

JPMorganChase

PILLAR 3 REGULATORY CAPITAL DISCLOSURES

For the quarterly period ended December 31, 2025

Table of Contents

Disclosure map	1
Introduction	2
Basel III framework	2
Report overview	2
Firmwide risk management	3
Estimations and Model Risk Management	3
Regulatory capital	4
Basel III overview	4
Components of capital	5
Risk-weighted assets	6
Capital adequacy	8
Supplementary leverage ratio	9
Total Loss-Absorbing Capacity	10
Credit risk	11
Retail credit risk	14
Wholesale credit risk	17
Counterparty credit risk	19
Securitization	21
Equity risk not subject to the market risk capital rules	26
Market risk	28
Material portfolio of covered positions	28
Value-at-risk	28
Regulatory market risk capital models	29
Independent review	33
Stress testing	33
Interest rate risk for traditional banking activities	34
Operational Risk	35
Supplementary leverage ratio	36
Appendix	38
Valuation process	38
References	38

DISCLOSURE MAP

Pillar 3 Requirement	Description	Pillar 3 Report page reference	2025 Form 10-K page reference
Capital structure	Components of capital	5	165, 166, 281, 283, 285
	Terms and conditions of capital instruments	6	281, 283, 285
Capital adequacy	Risk-weighted assets by risk stripe	6, 7	96
	Capital requirements	7	92
	Capital adequacy assessment process	8	89, 90
	Regulatory capital metrics	9	94, 293
Credit risk: general disclosures	Policies and practices	11	109, 200, 228, 236, 295
	Credit risk exposures	12	109, 143
	<u>Retail</u>		
	Distribution of exposure	15	112, 241, 247, 296
	Allowance for Credit Losses	12	242, 243, 260
	<u>Wholesale</u>		
	Distribution of exposure	18	118, 228, 250, 295
	Allowance for Credit Losses	12	253, 260
Credit risk: IRB	Parameter estimation methods	14, 17	
	RWA	15, 18	
Counterparty credit	Parameter estimation methods	19	
	Policies and practices	11	200, 233, 301
	Counterparty credit risk exposure	20	112, 118, 202, 233
	Credit derivatives purchased and sold	12	126, 127, 128, 215
Credit risk mitigation	Policies and practices	12	202, 236, 301
	Exposure covered by guarantees and CDS	18, 20	
Securitization	Objectives, vehicles, accounting policies	21, 22	174, 202, 263
	Securitization RWA	23	
	Securitization exposure	24	
	Assets securitized	24	
	Current year securitization activity	25	
Equity risk not subject to the market risk capital rules	Policies and practices	26	132, 170, 174, 179, 222, 228
	Carrying value and fair value	27	
	Realized and unrealized gains/(losses)	27	
	Equity investments by risk weight	27	
Market risk	Material portfolio of covered positions	28	
	Value-at-risk	28	135
	Regulatory market risk capital models	29	
	Stress testing	29	139
Interest rate risk for traditional banking activities	Interest rate risk for traditional banking activities	34	139
Operational risk	Operational risk description	35	146
Supplementary leverage ratio (SLR)	Overview of SLR	9, 36	96
	Components of SLR	36	

INTRODUCTION

JPMorgan Chase & Co. (“JPMorganChase” or the “Firm”) a financial holding company incorporated under Delaware law in 1968, is a leading financial services firm based in the United States of America \$4.4 trillion in assets and \$362.4 billion in stockholders’ equity as of December 31, 2025. The Firm is a leader in investment banking, financial services for consumers and small businesses, commercial banking, financial transaction processing and asset management. Under the J.P. Morgan and Chase brands, the Firm serves millions of customers, predominantly in the U.S., and many of the world’s most prominent corporate, institutional and government clients globally.

JPMorganChase’s principal bank subsidiary is JPMorgan Chase Bank, National Association (“JPMorgan Chase Bank, N.A.”), a national banking association with U.S. branches in 48 states and Washington, D.C. JPMorganChase’s principal non-bank subsidiary is J.P. Morgan Securities LLC (“J.P. Morgan Securities”), a U.S. broker-dealer. The bank and non-bank subsidiaries of JPMorganChase operate nationally as well as through overseas branches and subsidiaries, representative offices and subsidiary foreign banks. The Firm’s principal operating subsidiaries outside the U.S. are J.P. Morgan Securities plc and J.P. Morgan SE (“JPMSE”), which are subsidiaries of JPMorgan Chase Bank, N.A. and are based in the United Kingdom (“U.K.”) and Germany, respectively. For additional information, refer to the Supervision and Regulation section of JPMorgan Chase’s Annual Report on Form 10-K for the year ended December 31, 2025 (“2025 Form 10-K”).

The Firm has three reportable business segments – Consumer & Community Banking (“CCB”), Commercial & Investment Bank (“CIB”) and Asset & Wealth Management (“AWM”) – with the remaining activities in Corporate.

On May 1, 2023, JPMorganChase acquired certain assets and assumed certain liabilities of First Republic Bank (the “First Republic acquisition”) from the Federal Deposit Insurance Corporation (“FDIC”). “First Republic-related,” “associated with First Republic” or similar expressions refer to the relevant effects of the First Republic acquisition, as well as subsequent related business and activities, as applicable. Refer to the 2025 Form 10-K, Note 34 - Business Combinations for additional information on the “First Republic acquisition”.

On January 7, 2026, JPMorganChase announced that Chase will become the new issuer of Apple Card. The Firm entered into a forward purchase commitment on December 30, 2025 to acquire the Apple credit card portfolio, with an expected closing in approximately 24 months (the “Apple Card transaction”).

Basel III framework

The Basel framework consