges, was 3.8% for AFS securities contractually maturing within 1 year and 3.6% for all AFS securities.
- Represents the amount of unallocated portfolio layer method basis adjustments related to AFS securities hedged in a closed portfolio. Portfolio layer method basis adjustments are not allocated to individual securities. Refer to Note 2 and Note 6 herein for additional information.

### Gross Realized Gains (Losses) on Sales of AFS Securities

\$ in millions	Three Months Ended March 31,	
	2026	2025
Gross realized gains	\$ 8	\$ 21
Gross realized (losses)	(3)	—
<b>Total<sup>1</sup></b>	<b>\$ 5</b>	<b>\$ 21</b>

- Realized gains and losses are recognized in Other revenues in the income statement.

## 8. Collateralized Transactions

### Offsetting of Certain Collateralized Transactions

\$ in millions	At March 31, 2026				
	Gross Amounts	Amounts Offset	Balance Sheet Net Amounts	Amounts Not Offset <sup>1</sup>	Net Amounts
<b>Assets</b>					
Securities purchased under agreements to resell	\$469,774	\$(340,894)	\$ 128,880	\$(126,971)	\$ 1,909
Securities borrowed	214,529	(59,959)	154,570	(151,606)	2,964
<b>Liabilities</b>					
Securities sold under agreements to repurchase	\$460,725	\$(340,894)	\$ 119,831	\$(113,870)	\$ 5,961
Securities loaned	79,548	(59,959)	19,589	(19,426)	163
<b>Amounts for which master netting agreements are not in place or may not be legally enforceable, included in Net Amounts</b>					
Securities purchased under agreements to resell					\$ 1,359
Securities borrowed					37
Securities sold under agreements to repurchase					4,035

\$ in millions	At December 31, 2025				
	Gross Amounts	Amounts Offset	Balance Sheet Net Amounts	Amounts Not Offset <sup>1</sup>	Net Amounts
<b>Assets</b>					
Securities purchased under agreements to resell	\$471,144	\$(350,901)	\$ 120,243	\$(117,509)	\$ 2,734
Securities borrowed	218,753	(66,845)	151,908	(146,726)	5,182
<b>Liabilities</b>					
Securities sold under agreements to repurchase	\$429,440	\$(350,901)	\$ 78,539	\$(72,407)	\$ 6,132
Securities loaned	84,155	(66,845)	17,310	(17,213)	97
<b>Amounts for which master netting agreements are not in place or may not be legally enforceable, included in Net Amounts</b>					
Securities purchased under agreements to resell					\$ 1,277
Securities borrowed					38
Securities sold under agreements to repurchase					5,367

- Amounts relate to master netting agreements that have been determined by the Firm to be legally enforceable in the event of default but where certain other criteria are not met in accordance with applicable offsetting accounting guidance.

For further discussion of the Firm's collateralized transactions, see Notes 2 and 8 to the financial statements in the 2025 Form 10-K. For information related to offsetting of derivatives, see Note 6.

### Gross Secured Financing Balances by Remaining Contractual Maturity

\$ in millions	At March 31, 2026				
	Overnight and Open	Less than 30 Days	30-90 Days	Over 90 Days	Total
Securities sold under agreements to repurchase	\$241,209	\$107,743	\$37,694	\$74,079	\$460,725
Securities loaned	62,564	1,393	319	15,272	79,548
Total included in the offsetting disclosure	\$303,773	\$109,136	\$38,013	\$89,351	\$540,273
Trading liabilities—Obligation to return securities received as collateral	8,182	—	—	—	8,182
<b>Total</b>	<b>\$311,955</b>	<b>\$109,136</b>	<b>\$38,013</b>	<b>\$89,351</b>	<b>\$548,455</b>

**Notes to Consolidated Financial Statements  
(Unaudited)**

\$ in millions	At December 31, 2025				
	Overnight and Open	Less than 30 Days	30-90 Days	Over 90 Days	Total
Securities sold under agreements to repurchase	\$ 221,938	\$ 122,291	\$ 43,737	\$ 41,474	\$ 429,440
Securities loaned	70,433	—	321	13,401	84,155
Total included in the offsetting disclosure	\$ 292,371	\$ 122,291	\$ 44,058	\$ 54,875	\$ 513,595
Trading liabilities—Obligation to return securities received as collateral	7,329	—	—	—	7,329
<b>Total</b>	<b>\$ 299,700</b>	<b>\$ 122,291</b>	<b>\$ 44,058</b>	<b>\$ 54,875</b>	<b>\$ 520,924</b>

**Gross Secured Financing Balances by Class of Collateral Pledged**

\$ in millions	At March 31, 2026	At December 31, 2025
<b>Securities sold under agreements to repurchase</b>		
U.S. Treasury and agency securities	\$ 236,030	\$ 209,470
Other sovereign government obligations	153,526	159,444
Corporate equities	31,470	32,919
Other	39,699	27,607
<b>Total</b>	<b>\$ 460,725</b>	<b>\$ 429,440</b>
<b>Securities loaned</b>		
Other sovereign government obligations	\$ 330	\$ 1,208
Corporate equities	76,630	81,063
Other	2,588	1,884
<b>Total</b>	<b>\$ 79,548</b>	<b>\$ 84,155</b>
Total included in the offsetting disclosure	\$ 540,273	\$ 513,595
<b>Trading liabilities—Obligation to return securities received as collateral</b>		
Corporate equities	\$ 7,746	\$ 7,017
Other	436	312
<b>Total</b>	<b>\$ 8,182</b>	<b>\$ 7,329</b>
<b>Total</b>	<b>\$ 548,455</b>	<b>\$ 520,924</b>

**Carrying Value of Assets Loaned or Pledged without Counterparty Right to Sell or Repledge**

\$ in millions	At March 31, 2026	At December 31, 2025
Trading assets	\$ 52,356	\$ 43,182

The Firm pledges certain of its trading assets to collateralize securities sold under agreements to repurchase, securities loaned, other secured financings and derivatives and to cover customer short sales.

Pledged financial instruments that can be sold or repledged by the secured party are identified as Trading assets (pledged as collateral) in the balance sheet. Pledged financial instruments that cannot be sold or repledged by the secured party are included within Trading Assets, but not identified as pledged assets parenthetically in the balance sheet.

**Fair Value of Collateral Received with Right to Sell or Repledge**

\$ in millions	At March 31, 2026	At December 31, 2025
Collateral received with right to sell or repledge	\$ 1,237,511	\$ 1,190,694
Collateral that was sold or repledged <sup>1</sup>	948,004	900,282

1. Does not include securities used to meet federal regulations for the Firm's U.S. broker-dealers.

The Firm receives collateral in the form of securities in connection with securities purchased under agreements to resell, securities borrowed, securities-for-securities transactions, derivative transactions, customer margin loans and securities-based lending. In many cases, the Firm is permitted to sell or repledge this collateral to secure securities sold under agreements to repurchase, to enter into securities lending and derivative transactions or to deliver to counterparties to cover short positions.

**Securities Segregated for Regulatory Purposes**

\$ in millions	At March 31, 2026	At December 31, 2025
Segregated securities <sup>1</sup>	\$ 29,257	\$ 22,256

1. Securities segregated under federal regulations for the Firm's U.S. broker-dealers are sourced from Securities purchased under agreements to resell and Trading assets in the balance sheet.

**Customer Margin and Other Lending**

\$ in millions	At March 31, 2026	At December 31, 2025
Margin and other lending	\$ 81,447	\$ 83,871

The Firm provides margin lending arrangements that allow customers to borrow against the value of qualifying securities. Receivables from these arrangements are included within Customer and other receivables in the balance sheet. Under these arrangements, the Firm receives collateral, which includes U.S. government and agency securities, other sovereign government obligations, corporate and other debt, and corporate equities. Margin loans are collateralized by customer-owned securities held by the Firm. The Firm monitors required margin levels and established credit terms daily and, pursuant to such guidelines, requires customers to deposit additional collateral, or reduce positions, when necessary.

For a further discussion of the Firm's margin lending activities, see Note 8 to the financial statements in the 2025 Form 10-K.

Also included in the amounts in the previous table is non-purpose securities-based lending on entities in the Wealth Management business segment.

**Other Secured Financings**

The Firm has additional secured liabilities. For a further discussion of other secured financings, see Note 12.

**Notes to Consolidated Financial Statements  
(Unaudited)**

Additionally, for certain secured financing transactions that meet applicable netting criteria, the Firm offset Other secured financing liabilities against financing receivables recorded within Trading assets in the amount of \$3,348 million and \$3,410 million as of March 31, 2026 and December 31, 2025, respectively.

**9. Loans, Lending Commitments and Related Allowance for Credit Losses**

**Loans by Type**

	At March 31, 2026		
<i>\$ in millions</i>	HFI Loans	HFS Loans	Total Loans
Corporate	\$ 8,911	\$ 14,498	\$ 23,409
Secured lending facilities	70,033	2,396	72,429
Commercial real estate	8,300	186	8,486
Residential real estate	73,529	5	73,534
Securities-based lending and Other	117,084	146	117,230
Total loans	277,857	17,231	295,088
ACL	(1,174)		(1,174)
<b>Total loans, net</b>	<b>\$ 276,683</b>	<b>\$ 17,231</b>	<b>\$ 293,914</b>
Loans to non-U.S. borrowers, net	\$ 36,036	\$ 4,455	\$ 40,491

	At December 31, 2025		
<i>\$ in millions</i>	HFI Loans	HFS Loans	Total Loans
Corporate	\$ 7,277	\$ 7,202	\$ 14,479
Secured lending facilities	69,149	1,817	70,966
Commercial real estate	8,039	320	8,359
Residential real estate	72,403	5	72,408
Securities-based lending and Other	112,984	30	113,014
Total loans	269,852	9,374	279,226
ACL	(1,132)		(1,132)
<b>Total loans, net</b>	<b>\$ 268,720</b>	<b>\$ 9,374</b>	<b>\$ 278,094</b>
Loans to non-U.S. borrowers, net	\$ 34,532	\$ 3,622	\$ 38,154

For additional information on the Firm's held-for-investment and held-for-sale loan portfolios, see Note 9 to the financial statements in the 2025 Form 10-K.

**Loans by Interest Rate Type**

	At March 31, 2026		At December 31, 2025	
<i>\$ in millions</i>	Fixed Rate	Floating or Adjustable Rate	Fixed Rate	Floating or Adjustable Rate
Corporate	\$ 86	\$ 23,323	\$ 1	\$ 14,478
Secured lending facilities	525	71,904	525	70,440
Commercial real estate	331	8,156	327	8,032
Residential real estate	32,555	40,978	32,377	40,031
Securities-based lending and Other	27,254	89,976	27,681	85,334
<b>Total loans, before ACL</b>	<b>\$ 60,751</b>	<b>\$ 234,337</b>	<b>\$ 60,911</b>	<b>\$ 218,315</b>

See Note 4 for further information regarding Loans and lending commitments held at fair value. See Note 13 for details of current commitments to lend in the future.

**Loans Held for Investment before Allowance by Credit Quality and Origination Year**

	At March 31, 2026			At December 31, 2025		
	Corporate					
<i>\$ in millions</i>	IG	NIG	Total	IG	NIG	Total
Revolving	\$ 3,226	\$ 5,329	\$ 8,555	\$ 2,362	\$ 4,580	\$ 6,942
2026	34	118	152			
2025	—	35	35	125	40	165
2024	79	50	129	79	50	129
2023	—	25	25	—	25	25
2022	—	—	—	—	—	—
Prior	15	—	15	15	1	16
<b>Total</b>	<b>\$ 3,354</b>	<b>\$ 5,557</b>	<b>\$ 8,911</b>	<b>\$ 2,581</b>	<b>\$ 4,696</b>	<b>\$ 7,277</b>

	At March 31, 2026			At December 31, 2025		
	Secured Lending Facilities					
<i>\$ in millions</i>	IG	NIG	Total	IG	NIG	Total
Revolving	\$ 15,118	\$ 39,096	\$ 54,214	\$ 15,709	\$ 37,915	\$ 53,624
2026	481	1,887	2,368			
2025	1,777	7,591	9,368	2,514	7,248	9,762
2024	48	1,688	1,736	78	2,620	2,698
2023	269	701	970	596	935	1,531
2022	9	843	852	13	957	970
Prior	11	514	525	7	557	564
<b>Total</b>	<b>\$ 17,713</b>	<b>\$ 52,320</b>	<b>\$ 70,033</b>	<b>\$ 18,917</b>	<b>\$ 50,232</b>	<b>\$ 69,149</b>

	At March 31, 2026			At December 31, 2025		
	Commercial Real Estate					
<i>\$ in millions</i>	IG	NIG	Total	IG	NIG	Total
Revolving	\$ 33	\$ —	\$ 33	\$ 34	\$ —	\$ 34
2026	—	730	730			
2025	317	1,880	2,197	322	2,103	2,425
2024	568	1,384	1,952	577	1,385	1,962
2023	153	404	557	153	409	562
2022	236	1,164	1,400	332	1,094	1,426
Prior	36	1,395	1,431	37	1,593	1,630
<b>Total</b>	<b>\$ 1,343</b>	<b>\$ 6,957</b>	<b>\$ 8,300</b>	<b>\$ 1,455</b>	<b>\$ 6,584</b>	<b>\$ 8,039</b>

	At March 31, 2026					
	Residential Real Estate					
	by FICO Scores			by LTV Ratio		Total
<i>\$ in millions</i>	≥ 740	680-739	≤ 679	≤ 80%	> 80%	Total
Revolving	\$ 181	\$ 43	\$ 7	\$ 231	\$ —	\$ 231
2026	2,214	407	54	2,431	244	2,675
2025	8,862	1,648	182	9,662	1,030	10,692
2024	7,563	1,448	175	8,293	893	9,186
2023	5,924	1,282	185	6,600	791	7,391
2022	9,399	2,106	352	10,928	929	11,857
Prior	25,129	5,726	642	29,451	2,046	31,497
<b>Total</b>	<b>\$ 59,272</b>	<b>\$ 12,660</b>	<b>\$ 1,597</b>	<b>\$ 67,596</b>	<b>\$ 5,933</b>	<b>\$ 73,529</b>

**Notes to Consolidated Financial Statements  
(Unaudited)**

At December 31, 2025						
Residential Real Estate						
\$ in millions	by FICO Scores			by LTV Ratio		Total
	≥ 740	680-739	≤ 679	≤ 80%	> 80%	
Revolving	\$ 172	\$ 40	\$ 7	\$ 219	\$ —	\$ 219
2025	9,096	1,666	189	9,900	1,051	10,951
2024	7,825	1,480	184	8,571	918	9,489
2023	6,099	1,315	187	6,788	813	7,601
2022	9,613	2,138	355	11,159	947	12,106
Prior	25,543	5,841	653	29,944	2,093	32,037
<b>Total</b>	<b>\$ 58,348</b>	<b>\$ 12,480</b>	<b>\$ 1,575</b>	<b>\$ 66,581</b>	<b>\$ 5,822</b>	<b>\$ 72,403</b>

At March 31, 2026				
\$ in millions	Securities-based lending <sup>1</sup>	Other <sup>2</sup>		Total
		IG	NIG	
Revolving	\$ 101,730	\$ 647	\$ 1,622	\$ 103,999
2026	425	7	254	686
2025	2,384	173	684	3,241
2024	1,017	640	225	1,882
2023	621	126	956	1,703
2022	100	222	1,156	1,478
Prior	249	1,127	2,719	4,095
<b>Total</b>	<b>\$ 106,526</b>	<b>\$ 2,942</b>	<b>\$ 7,616</b>	<b>\$ 117,084</b>

At December 31, 2025				
\$ in millions	Securities-based lending <sup>1</sup>	Other <sup>2</sup>		Total
		IG	NIG	
Revolving	\$ 97,840	\$ 639	\$ 1,615	\$ 100,094
2025	2,437	199	808	3,444
2024	1,132	690	180	2,002
2023	655	126	981	1,762
2022	132	170	1,260	1,562
Prior	245	1,013	2,862	4,120
<b>Total</b>	<b>\$ 102,441</b>	<b>\$ 2,837</b>	<b>\$ 7,706</b>	<b>\$ 112,984</b>

IG—Investment Grade

NIG—Non-investment Grade

- Securities-based loans are subject to collateral maintenance provisions, and at March 31, 2026 and December 31, 2025, these loans are predominantly over-collateralized. For more information on the ACL methodology related to securities-based loans, see Note 2 to the financial statements in the 2025 Form 10-K.
- Other loans primarily include certain loans originated in the tailored lending business within the Wealth Management business segment, which typically consist of bespoke lending arrangements provided to ultra-high worth net clients. These facilities are generally secured by eligible collateral.

**Past Due Loans Held for Investment before Allowance<sup>1</sup>**

\$ in millions	At March 31, 2026	At December 31, 2025
Commercial real estate	\$ 187	\$ 129
Residential real estate	200	298
Securities-based lending and Other	—	41
<b>Total</b>	<b>\$ 387</b>	<b>\$ 468</b>

- As of March 31, 2026 and December 31, 2025, the majority of the amounts were 90 days or more past due.

**Nonaccrual Loans Held for Investment before Allowance<sup>1</sup>**

\$ in millions	At March 31, 2026	At December 31, 2025
Corporate	\$ 150	\$ 203
Secured lending facilities	12	14
Commercial real estate	465	476
Residential real estate	195	208
Securities-based lending and Other	201	246
<b>Total</b>	<b>\$ 1,023</b>	<b>\$ 1,147</b>
Nonaccrual loans without an ACL	\$ 174	\$ 180

- There were no loans held for investment that were 90 days or more past due and still accruing as of March 31, 2026 and December 31, 2025. For further information on the Firm's nonaccrual policy, see Note 2 to the financial statements in the 2025 Form 10-K.

**Loan Modifications to Borrowers Experiencing Financial Difficulty**

The Firm may modify the terms of certain loans for economic or legal reasons related to a borrower's financial difficulties, and these modifications include interest rate reductions, principal forgiveness, term extensions and other-than-insignificant payment delays or a combination of these aforementioned modifications. Modified loans are typically evaluated individually for allowance for credit losses.

**Modified Loans Held for Investment**

**Period-end loans held for investment modified during the following periods<sup>1</sup>**

\$ in millions	Three Months Ended March 31,			
	2026		2025	
	Amortized Cost	% of Total Loans <sup>2</sup>	Amortized Cost	% of Total Loans <sup>2</sup>
<b>Term Extension</b>				
Corporate	\$ 13	0.1 %	\$ 42	0.5 %
Secured lending facilities	12	— %	41	0.1 %
Commercial real estate	—	— %	292	3.4 %
Securities-based lending and Other	5	— %	34	— %
<b>Total</b>	<b>\$ 30</b>	<b>— %</b>	<b>\$ 409</b>	<b>0.2 %</b>
<b>Other-than-insignificant Payment Delay</b>				
Securities-based lending and Other	—	— %	30	— %
<b>Total</b>	<b>\$ —</b>	<b>— %</b>	<b>\$ 30</b>	<b>— %</b>
<b>Total Modifications</b>	<b>\$ 30</b>	<b>— %</b>	<b>\$ 439</b>	<b>0.3 %</b>

- Lending commitments to borrowers for which the Firm has modified terms of the receivable during the three months ended March 31, 2026 and 2025, were \$887 million and \$214 million, as of March 31, 2026 and 2025, respectively.
- Percentage of total loans represents the percentage of modified loans to total loans held for investment by loan type.

**Financial Effect of Modifications on Loans Held for Investment**

	Three Months Ended March 31, 2026 <sup>1</sup>			
	Term Extension (Months)	Other-than-insignificant Payment Delay (Months)	Principal Forgiveness (\$ millions)	Interest Rate Reduction (%)
<b>Single Modifications</b>				
Corporate	29	0	\$ —	— %
Secured lending facilities	1	0	—	— %
Securities-based lending and Other	24	0	—	— %

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Three Months Ended March 31, 2025 <sup>1</sup>					
	Term Extension (Months)	Other-than-insignificant Payment Delay (Months)	Principal Forgiveness (\$ millions)	Interest Rate Reduction (%)	
<b>Single Modifications</b>					
Corporate	37	0	\$ —	—	%
Secured lending facilities	3	0	—	—	%
Commercial real estate	1	0	—	—	%
Securities-based lending and Other	12	11	—	—	%

1. In instances where more than one loan was modified, modification impact is presented on a weighted-average basis.

**Performance of Loans Held for Investment Modified in the Last 12 Months**

At March 31, 2026					
<i>\$ in millions</i>	Current and less than 30 days past due	30-89 days past due	90+ days past due	Total	
Corporate	\$ 221	\$ —	\$ —	\$ 221	
Secured lending facilities	20	—	—	20	
Commercial real estate	470	—	—	470	
Residential real estate	7	2	—	9	
Securities-based lending and Other	416	—	—	416	
<b>Total</b>	<b>\$ 1,134</b>	<b>\$ 2</b>	<b>\$ —</b>	<b>\$ 1,136</b>	

At March 31, 2025					
<i>\$ in millions</i>	Current and less than 30 days past due	30-89 days past due	90+ days past due	Total	
Corporate	\$ 185	\$ —	\$ —	\$ 185	
Secured lending facilities	42	—	—	42	
Commercial real estate	423	—	63	486	
Residential real estate	3	—	—	3	
Securities-based lending and Other	149	—	—	149	
<b>Total</b>	<b>\$ 802</b>	<b>\$ —</b>	<b>\$ 63</b>	<b>\$ 865</b>	

At March 31, 2026, there were no loans held for investment that defaulted during the three months ended March 31, 2026 that had been modified in the 12 month period prior to default. At March 31, 2025 there was one commercial real estate loan held for investment with an amortized cost of \$63 million that defaulted during the three months ended March 31, 2025 that had been modified in the 12 month period prior to default.

**Allowance for Credit Losses Rollforward and Allocation—  
Loans and Lending Commitments**

<i>\$ in millions</i>	Three Months Ended March 31, 2026					
	Corporate	Secured Lending Facilities	CRE	Residential Real Estate	SBL and Other	Total
<b>ACL—Loans</b>						
Beginning balance	\$ 260	\$ 201	\$ 283	\$ 127	\$ 261	\$ 1,132
Gross charge-offs	(16)	—	(11)	—	(10)	(37)
Provision (release)	(2)	18	56	4	6	82
Other	(2)	(1)	—	—	—	(3)
<b>Ending balance</b>	<b>\$ 240</b>	<b>\$ 218</b>	<b>\$ 328</b>	<b>\$ 131</b>	<b>\$ 257</b>	<b>\$ 1,174</b>
Percent of loans to total loans <sup>1</sup>	3 %	25 %	3 %	27 %	42 %	100 %
<b>ACL—Lending commitments</b>						
Beginning balance	\$ 625	\$ 137	\$ 12	\$ 5	\$ 19	\$ 798
Provision (release)	31	(16)	4	—	(3)	16
Other	(7)	(1)	—	—	1	(7)
<b>Ending balance</b>	<b>\$ 649</b>	<b>\$ 120</b>	<b>\$ 16</b>	<b>\$ 5</b>	<b>\$ 17</b>	<b>\$ 807</b>
<b>Total ending balance</b>	<b>\$ 889</b>	<b>\$ 338</b>	<b>\$ 344</b>	<b>\$ 136</b>	<b>\$ 274</b>	<b>\$ 1,981</b>

<i>\$ in millions</i>	Three Months Ended March 31, 2025					
	Corporate	Secured Lending Facilities	CRE	Residential Real Estate	SBL and Other	Total
<b>ACL—Loans</b>						
Beginning balance	\$ 200	\$ 140	\$ 373	\$ 97	\$ 256	\$ 1,066
Gross charge-offs	—	—	(31)	—	—	(31)
Recoveries	—	—	8	—	—	8
Net (charge-offs)/ recoveries	—	—	(23)	—	—	(23)
Provision (release)	2	7	24	23	25	81
Other	3	2	5	—	(1)	9
<b>Ending balance</b>	<b>\$ 205</b>	<b>\$ 149</b>	<b>\$ 379</b>	<b>\$ 120</b>	<b>\$ 280</b>	<b>\$ 1,133</b>
Percent of loans to total loans <sup>1</sup>	3 %	22 %	4 %	29 %	42 %	100 %
<b>ACL—Lending commitments</b>						
Beginning balance	\$ 507	\$ 88	\$ 40	\$ 4	\$ 17	\$ 656
Provision (release)	37	41	(27)	—	3	54
Other	5	1	—	—	2	8
<b>Ending balance</b>	<b>\$ 549</b>	<b>\$ 130</b>	<b>\$ 13</b>	<b>\$ 4</b>	<b>\$ 22</b>	<b>\$ 718</b>
<b>Total ending balance</b>	<b>\$ 754</b>	<b>\$ 279</b>	<b>\$ 392</b>	<b>\$ 124</b>	<b>\$ 302</b>	<b>\$ 1,851</b>

CRE—Commercial real estate

SBL—Securities-based lending

1. Percentage of loans to total loans represents loans held for investment by loan type to total loans held for investment.

The allowance for credit losses for loans and lending commitments increased during the three months ended March 31, 2026, primarily related to certain commercial real estate loans and increased macroeconomic uncertainty. Charge-offs in the current quarter were primarily related to commercial real estate and corporate loans.

The base scenario used in the Firm's ACL models as of March 31, 2026 was generated using a combination of consensus economic forecasts, forward rates, and internally developed and validated models. The Firm's ACL models incorporate key macroeconomic variables, including U.S. real GDP growth rate with the base scenario for the quarter incorporating expectations of continued economic growth relative to the prior quarter forecast. Other key macroeconomic variables used in the Firm's ACL models

## Notes to Consolidated Financial Statements (Unaudited)

include corporate credit spreads, interest rates and commercial real estate indices. The significance of these key macroeconomic variables on the Firm's ACL models varies depending on portfolio composition and economic conditions. The Firm also considered increased macroeconomic uncertainty in determining the aggregate allowance for credit losses for the current quarter. For a further discussion of the Firm's loans as well as the Firm's allowance methodology, refer to Notes 2 and 9 to the financial statements in the 2025 Form 10-K.

### Gross Charge-offs by Origination Year

Three Months Ended March 31, 2026						
<i>\$ in millions</i>	Corporate	Secured Lending Facilities	CRE	Residential Real Estate	SBL and Other	Total
Revolving	\$ (16)	\$ —	\$ —	\$ —	\$ —	\$ (16)
Prior	—	—	(11)	—	(10)	(21)
<b>Total</b>	<b>\$ (16)</b>	<b>\$ —</b>	<b>\$ (11)</b>	<b>\$ —</b>	<b>\$ (10)</b>	<b>\$ (37)</b>

Three Months Ended March 31, 2025						
<i>\$ in millions</i>	Corporate	Secured Lending Facilities	CRE	Residential Real Estate	SBL and Other	Total
2022	\$ —	\$ —	\$ (10)	\$ —	\$ —	\$ (10)
Prior	—	—	(21)	—	—	(21)
<b>Total</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ (31)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ (31)</b>

CRE—Commercial real estate  
SBL—Securities-based lending

### Selected Credit Ratios

	At March 31, 2026	At December 31, 2025
ACL for loans to total HFI loans	0.4 %	0.4 %
Nonaccrual HFI loans to total HFI loans	0.4 %	0.4 %
ACL for loans to nonaccrual HFI loans	114.8 %	98.7 %

### Employee Loans

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Currently employed by the Firm <sup>1</sup>	\$ 4,830	\$ 4,769
No longer employed by the Firm <sup>2</sup>	87	89
Employee loans	\$ 4,917	\$ 4,858
ACL	(118)	(127)
Employee loans, net of ACL	\$ 4,799	\$ 4,731
Remaining repayment term, weighted average in years	5.7	5.7

1. These loans are predominantly current.
2. These loans are predominantly past due for a period of 90 days or more.

Employee loans are granted in conjunction with a program established primarily to recruit certain Wealth Management financial advisors, are full recourse and generally require periodic repayments, and are due in full upon termination of employment with the Firm. These loans are recorded in Customer and other receivables in the balance sheet. See Note 2 to the financial statements in the 2025 Form 10-K for a description of the CECL allowance methodology, including credit quality indicators, for employee loans.

## 10. Other Assets

### Equity Method Investments

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Investments	\$ 2,175	\$ 2,054

  

Three Months Ended March 31,		
<i>\$ in millions</i>	2026	2025
Income (loss)	\$ 87	\$ 62

Equity method investments, other than investments in certain fund interests, are summarized above and are included in Other assets in the balance sheet with related income or loss included in Other revenues in the income statement. See "Net Asset Value Measurements—Fund Interests" in Note 4 for the carrying value of certain of the Firm's fund interests, which are composed of general and limited partnership interests, as well as any related carried interest.

### Japanese Securities Joint Venture

Three Months Ended March 31,		
<i>\$ in millions</i>	2026	2025
Income (loss) from investment in MUMSS	\$ 50	\$ 36

For more information on MUMSS and other relationships with MUFG, see Note 11 to the financial statements in the 2025 Form 10-K.

### Tax Equity Investments

The Firm invests in tax equity investment interests which entitle the Firm to a share of tax credits and other income tax benefits generated by the projects underlying the investments. The Firm accounts for certain renewable energy and other tax equity investments programs using the proportional amortization method.

### Tax Equity Investments under the Proportional Amortization Method

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Low-income housing	\$ 1,877	\$ 1,897
Renewable energy and other	26	28
<b>Total<sup>1,2</sup></b>	<b>\$ 1,903</b>	<b>\$ 1,925</b>

1. Amounts include unfunded equity contributions of \$681 million and \$707 million as of March 31, 2026 and December 31, 2025, respectively. The corresponding liabilities for the commitments to fund these equity contributions are recorded in Other liabilities and accrued expenses. The majority of these commitments are expected to be funded within 5 years.
2. Amounts exclude \$44 million and \$45 million as of March 31, 2026 and December 31, 2025, respectively, of tax equity investments within programs for which the Firm elected the proportional amortization method that do not meet the conditions to apply the proportional amortization method, which are accounted for as equity method investments.

Income tax credits and other income tax benefits recognized as well as proportional amortization are included in the Provision for income taxes line in the consolidated income statement and in the Depreciation and amortization line in the consolidated cash flow statement.

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**Net Benefits Attributable to Tax Equity Investments under the Proportional Amortization Method**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
Income tax credits and other income tax benefits	\$ 78	\$ 75
Proportional amortization	(64)	(62)
Net benefits included in income tax expense	14	13
Other income	1	—
<b>Net benefits</b>	<b>\$ 15</b>	<b>\$ 13</b>

**11. Deposits**

**Deposits**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Savings and demand deposits	\$ 318,845	\$ 315,883
Time deposits	109,126	99,640
<b>Total</b>	<b>\$ 427,971</b>	<b>\$ 415,523</b>
Deposits subject to FDIC insurance	\$ 338,444	\$ 331,322
Deposits not subject to FDIC insurance	\$ 89,527	\$ 84,201

**Time Deposit Maturities**

<i>\$ in millions</i>	At March 31, 2026
2026	\$ 40,213
2027	27,733
2028	17,868
2029	11,438
2030	9,652
Thereafter	2,222
<b>Total</b>	<b>\$ 109,126</b>

**12. Borrowings and Other Secured Financings**

**Borrowings**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Original maturities of one year or less	\$ 8,558	\$ 7,254
<b>Original maturities greater than one year:</b>		
Senior	\$ 349,390	\$ 329,502
Subordinated	13,620	12,179
<b>Total greater than one year</b>	<b>\$ 363,010</b>	<b>\$ 341,681</b>
<b>Total</b>	<b>\$ 371,568</b>	<b>\$ 348,935</b>
Weighted average stated maturity, in years <sup>1</sup>	6.3	6.3

1. Only includes borrowings with original maturities greater than one year.

**Other Secured Financings**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Original maturities:		
One year or less	\$ 15,143	\$ 13,892
Greater than one year	7,523	7,711
<b>Total</b>	<b>\$ 22,666</b>	<b>\$ 21,603</b>
Transfers of assets accounted for as secured financings	\$ 10,140	\$ 9,713

Other secured financings include the liabilities related to collateralized notes, transfers of financial assets that are accounted for as financings rather than sales and consolidated VIEs where the Firm is deemed to be the primary beneficiary. These liabilities are generally payable from the cash flows of the related assets accounted for as Trading assets. See Note 14 for further information on other secured financings related to VIEs and securitization activities.

For transfers of assets that fail to meet accounting criteria for a sale, the Firm continues to record the assets and recognizes the associated liabilities in the balance sheet.

**13. Commitments, Guarantees and Contingencies**

**Commitments**

<i>\$ in millions</i>	Years to Maturity at March 31, 2026				Total
	Less than 1	1-3	3-5	Over 5	
Lending:					
Corporate	\$ 19,756	\$ 48,423	\$ 80,382	\$ 6,559	\$ 155,120
Secured lending facilities	6,309	8,156	10,132	6,524	31,121
Commercial and Residential real estate	423	45	165	466	1,099
Securities-based lending and Other	17,475	3,404	247	507	21,633
Forward-starting secured financing receivables <sup>1</sup>	156,477	2,278	—	—	158,755
Central counterparty	15,226	—	—	—	15,226
Investment activities	2,177	580	108	502	3,367
Letters of credit and other financial guarantees	32	—	—	4	36
<b>Total</b>	<b>\$217,875</b>	<b>\$62,886</b>	<b>\$91,034</b>	<b>\$14,562</b>	<b>\$386,357</b>
Lending commitments participated to third parties					\$ 13,373

1. These amounts primarily include secured financing receivables yet to settle as of March 31, 2026, with settlement generally occurring within three business days. These amounts also include commitments to enter into certain collateralized financing transactions.

Since commitments associated with these instruments may expire unused, the amounts shown do not necessarily reflect the actual future cash funding requirements.

For a further description of these commitments, refer to Note 14 to the financial statements in the 2025 Form 10-K.

**Notes to Consolidated Financial Statements  
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**Guarantees**

\$ in millions	At March 31, 2026				Carrying Amount Asset (Liability)
	Maximum Potential Payout/Notional of Obligations by Years to Maturity				
	Less than 1	1-3	3-5	Over 5	
Non-credit derivatives <sup>1</sup>	\$1,522,376	\$ 795,403	\$210,745	\$602,124	\$ (58,510)
Standby letters of credit and other financial guarantees issued <sup>2,3</sup>	1,672	957	1,264	2,577	15
Liquidity facilities	3,549	—	—	—	3
Whole loan sales guarantees	34	—	1	23,071	—
Securitization representations and warranties <sup>4</sup>	—	—	—	98,492	—
General partner guarantees	122	119	95	27	(58)
Client clearing guarantees	1,957	—	—	—	—

1. The carrying amounts of derivative contracts that meet the accounting definition of a guarantee are shown on a gross basis. For further information on derivatives contracts, see Note 6.
2. These amounts include certain issued standby letters of credit participated to third parties, totaling \$0.6 billion of notional and collateral/recourse, due to the nature of the Firm's obligations under these arrangements.
3. As of March 31, 2026, the carrying amount of standby letters of credit and other financial guarantees issued includes an allowance for credit losses of \$52 million.
4. Related to commercial, residential mortgage and asset backed securitizations.

The Firm has obligations under certain guarantee arrangements, including contracts and indemnification agreements, that contingently require the Firm to make payments to the guaranteed party based on changes in an underlying measure (such as an interest or foreign exchange rate, security or commodity price, an index, or the occurrence or non-occurrence of a specified event) related to an asset, liability or equity security of a guaranteed party. Also included as guarantees are contracts that contingently require the Firm to make payments to the guaranteed party based on another entity's failure to perform under an agreement, as well as indirect guarantees of the indebtedness of others.

For more information on the nature of the obligations and related business activities for our guarantees, see Note 14 to the financial statements in the 2025 Form 10-K.

**Other Guarantees and Indemnities**

In the normal course of business, the Firm provides guarantees and indemnifications in a variety of transactions. These provisions generally are standard contractual terms. Certain of these guarantees and indemnifications related to indemnities, market value guarantees, exchange and clearinghouse member guarantees, futures and over-the-counter derivatives clearing guarantees and merger and acquisition guarantees are described in Note 14 to the financial statements in the 2025 Form 10-K.

In addition, in the ordinary course of business, the Firm guarantees the debt and/or certain trading obligations (including obligations associated with derivatives, foreign exchange contracts and the settlement of physical commodities) of certain subsidiaries. These guarantees generally are entity or product specific and are required by investors or trading counterparties. The activities of the

Firm's subsidiaries covered by these guarantees (including any related debt or trading obligations) are included in the financial statements.

**Finance Subsidiary**

The Parent Company fully and unconditionally guarantees the securities issued by Morgan Stanley Finance LLC, a wholly owned finance subsidiary. No other subsidiary of the Parent Company guarantees these securities.

**Contingencies**

**Legal**

In addition to the matters described below, in the normal course of business, the Firm has been named, from time to time, as a defendant in various legal actions, including arbitrations, class actions and other litigation, arising in connection with its activities as a global diversified financial services institution. Certain of the actual or threatened legal actions include claims for substantial compensatory and/or punitive damages or claims for indeterminate amounts of damages. In some cases, the third-party entities that are, or would otherwise be, the primary defendants in such cases are bankrupt, in financial distress, or may not honor applicable indemnification obligations. These actions have included, but are not limited to, antitrust claims, claims under various false claims act statutes, and matters arising from our wealth management businesses, Markets business, and our activities in the capital markets.

The Firm is also involved, from time to time, in other reviews, investigations and proceedings (both formal and informal) by governmental or other regulatory agencies regarding the Firm's business, and involving, among other matters, sales, trading, financing, prime brokerage, market-making activities, investment banking advisory services, capital markets activities, financial products or offerings sponsored, underwritten or sold by the Firm, wealth and investment management services, and tax, accounting, and operational matters, certain of which may result in adverse judgments, settlements, fines, penalties, disgorgement, restitution, forfeiture, injunctions, limitations on our ability to conduct certain business, or other relief.

The Firm contests liability and/or the amount of damages as appropriate in each pending matter. Where available information indicates that it is probable a liability had been incurred at the date of the financial statements and the Firm can reasonably estimate the amount of that loss or the range of loss, the Firm accrues an estimated loss by a charge to income, including with respect to certain of the individual proceedings or investigations described below.

The Firm's legal expenses can, and may in the future, fluctuate from period to period, given the current environment regarding government or regulatory agency investigations and

## Notes to Consolidated Financial Statements (Unaudited)

private litigation affecting global financial services firms, including the Firm.

In many legal proceedings and investigations, it is inherently difficult to determine whether any loss is probable or reasonably possible, or to estimate the amount of any loss. In addition, even where the Firm has determined that a loss is probable or reasonably possible or an exposure to loss or range of loss exists in excess of the liability already accrued with respect to a previously recognized loss contingency, the Firm may be unable to reasonably estimate the amount of the loss or range of loss. It is particularly difficult to determine if a loss is probable or reasonably possible, or to estimate the amount of loss, where the factual record is being developed or contested or where plaintiffs or government entities seek substantial or indeterminate damages, restitution, forfeiture, disgorgement or penalties. Numerous issues may need to be resolved in an investigation or proceeding before a determination can be made that a loss or additional loss (or range of loss or range of additional loss) is probable or reasonably possible, or to estimate the amount of loss, including through potentially lengthy discovery or determination of important factual matters, determination of issues related to class certification, the calculation of damages or other relief, and consideration of novel or unsettled legal questions relevant to the proceedings or investigations in question.

The Firm has identified below any individual proceedings or investigations where the Firm believes a material loss to be reasonably possible. In certain legal proceedings in which the Firm has determined that a material loss is reasonably possible, the Firm is unable to reasonably estimate the loss or range of loss. There are other matters in which the Firm has determined a loss or range of loss to be reasonably possible, but the Firm does not believe, based on current knowledge and after consultation with counsel, that such losses could have a material adverse effect on the Firm's financial statements as a whole, although the outcome of such proceedings or investigations may significantly impact the Firm's business or results of operations for any particular reporting period, or cause significant reputational harm.

While the Firm has identified below certain proceedings or investigations that the Firm believes to be material, individually or collectively, there can be no assurance that material losses will not be incurred from claims that have not yet been asserted or those where potential losses have not yet been determined to be probable or reasonably possible.

### Antitrust Related Matters

The Firm and other financial institutions are responding to a number of governmental investigations and civil litigation matters related to allegations of anticompetitive conduct in various aspects of the financial services industry, including the matters described below.

Beginning in February of 2016, the Firm was named as a defendant in multiple purported antitrust class actions now consolidated into a single proceeding in the United States District Court for the Southern District of New York ("SDNY") styled *In Re: Interest Rate Swaps Antitrust Litigation*. Plaintiffs allege, inter alia, that the Firm, together with a number of other financial institution defendants, violated U.S. and New York state antitrust laws from 2008 through December of 2016 in connection with alleged efforts to prevent the development of electronic exchange-based platforms for interest rate swaps trading. Complaints were filed both on behalf of a purported class of investors who purchased interest rate swaps from defendants, as well as on behalf of three operators of swap execution facilities that allegedly were thwarted by the defendants in their efforts to develop such platforms. The consolidated complaints seek, inter alia, certification of the investor class of plaintiffs and treble damages. On July 28, 2017, the court granted in part and denied in part the defendants' motion to dismiss the complaints. On December 15, 2023, the court denied the class plaintiffs' motion for class certification. On December 29, 2023, the class plaintiffs petitioned the United States Court of Appeals for the Second Circuit for leave to appeal that decision. On February 28, 2024, the parties reached an agreement in principle to settle the class claims. On July 17, 2025, the court granted final approval of the settlement. The claims brought by the three operators of swap execution facilities remain pending, and on March 12, 2026, defendants filed a motion for summary judgment.

The Firm is a defendant in three antitrust class action complaints which have been consolidated into one proceeding in the United States District Court for the SDNY under the caption *City of Philadelphia, et al. v. Bank of America Corporation, et al.* Plaintiffs allege, inter alia, that the Firm, together with a number of other financial institution defendants, violated U.S. antitrust laws and relevant state laws in connection with alleged efforts to artificially inflate interest rates for Variable Rate Demand Obligations ("VRDO"). The consolidated complaint seeks, inter alia, certification of the class of plaintiffs and treble damages. The complaint was filed on behalf of a class of municipal issuers of VRDO for which defendants served as remarketing agent. On November 2, 2020, the court granted in part and denied in part the defendants' motion to dismiss the consolidated complaint, dismissing state law claims, but denying dismissal of the U.S. antitrust claims. On September 21, 2023, the court granted plaintiffs' motion for class certification. On February 5, 2024, the United States Court of Appeals for the Second Circuit granted leave to appeal that decision and, on August 1, 2025, affirmed the court's decision. On December 1, 2025, defendants filed a petition for writ of certiorari with the United States Supreme Court regarding the Second Circuit's August 2025 decision, which the Supreme Court denied on April 20, 2026.

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**U.K. Government Bond Matter**

On February 21, 2025, the U.K. Competition and Markets Authority announced a settlement with the Firm, as well as other financial institutions, in connection with its investigation of suspected anti-competitive arrangements in the financial services sector, specifically regarding the Firm’s activities concerning certain liquid fixed income products between 2009 and 2012. Separately, on June 16, 2023, the Firm was named as a defendant in a purported antitrust class action in the United States District Court for the SDNY styled *Oklahoma Firefighters Pension and Retirement System v. Deutsche Bank Aktiengesellschaft, et al.*, alleging, inter alia, that the Firm, together with a number of other financial institution defendants, violated U.S. antitrust laws in connection with their alleged effort to fix prices of gilts traded in the United States between 2009 and 2013. The complaint seeks, inter alia, certification of the class of plaintiffs and treble damages. On September 16, 2024, the court granted defendants’ joint motion to dismiss, and the complaint was dismissed without prejudice. In October of 2024, the Firm and certain other defendants reached an agreement in principle to settle the U.S. litigation. On March 17, 2025, the court granted preliminary approval of the settlement.

**Other**

On May 17, 2013, the plaintiff in *IKB International S.A. in Liquidation, et al. v. Morgan Stanley, et al.* filed a complaint against the Firm and certain affiliates in the Supreme Court of the State of New York, New York County. The complaint alleges that defendants made material misrepresentations and omissions in the sale to the plaintiff of certain mortgage pass-through certificates backed by securitization trusts containing residential mortgage loans. The total amount of certificates allegedly sponsored, underwritten and/or sold by the Firm to the plaintiff was approximately \$133 million. The complaint alleges causes of action against the Firm for common law fraud, fraudulent concealment, aiding and abetting fraud, and negligent misrepresentation, and seeks, inter alia, compensatory and punitive damages. On October 29, 2014, the court granted in part and denied in part the Firm’s motion to dismiss. All claims regarding four certificates were dismissed. After these dismissals, the remaining amount of certificates allegedly issued by the Firm or sold to the plaintiff by the Firm was approximately \$116 million. On August 11, 2016, the Appellate Division affirmed the trial court’s order denying in part the Firm’s motion to dismiss the complaint. On July 15, 2022, the Firm filed a motion for summary judgment on all remaining claims. On March 1, 2023, the court granted in part and denied in part the Firm’s motion for summary judgment, narrowing the alleged misrepresentations at issue in the case. On March 26, 2024, the Appellate Division affirmed the trial court’s summary judgment order. On August 27, 2024, the plaintiff notified the court that in light of the court’s rulings to exclude certain evidence at trial, the plaintiff could not prove its claims at trial, and requested that the court dismiss the case, subject to its right to appeal

the evidentiary rulings. On August 28, 2024, the court dismissed the case, and judgment was entered in the Firm’s favor. The plaintiff has appealed.

Beginning in February of 2024, Morgan Stanley Smith Barney LLC (“MSSB”) and E\*TRADE Securities LLC (“E\*TRADE Securities”), among others, have been named as defendants in multiple putative class actions pending in the federal district courts for the District of New Jersey and SDNY. The class action claims have been brought on behalf of brokerage, advisory and retirement account holders, alleging various contractual, fiduciary, and statutory claims (including under the Racketeer Influenced and Corrupt Organizations Act, 18 U.S.C. §1962(c)-(d)) that MSSB and/or E\*TRADE Securities failed to pay a reasonable rate of interest on its cash sweep products. All matters pending in the SDNY (which focus solely on MSSB’s cash sweep program) were consolidated into one action styled *Estate of Sherlip, et al. v. Morgan Stanley, et al.* An amended class action complaint was filed on August 15, 2025. On September 12, 2025, MSSB moved to dismiss the complaint. The matters pending in the District of New Jersey (which includes claims against both MSSB and E\*TRADE Securities) have been consolidated into one action styled *In re E\*TRADE Cash Sweep Litigation*, No. 2:24-cv-00603. The Firm awaits the appointment of lead counsel and, thereafter, the filing of a consolidated complaint in that matter. Together, the complaints seek, inter alia, certification of classes of plaintiffs, unspecified compensatory damages, equitable and injunctive relief, and treble damages. The Firm is also responding to requests from state securities regulators regarding brokerage account cash balances swept to the affiliate bank deposit program.

**14. Variable Interest Entities and Securitization Activities**

**Consolidated VIE Assets and Liabilities by Type of Activity**

\$ in millions	At March 31, 2026		At December 31, 2025	
	VIE Assets	VIE Liabilities	VIE Assets	VIE Liabilities
MABS <sup>1</sup>	\$ 1,115	\$ 517	\$ 468	\$ 2
Investment vehicles <sup>2</sup>	654	384	263	5
MTOB	1,631	1,529	1,781	1,651
Other	120	5	47	3
<b>Total</b>	<b>\$ 3,520</b>	<b>\$ 2,435</b>	<b>\$ 2,559</b>	<b>\$ 1,661</b>

MTOB—Municipal tender option bonds  
 1. Amounts include transactions backed by residential mortgage loans, commercial mortgage loans and other types of assets, including consumer or commercial assets and may be in loan or security form. The value of assets is determined based on the fair value of the liabilities and the interests owned by the Firm in such VIEs as the fair values for the liabilities and interests owned are more observable.  
 2. Amounts include investment funds and CLOs.

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(Unaudited)**

**Consolidated VIE Assets and Liabilities by Balance Sheet Caption**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
<b>Assets</b>		
Cash and cash equivalents	\$ 37	\$ 19
Trading assets at fair value	2,368	1,216
Investment securities	1,110	1,318
Customer and other receivables	4	5
Other assets	1	1
<b>Total</b>	<b>\$ 3,520</b>	<b>\$ 2,559</b>
<b>Liabilities</b>		
Trading liabilities at fair value	\$ 2	\$ —
Other secured financings	\$ 2,419	\$ 1,653
Other liabilities and accrued expenses	11	5
Borrowings	3	3
<b>Total</b>	<b>\$ 2,435</b>	<b>\$ 1,661</b>
Noncontrolling interests	\$ 71	\$ 145

Consolidated VIE assets and liabilities are presented in the previous tables after intercompany eliminations. Generally, most assets owned by consolidated VIEs cannot be removed unilaterally by the Firm and are not available to the Firm while the related liabilities issued by consolidated VIEs are non-recourse to the Firm. However, in certain consolidated VIEs, the Firm either has the unilateral right to remove assets or provides additional recourse through derivatives such as total return swaps, guarantees or other forms of involvement.

In general, the Firm's exposure to loss in consolidated VIEs is limited to losses that would be absorbed on the VIE net assets recognized in its financial statements, net of amounts absorbed by third-party variable interest holders.

**Non-consolidated VIEs**

<i>\$ in millions</i>	At March 31, 2026				
	MABS <sup>1</sup>	CDO	MTOB	OSF	Other <sup>2</sup>
VIE assets (UPB)	\$227,153	\$2,897	\$5,014	\$5,074	\$90,508
<b>Maximum exposure to loss<sup>3</sup></b>					
Debt and equity interests	\$ 30,156	\$ 293	\$ —	\$2,595	\$12,253
Derivative and other contracts	—	—	3,549	—	5,152
Commitments, guarantees and other	10,726	—	—	—	182
<b>Total</b>	<b>\$ 40,882</b>	<b>\$ 293</b>	<b>\$3,549</b>	<b>\$2,595</b>	<b>\$17,587</b>
<b>Carrying value of variable interests—Assets</b>					
Debt and equity interests	\$ 30,156	\$ 293	\$ —	\$2,048	\$12,253
Derivative and other contracts	—	—	5	—	2,166
<b>Total</b>	<b>\$ 30,156</b>	<b>\$ 293</b>	<b>\$ 5</b>	<b>\$2,048</b>	<b>\$14,419</b>
Additional VIE assets owned <sup>4</sup>	\$16,934				
<b>Carrying value of variable interests—Liabilities</b>					
Derivative and other contracts	\$ —	\$ —	\$ 2	\$ —	\$ 889

<i>\$ in millions</i>	At December 31, 2025				
	MABS <sup>1</sup>	CDO	MTOB	OSF	Other <sup>2</sup>
VIE assets (UPB)	\$218,543	\$3,432	\$4,620	\$4,535	\$87,118
<b>Maximum exposure to loss<sup>3</sup></b>					
Debt and equity interests	\$ 32,074	\$ 158	\$ —	\$2,611	\$11,904
Derivative and other contracts	—	—	3,258	—	4,473
Commitments, guarantees and other	10,414	—	—	—	190
<b>Total</b>	<b>\$ 42,488</b>	<b>\$ 158</b>	<b>\$3,258</b>	<b>\$2,611</b>	<b>\$16,567</b>
<b>Carrying value of variable interests—Assets</b>					
Debt and equity interests	\$ 32,074	\$ 158	\$ —	\$1,967	\$11,904
Derivative and other contracts	—	—	5	—	2,010
<b>Total</b>	<b>\$ 32,074</b>	<b>\$ 158</b>	<b>\$ 5</b>	<b>\$1,967</b>	<b>\$13,914</b>
Additional VIE assets owned <sup>4</sup>	\$15,907				
<b>Carrying value of variable interests—Liabilities</b>					
Derivative and other contracts	\$ —	\$ —	\$ 2	\$ —	\$ 780

OSF—Other structured financings

1. Amounts include transactions backed by residential mortgage loans, commercial mortgage loans and other types of assets, including consumer or commercial assets, and may be in loan or security form.
2. Other primarily includes exposures to commercial real estate property and investment funds.
3. Where notional amounts are utilized in quantifying the maximum exposure related to derivatives, such amounts do not reflect changes in fair value recorded by the Firm.
4. Additional VIE assets owned represents the carrying value of total exposure to non-consolidated VIEs for which the maximum exposure to loss is less than specific thresholds, primarily interests issued by securitization SPEs. The Firm's maximum exposure to loss generally equals the fair value of the assets owned. These assets are primarily included in Trading assets and Investment securities and are measured at fair value (see Note 4). The Firm does not provide additional support in these transactions through contractual facilities, guarantees or similar derivatives.

The previous tables include VIEs sponsored by unrelated parties, as well as VIEs sponsored by the Firm; examples of the Firm's involvement with these VIEs include its secondary market-making activities and the securities held in its Investment securities portfolio (see Note 7).

The Firm's maximum exposure to loss is dependent on the nature of the Firm's variable interest in the VIE and is limited to the notional amounts of certain liquidity facilities and other credit support, total return swaps and written put options, as well as the fair value of certain other derivatives and investments the Firm has made in the VIE.

The Firm's maximum exposure to loss in the previous tables does not include the offsetting benefit of hedges or any reductions associated with the amount of collateral held as part of a transaction with the VIE or any party to the VIE directly against a specific exposure to loss.

Liabilities issued by VIEs generally are non-recourse to the Firm.

**Notes to Consolidated Financial Statements  
(Unaudited)**

**Detail of Mortgage- and Asset-Backed Securitization Assets**

\$ in millions	At March 31, 2026		At December 31, 2025	
	UPB	Debt and Equity Interests	UPB	Debt and Equity Interests
Residential mortgages	\$ 21,998	\$ 2,809	\$ 20,130	\$ 3,183
Commercial mortgages	89,820	8,966	96,473	11,251
U.S. agency collateralized mortgage obligations	63,643	6,839	58,876	7,136
Other consumer or commercial loans	51,692	11,542	43,064	10,504
<b>Total</b>	<b>\$ 227,153</b>	<b>\$ 30,156</b>	<b>\$ 218,543</b>	<b>\$ 32,074</b>

**Transferred Assets with Continuing Involvement**

\$ in millions	At March 31, 2026			
	RML	CML	U.S. Agency CMO	CLN and Other <sup>1</sup>
SPE assets (UPB) <sup>2,3</sup>	\$16,467	\$ 88,320	\$ 14,017	\$ 13,787
<b>Retained interests</b>				
Investment grade	\$ 286	\$ 504	\$ 858	\$ —
Non-investment grade	540	1,105	—	107
<b>Total</b>	<b>\$ 826</b>	<b>\$ 1,609</b>	<b>\$ 858</b>	<b>\$ 107</b>
<b>Interests purchased in the secondary market<sup>3</sup></b>				
Investment grade	\$ 97	\$ 50	\$ 20	\$ —
Non-investment grade	13	33	—	10
<b>Total</b>	<b>\$ 110</b>	<b>\$ 83</b>	<b>\$ 20</b>	<b>\$ 10</b>
Derivative assets	\$ —	\$ —	\$ —	\$ 1,712
Derivative liabilities	—	—	—	722

\$ in millions	At December 31, 2025			
	RML	CML	U.S. Agency CMO	CLN and Other <sup>1</sup>
SPE assets (UPB) <sup>2,3</sup>	\$15,089	\$ 84,729	\$ 18,230	\$ 13,312
<b>Retained interests</b>				
Investment grade	\$ 288	\$ 456	\$ 1,127	\$ —
Non-investment grade	460	1,131	—	123
<b>Total</b>	<b>\$ 748</b>	<b>\$ 1,587</b>	<b>\$ 1,127</b>	<b>\$ 123</b>
<b>Interests purchased in the secondary market<sup>3</sup></b>				
Investment grade	\$ 62	\$ 62	\$ 52	\$ —
Non-investment grade	14	30	—	—
<b>Total</b>	<b>\$ 76</b>	<b>\$ 92</b>	<b>\$ 52</b>	<b>\$ —</b>
Derivative assets	\$ —	\$ —	\$ —	\$ 1,522
Derivative liabilities	—	—	—	733

\$ in millions	Fair Value At March 31, 2026		
	Level 2	Level 3	Total
<b>Retained interests</b>			
Investment grade	\$ 1,072	\$ —	\$ 1,072
Non-investment grade	95	72	167
<b>Total</b>	<b>\$ 1,167</b>	<b>\$ 72</b>	<b>\$ 1,239</b>
<b>Interests purchased in the secondary market<sup>3</sup></b>			
Investment grade	\$ 146	\$ 21	\$ 167
Non-investment grade	26	30	56
<b>Total</b>	<b>\$ 172</b>	<b>\$ 51</b>	<b>\$ 223</b>
Derivative assets	\$ 1,712	\$ —	\$ 1,712
Derivative liabilities	722	—	722

\$ in millions	Fair Value At December 31, 2025		
	Level 2	Level 3	Total
<b>Retained interests</b>			
Investment grade	\$ 1,346	\$ —	\$ 1,346
Non-investment grade	122	58	180
<b>Total</b>	<b>\$ 1,468</b>	<b>\$ 58</b>	<b>\$ 1,526</b>
<b>Interests purchased in the secondary market<sup>3</sup></b>			
Investment grade	\$ 176	\$ —	\$ 176
Non-investment grade	22	22	44
<b>Total</b>	<b>\$ 198</b>	<b>\$ 22</b>	<b>\$ 220</b>
Derivative assets	\$ 1,522	\$ —	\$ 1,522
Derivative liabilities	733	—	733

RML—Residential mortgage loans

CML—Commercial mortgage loans

1. Amounts include CLO transactions managed by unrelated third parties.

2. Amounts include assets transferred by unrelated transferors.

3. Amounts include transactions where the Firm also holds retained interests as part of the transfer.

The previous tables include transactions with SPEs in which the Firm, acting as principal, transferred financial assets with continuing involvement and received sales treatment. The transferred assets are carried at fair value prior to securitization, and any changes in fair value are recognized in the income statement. The Firm may act as underwriter of the beneficial interests issued by these securitization vehicles, for which Investment banking revenues are recognized. The Firm may retain interests in the securitized financial assets as one or more tranches of the securitization. Certain retained interests are carried at fair value in the balance sheet with changes in fair value recognized in the income statement. Fair value for these interests is measured using techniques that are consistent with the valuation techniques applied to the Firm's major categories of assets and liabilities as described in Note 2 in the 2025 Form 10-K and Note 4 herein. Further, as permitted by applicable guidance, certain transfers of assets where the Firm's only continuing involvement is a derivative are only reported in the following Assets Sold with Retained Exposure table.

**Proceeds from New Securitization Transactions and Sales of Loans**

\$ in millions	Three Months Ended March 31,	
	2026	2025
New transactions <sup>1</sup>	\$ 11,965	\$ 14,310
Retained interests	3,478	2,780

1. Net gains on new transactions and sales of corporate loans to CLO entities at the time of the sale were not material for all periods presented.

The Firm has provided, or otherwise agreed to be responsible for, representations and warranties regarding certain assets transferred in securitization transactions sponsored by the Firm (see Note 13).

**Notes to Consolidated Financial Statements  
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**Assets Sold with Retained Exposure**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Gross cash proceeds from sale of assets <sup>1</sup>	\$ 99,348	\$ 112,395
<b>Fair value</b>		
Assets sold	\$ 96,748	\$ 113,159
Derivative assets recognized in the balance sheet	777	1,201
Derivative liabilities recognized in the balance sheet	3,376	438

1. The carrying value of assets derecognized at the time of sale approximates gross cash proceeds.

The Firm enters into transactions in which it sells securities, primarily equities, and contemporaneously enters into bilateral OTC derivatives with the purchasers of the securities, through which it retains exposure to the sold securities.

For a discussion of the Firm’s VIEs, the determination and structure of VIEs and securitization activities, see Note 15 to the financial statements in the 2025 Form 10-K.

**15. Regulatory Requirements**

**Regulatory Capital Framework and Requirements**

For a discussion of the Firm’s regulatory capital framework, see Note 16 to the financial statements in the 2025 Form 10-K.

The Firm is required to maintain minimum risk-based and leverage-based capital ratios under regulatory capital requirements. A summary of the calculations of regulatory capital and RWA follows.

*Risk-Based Regulatory Capital.* Risk-based capital ratio requirements apply to Common Equity Tier 1 (“CET1”) capital, Tier 1 capital and Total capital (which includes Tier 2 capital), each as a percentage of RWA, and consist of regulatory minimum required ratios plus the Firm’s capital conservation buffer requirement. Capital requirements require certain adjustments to, and deductions from, capital for purposes of determining these ratios. At March 31, 2026 and December 31, 2025, the differences between the actual and required ratios were lower under the Standardized Approach.

**Capital Buffer Requirements**

	At March 31, 2026 and December 31, 2025	
	Standardized	Advanced
<b>Capital buffers</b>		
Fixed 2.5% buffer	—%	2.5%
SCB	4.3%	N/A
G-SIB capital surcharge	3.0%	3.0%
CCyB <sup>1</sup>	—%	—%
Capital conservation buffer requirement	7.3%	5.5%

1. The CCyB can be set up to 2.5%, but is currently set by the Federal Reserve at zero.

The capital conservation buffer requirement represents the amount of CET1 capital the Firm must maintain above the minimum risk-based capital requirements in order to avoid restrictions on the Firm’s ability to make capital distributions, including the payment of dividends and the repurchase of stock, and to pay discretionary bonuses to executive officers. The Firm’s capital conservation buffer requirement computed under the standardized approaches for calculating credit risk and market risk RWA (“Standardized Approach”) is equal to the sum of the SCB, G-SIB capital surcharge and CCyB. The capital conservation buffer requirement computed under the applicable advanced approaches for calculating credit risk, market risk and operational risk RWA (“Advanced Approach”) is equal to the sum of a fixed 2.5% buffer, G-SIB capital surcharge and CCyB.

**Risk-Based Regulatory Capital Ratio Requirements**

	Regulatory Minimum	At March 31, 2026 and December 31, 2025	
		Standardized	Advanced
<b>Required ratios<sup>1</sup></b>			
CET1 capital ratio	4.5%	11.8%	10.0%
Tier 1 capital ratio	6.0%	13.3%	11.5%
Total capital ratio	8.0%	15.3%	13.5%

1. Required ratios represent the regulatory minimum plus the capital conservation buffer requirement.

**The Firm’s Regulatory Capital and Capital Ratios**

**Risk-based capital**

<i>\$ in millions</i>	Standardized	
	At March 31, 2026	At December 31, 2025
<b>Risk-based capital</b>		
CET1 capital	\$ 84,546	\$ 83,153
Tier 1 capital	94,235	92,728
Total capital	106,481	103,449
Total RWA	559,080	552,515
<b>Risk-based capital ratio</b>		
CET1 capital	15.1%	15.0%
Tier 1 capital	16.9%	16.8%
Total capital	19.0%	18.7%
<b>Required ratio<sup>1</sup></b>		
CET1 capital	11.8%	11.8%
Tier 1 capital	13.3%	13.3%
Total capital	15.3%	15.3%

1. Required ratios are inclusive of any buffers applicable as of the date presented.

## Notes to Consolidated Financial Statements (Unaudited)

### Leveraged-based capital

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
<b>Leveraged-based capital</b>		
Adjusted average assets <sup>1</sup>	\$ 1,535,246	\$ 1,383,314
Supplementary leverage exposure <sup>2</sup>	1,876,478	1,717,775
<b>Leveraged-based capital ratio</b>		
Tier 1 leverage	6.1%	6.7%
SLR	5.0%	5.4%
<b>Required ratio<sup>3</sup></b>		
Tier 1 leverage	4.0%	4.0%
SLR <sup>4</sup>	3.5%	5.0%

- Adjusted average assets represents the denominator of the Tier 1 leverage ratio and is composed of the average daily balance of consolidated on-balance sheet assets for the quarters ending on the respective balance sheet dates, reduced by disallowed goodwill, intangible assets, investments in covered funds, defined benefit pension plan assets, non-cash after-tax gain on sale from assets sold into securitizations, investments in our own capital instruments, certain deferred tax assets and other capital deductions.
- Supplementary leverage exposure is the sum of Adjusted average assets used in the Tier 1 leverage ratio and other adjustments, primarily: (i) for derivatives, potential future exposure and the effective notional principal amount of sold credit protection offset by qualifying purchased credit protection; (ii) the counterparty credit risk for repo-style transactions; and (iii) the credit equivalent amount for off-balance sheet exposures.
- Required ratios are inclusive of any buffers applicable as of the date presented.
- As of January 1, 2026, the Firm and its U.S. Bank Subsidiaries elected to early adopt the final rulemaking on changes to the enhanced supplementary leverage ratio ("eSLR") by the U.S. banking agencies, which removed the eSLR threshold for a covered depository institution to be considered well-capitalized and instead implemented the eSLR as a buffer standard. Under the final rule, the eSLR buffer applicable to U.S. G-SIBs equals 50% of each BHC's Method 1 G-SIB capital surcharge, which equates to 0.5% for the Firm, applied above the 3.0% minimum SLR requirement.

### U.S. Bank Subsidiaries' Regulatory Capital and Capital Ratios

The OCC establishes capital requirements for the U.S. Bank Subsidiaries, and evaluates their compliance with such capital requirements. Regulatory capital requirements for the U.S. Bank Subsidiaries are calculated in a similar manner to the Firm's regulatory capital requirements, although G-SIB capital surcharge and SCB requirements do not apply to the U.S. Bank Subsidiaries.

The OCC's regulatory capital framework includes Prompt Corrective Action ("PCA") standards, including "well-capitalized" PCA standards that are based on specified regulatory capital ratio minimums. For the Firm to remain an FHC, its U.S. Bank Subsidiaries must remain well-capitalized in accordance with the OCC's PCA standards. In addition, failure by the U.S. Bank Subsidiaries to meet minimum capital requirements may result in certain mandatory and discretionary actions by regulators that, if undertaken, could have a direct material effect on the U.S. Bank Subsidiaries' and the Firm's financial statements.

At March 31, 2026 and December 31, 2025, MSBNA and MSPBNA risk-based capital ratios are based on the Standardized Approach rules.

### MSBNA's Regulatory Capital<sup>1</sup>

<i>\$ in millions</i>	Well-Capitalized Requirement	Required Ratio <sup>2</sup>	At March 31, 2026		At December 31, 2025	
			Amount	Ratio	Amount	Ratio
<b>Risk-based capital</b>						
CET1 capital	6.5 %	7.0 %	\$ 42,136	19.5 %	\$ 25,545	20.3 %
Tier 1 capital	8.0 %	8.5 %	42,136	19.5 %	25,545	20.3 %
Total capital	10.0 %	10.5 %	43,207	20.0 %	26,423	21.0 %
<b>Leverage-based capital</b>						
Tier 1 leverage	5.0 %	4.0 %	\$ 42,136	11.0 %	\$ 25,545	10.1 %
SLR <sup>3,4</sup>	N/A	3.5 %	42,136	7.4 %	25,545	7.6 %

### MSPBNA's Regulatory Capital

<i>\$ in millions</i>	Well-Capitalized Requirement	Required Ratio <sup>2</sup>	At March 31, 2026		At December 31, 2025	
			Amount	Ratio	Amount	Ratio
<b>Risk-based capital</b>						
CET1 capital	6.5 %	7.0 %	\$ 18,052	27.1 %	\$ 17,298	26.1 %
Tier 1 capital	8.0 %	8.5 %	18,052	27.1 %	17,298	26.1 %
Total capital	10.0 %	10.5 %	18,416	27.7 %	17,665	26.6 %
<b>Leverage-based capital</b>						
Tier 1 leverage	5.0 %	4.0 %	\$ 18,052	7.0 %	\$ 17,298	7.0 %
SLR <sup>3,4</sup>	N/A	3.5 %	18,052	6.9 %	17,298	6.8 %

- MSBNA's regulatory capital and capital ratios are presented as historically reported and have not been retrospectively adjusted to reflect the merger of the MSCS fixed income business into MSBNA and MSBNA's acquisition of MSESE in the first quarter of 2026, as the Firm assesses these measures based on the legal-entity structures in effect during the applicable period.
- Required ratios are inclusive of any buffers applicable as of the date presented. Failure to maintain the buffers would result in restrictions on the ability to make capital distributions, including the payment of dividends.
- Beginning January 1, 2026, MSBNA and MSPBNA were subject to a 3.5% SLR standard (inclusive of a 0.5% eSLR buffer based on Method 1 G-SIB capital surcharge of 1.0%). The eSLR buffer applicable to U.S. G-SIBs' insured depository institution subsidiaries has the same form and calibration as the BHC-level standard but is capped at 1.0%, applied above the 3.0% minimum SLR requirement.
- As of December 31, 2025, the SLR well-capitalized requirement and required ratio was 6.0% and 3.0%, respectively, for both MSBNA and MSPBNA.

Additionally, MSBNA is conditionally registered with the SEC as a security-based swap dealer and is registered with the CFTC as a swap dealer. However, as MSBNA is prudentially regulated as a bank, its capital requirements continue to be determined by the OCC.

### Other Regulatory Capital Requirements

#### MS&Co. Regulatory Capital

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Net capital	\$ 19,088	\$ 19,272
Excess net capital	13,283	13,905

MS&Co. is registered as a broker-dealer and a futures commission merchant with the SEC and the CFTC, respectively, and is registered as a swap dealer with the CFTC.

As an Alternative Net Capital broker-dealer, and in accordance with Securities Exchange Act of 1934 ("Exchange Act") Rule 15c3-1, Appendix E, MS&Co. is subject to minimum net capital and tentative net capital requirements and operates with capital in excess of its regulatory capital requirements. As a futures commission merchant and registered swap dealer, MS&Co. is subject to CFTC capital

**Notes to Consolidated Financial Statements  
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requirements. In addition, MS&Co. must notify the SEC if its tentative net capital falls below certain levels. At March 31, 2026 and December 31, 2025, MS&Co. exceeded its net capital requirement and had tentative net capital in excess of the minimum and notification requirements.

**Other Regulated Subsidiaries**

Certain other subsidiaries are also subject to various regulatory capital requirements. Such subsidiaries include the following, each of which operated with capital in excess of their respective regulatory capital requirements as of March 31, 2026 and December 31, 2025, as applicable:

- MSSB,
- MSIP,
- MSESE,
- MSMS,
- MSCS, and
- MSCG.

See Note 16 to the financial statements in the 2025 Form 10-K for further information.

**16. Total Equity**

**Preferred Stock**

\$ in millions, except per share data	Shares Outstanding		Carrying Value	
	At March 31, 2026	Liquidation Preference per Share	At March 31, 2026	At December 31, 2025
<b>Series</b>				
A	44,000	\$ 25,000	\$ 1,100	\$ 1,100
C <sup>1</sup>	519,882	1,000	408	408
E	34,500	25,000	862	862
F	34,000	25,000	850	850
I	40,000	25,000	1,000	1,000
K	40,000	25,000	1,000	1,000
L	20,000	25,000	500	500
M	400,000	1,000	430	430
N	3,000	100,000	300	300
O	52,000	25,000	1,300	1,300
P	40,000	25,000	1,000	1,000
Q	40,000	25,000	1,000	1,000
<b>Total</b>			<b>\$ 9,750</b>	<b>\$ 9,750</b>
Shares authorized				30,000,000

1. Series C preferred stock is held by MUFG.

For a description of Series A through Series Q preferred stock, see Note 17 to the financial statements in the 2025 Form 10-K. The Firm's preferred stock has a preference over its common stock upon liquidation. The Firm's preferred stock qualifies as and is included in Tier 1 capital in accordance with regulatory capital requirements (see Note 15).

**Share Repurchases**

\$ in millions	Three Months Ended March 31,	
	2026	2025
Repurchases of common stock under the Firm's Share Repurchase Authorization	\$ 1,750	\$ 1,000

On July 1, 2025, the Firm announced that its Board of Directors reauthorized a multi-year repurchase program of up to \$20 billion of outstanding common stock (the "Share Repurchase Authorization"), without a set expiration date, beginning in the third quarter of 2025, which will be exercised from time to time as conditions warrant and is subject to limitations on distributions from the Federal Reserve. For more information on share repurchases, see Note 17 to the financial statements in the 2025 Form 10-K.

**Common Shares Outstanding for Basic and Diluted EPS**

in millions	Three Months Ended March 31,	
	2026	2025
Weighted average common shares outstanding, basic	1,561	1,584
Effect of dilutive RSUs and PSUs	15	16
Weighted average common shares outstanding and common stock equivalents, diluted	1,576	1,600
Weighted average antidilutive common stock equivalents (excluded from the computation of diluted EPS)	9	4

**Dividends**

\$ in millions, except per share data	Three Months Ended March 31,			
	2026		2025	
Preferred stock series	Per Share <sup>1</sup>	Total	Per Share <sup>1</sup>	Total
A	\$ 290	\$ 13	\$ 329	\$ 14
C	25	13	25	13
E	445	15	445	15
F	430	15	430	15
I	398	16	398	16
K	366	15	366	15
L	305	6	305	6
M <sup>2</sup>	29	12	29	12
N	1,806	5	1,967	6
O	266	13	266	14
P	406	16	406	16
Q	414	17	414	16
<b>Total Preferred stock</b>	<b>\$ 156</b>	<b>\$ 158</b>	<b>\$ 158</b>	<b>\$ 158</b>
<b>Common stock</b>	<b>\$ 1.00</b>	<b>\$ 1,589</b>	<b>\$ 0.925</b>	<b>\$ 1,492</b>

1. Common and Preferred Stock dividends are payable quarterly unless otherwise noted.
2. Series M is payable semiannually until September 15, 2026 and thereafter will be payable quarterly.

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**Accumulated Other Comprehensive Income (Loss)  
Rollforward**

Three Months Ended March 31, 2026						
<i>\$ in millions</i>	CTA	AFS Securities	Pension and Other	DVA	Cash Flow Hedges	Total
Beginning Balance	\$(1,170)	\$(1,585)	\$(558)	\$(2,995)	\$23	\$(6,285)
OCI activity:						
Pre-Tax Gain (Loss)	45	(171)	—	1,619	(396)	1,097
Tax effect	(63)	41	—	(397)	94	(325)
After-tax Gain (Loss)	(18)	(130)	—	1,222	(302)	772
Non-Controlling Interests	(12)	—	—	15	—	3
<b>OCI Activity</b>	<b>(6)</b>	<b>(130)</b>	<b>—</b>	<b>1,207</b>	<b>(302)</b>	<b>769</b>
Reclassified to Earnings:						
Pre-tax Reclass.	—	(6)	5	9	5	13
Tax effect	—	1	(1)	(2)	(1)	(3)
<b>Reclass. After-tax</b>	<b>—</b>	<b>(5)</b>	<b>4</b>	<b>7</b>	<b>4</b>	<b>10</b>
<b>Net OCI Activity</b>	<b>(6)</b>	<b>(135)</b>	<b>4</b>	<b>1,214</b>	<b>(298)</b>	<b>779</b>
<b>Ending Balance</b>	<b>\$(1,176)</b>	<b>\$(1,720)</b>	<b>\$(554)</b>	<b>\$(1,781)</b>	<b>\$(275)</b>	<b>\$(5,506)</b>

Three Months Ended March 31, 2025						
<i>\$ in millions</i>	CTA	AFS Securities	Pension and Other	DVA	Cash Flow Hedges	Total
Beginning Balance	\$(1,477)	\$(2,573)	\$(583)	\$(2,146)	\$(35)	\$(6,814)
OCI activity:						
Pre-Tax Gain (Loss)	54	491	—	439	17	1,001
Tax effect	134	(117)	—	(108)	(4)	(95)
After-tax Gain (Loss)	188	374	—	331	13	906
Non-Controlling Interests	43	—	—	7	—	50
<b>OCI Activity</b>	<b>145</b>	<b>374</b>	<b>—</b>	<b>324</b>	<b>13</b>	<b>856</b>
Reclassified to Earnings:						
Pre-tax Reclass.	—	(21)	5	9	5	(2)
Tax effect	—	5	(3)	(2)	(1)	(1)
<b>Reclass. After-tax</b>	<b>—</b>	<b>(16)</b>	<b>2</b>	<b>7</b>	<b>4</b>	<b>(3)</b>
<b>Net OCI Activity</b>	<b>145</b>	<b>358</b>	<b>2</b>	<b>331</b>	<b>17</b>	<b>853</b>
<b>Ending Balance</b>	<b>\$(1,332)</b>	<b>\$(2,215)</b>	<b>\$(581)</b>	<b>\$(1,815)</b>	<b>\$(18)</b>	<b>\$(5,961)</b>

**17. Interest Income and Interest Expense**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
<b>Interest income</b>		
Cash and cash equivalents	\$ 699	\$ 659
Investment securities	1,343	1,280
Loans	3,582	3,325
Securities purchased under agreements to resell <sup>1</sup>	3,494	3,416
Securities borrowed <sup>2</sup>	1,698	1,116
Trading assets, net of Trading liabilities	1,934	1,439
Customer receivables and Other	2,523	2,513
<b>Total interest income</b>	<b>\$ 15,273</b>	<b>\$ 13,748</b>
<b>Interest expense</b>		
Deposits	\$ 2,557	\$ 2,522
Borrowings	3,183	3,018
Securities sold under agreements to repurchase <sup>3</sup>	3,615	3,069
Securities loaned <sup>4</sup>	771	256
Customer payables and Other	2,444	2,530
<b>Total interest expense</b>	<b>\$ 12,570</b>	<b>\$ 11,395</b>
<b>Net interest</b>	<b>\$ 2,703</b>	<b>\$ 2,353</b>

1. Includes interest paid on Securities purchased under agreements to resell.
2. Includes fees paid on Securities borrowed.
3. Includes interest received on Securities sold under agreements to repurchase.
4. Includes fees received on Securities loaned.

Interest income and Interest expense are classified in the income statement based on the nature of the instrument and related market conventions. When included as a component of the instrument's fair value, interest is included within Trading revenues or Investments revenues. Otherwise, it is included within Interest income or Interest expense.

**Accrued Interest**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Customer and other receivables	\$ 4,666	\$ 4,051
Customer and other payables	4,619	4,663

**18. Income Taxes**

The Firm is routinely under examination by the IRS and other tax authorities in certain countries, such as the U.K., and in states and localities in which it has significant business operations, such as New York.

The Firm believes that the resolution of these tax examinations will not have a material effect on the annual financial statements, although a resolution could have a material impact in the income statement and on the effective tax rate for any period in which such resolutions occur.

## Notes to Consolidated Financial Statements (Unaudited)

Morgan Stanley

### 19. Segment, Geographic and Revenue Information

#### Selected Financial Information by Business Segment

\$ in millions	Three Months Ended March 31, 2026				
	IS	WM	IM	I/E	Total
Investment banking	\$2,116	\$ 224	\$ —	\$ (51)	\$ 2,289
Trading	6,598	120	(10)	22	6,730
Investments	47	33	66	—	146
Commissions and fees <sup>1</sup>	1,005	783	—	(98)	1,690
Asset management <sup>1,2</sup>	233	5,079	1,496	(78)	6,730
Other	182	110	3	(3)	292
Total non-interest revenues	10,181	6,349	1,555	(208)	17,877
Interest income	11,822	3,646	22	(217)	15,273
Interest expense	11,282	1,476	42	(230)	12,570
Net interest	540	2,170	(20)	13	2,703
<b>Net revenues</b>	<b>\$10,721</b>	<b>\$8,519</b>	<b>\$1,535</b>	<b>\$ (195)</b>	<b>\$20,580</b>
<b>Provision for credit losses</b>	<b>\$ 92</b>	<b>\$ 6</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 98</b>
Compensation and benefits <sup>3</sup>	3,264	4,648	630	—	8,542
Non-compensation expenses <sup>3</sup>	3,204	1,274	625	(174)	4,929
<b>Total non-interest expenses</b>	<b>\$6,468</b>	<b>\$5,922</b>	<b>\$1,255</b>	<b>\$ (174)</b>	<b>\$13,471</b>
Income before provision for income taxes	4,161	2,591	280	(21)	7,011
Provision for income taxes	796	544	38	(5)	1,373
Net income	3,365	2,047	242	(16)	5,638
Net income applicable to noncontrolling interests	71	—	—	—	71
<b>Net income applicable to Morgan Stanley</b>	<b>\$3,294</b>	<b>\$2,047</b>	<b>\$ 242</b>	<b>\$ (16)</b>	<b>\$ 5,567</b>
Pre-tax margin <sup>4</sup>	39 %	30 %	18 %	N/M	34 %

\$ in millions	Three Months Ended March 31, 2025				
	IS	WM	IM	I/E	Total
Investment banking	\$1,559	\$ 190	\$ —	\$ (38)	\$1,711
Trading	5,113	(12)	(7)	17	5,111
Investments	149	33	187	—	369
Commissions and fees <sup>1</sup>	869	695	—	(83)	1,481
Asset management <sup>1,2</sup>	191	4,396	1,451	(75)	5,963
Other	633	123	—	(5)	751
Total non-interest revenues	8,514	5,425	1,631	(184)	15,386
Interest income	10,073	3,959	23	(307)	13,748
Interest expense	9,604	2,057	52	(318)	11,395
Net interest	469	1,902	(29)	11	2,353
<b>Net revenues</b>	<b>\$8,983</b>	<b>\$7,327</b>	<b>\$1,602</b>	<b>\$ (173)</b>	<b>\$17,739</b>
<b>Provision for credit losses</b>	<b>\$ 91</b>	<b>\$ 44</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 135</b>
Compensation and benefits <sup>3</sup>	2,854	3,999	668	—	7,521
Non-compensation expenses <sup>3</sup>	2,757	1,333	611	(162)	4,539
<b>Total non-interest expenses</b>	<b>\$5,611</b>	<b>\$5,332</b>	<b>\$1,279</b>	<b>\$ (162)</b>	<b>\$12,060</b>
Income before provision for income taxes	3,281	1,951	323	(11)	5,544
Provision for income taxes	696	419	61	(3)	1,173
Net income	2,585	1,532	262	(8)	4,371
Net income applicable to noncontrolling interests	56	—	—	—	56
<b>Net income applicable to Morgan Stanley</b>	<b>\$2,529</b>	<b>\$1,532</b>	<b>\$ 262</b>	<b>\$ (8)</b>	<b>\$4,315</b>
Pre-tax margin <sup>4</sup>	37 %	27 %	20 %	N/M	31 %

- Substantially all revenues are from contracts with customers.
- Includes certain fees that may relate to services performed in prior periods.
- The significant expense categories and amounts align with the segment-level information that is regularly provided to the Firm's chief operating decision maker ("CODM").
- Pre-tax margin represents income before provision for income taxes as a percentage of net revenues.

For a discussion about the Firm's business segments, see Note 22 to the financial statements in the 2025 Form 10-K.

#### Detail of Investment Banking Revenues

\$ in millions	Three Months Ended March 31,	
	2026	2025
Institutional Securities Advisory	\$ 978	\$ 563
Institutional Securities Underwriting	1,138	996
Firm Investment banking revenues from contracts with customers	86 %	81 %

#### Trading Revenues by Product Type

\$ in millions	Three Months Ended March 31,	
	2026	2025
Interest rate	\$ 926	\$ 1,373
Foreign exchange	673	628
Equity <sup>1</sup>	3,967	3,027
Commodity and other	1,111	324
Credit	53	(241)
<b>Total</b>	<b>\$ 6,730</b>	<b>\$ 5,111</b>

- Dividend income is included within equity contracts.

The previous table summarizes realized and unrealized gains and losses primarily related to the Firm's Trading assets and liabilities, from derivative and non-derivative financial instruments, included in Trading revenues in the income

**Notes to Consolidated Financial Statements  
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statement. The Firm generally utilizes financial instruments across a variety of product types in connection with its market-making and related risk management strategies. The trading revenues presented in the table are not representative of the manner in which the Firm manages its business activities and are prepared in a manner similar to the presentation of trading revenues for regulatory reporting purposes.

**Investment Management Investments Revenues—Net Cumulative Unrealized Carried Interest**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Net cumulative unrealized performance-based fees at risk of reversing	\$ 942	\$ 926

The Firm's portion of net cumulative performance-based fees in the form of unrealized carried interest, for which the Firm is not obligated to pay compensation, is at risk of reversing when the returns in certain funds fall below specified performance targets. See Note 13 for information regarding general partner guarantees, which include potential obligations to return performance fee distributions previously received.

**Investment Management Asset Management Revenues—Reduction of Fees Due to Fee Waivers**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
Fee waivers	\$ 34	\$ 30

The Firm waives a portion of its fees in the Investment Management business segment from certain registered money market funds that comply with the requirements of Rule 2a-7 of the Investment Company Act of 1940.

**Certain Other Fee Waivers**

Separately, the Firm's employees, including its senior officers, may participate on the same terms and conditions as other investors in certain funds that the Firm sponsors primarily for client investment, and the Firm may waive or lower applicable fees and charges for its employees.

**Other Expenses—Transaction Taxes**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
Transaction taxes	\$ 517	\$ 266

Transaction taxes are composed of securities transaction taxes and stamp duties, which are levied on the sale or purchase of securities listed on recognized stock exchanges in certain markets. These taxes are imposed mainly on trades of equity securities in Asia and EMEA. Similar transaction taxes are levied on trades of listed derivative instruments in certain countries.

**Net Revenues by Region**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
Americas	\$ 14,591	\$ 13,103
EMEA	2,641	2,291
Asia	3,348	2,345
<b>Total</b>	<b>\$ 20,580</b>	<b>\$ 17,739</b>

For a discussion about the Firm's geographic net revenues, see Note 22 to the financial statements in the 2025 Form 10-K.

**Revenues Recognized from Prior Services**

<i>\$ in millions</i>	Three Months Ended March 31,	
	2026	2025
Non-interest revenues	\$ 924	\$ 595

The previous table includes revenues from contracts with customers recognized where some or all services were performed in prior periods. These revenues primarily include investment banking advisory fees.

**Receivables from Contracts with Customers**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Customer and other receivables	\$ 2,826	\$ 3,002

Receivables from contracts with customers, which are included within Customer and other receivables in the balance sheet, arise when the Firm has both recorded revenues and the right per the contract to bill the customer.

**Assets by Business Segment**

<i>\$ in millions</i>	At March 31, 2026	At December 31, 2025
Institutional Securities <sup>1</sup>	\$ 1,235,197	\$ 969,553
Wealth Management <sup>1</sup>	328,397	433,017
Investment Management	17,824	17,700
<b>Total<sup>2</sup></b>	<b>\$ 1,581,418</b>	<b>\$ 1,420,270</b>

- In connection with MSBNA's acquisition of MSESE and the merging of the Fixed Income business of MSCS into MSBNA, the Firm updated its segment balance sheet allocation methodology in the first quarter of 2026. As a result of this update, certain assets which were previously included in the Wealth Management balance sheet are included within the Institutional Securities balance sheet beginning in the current quarter. This change resulted in an increase to Institutional Securities assets and a decrease to Wealth Management assets of \$111 billion as of March 31, 2026 with no impact on total Firm assets.
- Parent assets have been fully allocated to the business segments.

## **PARTIES**

### **Issuer**

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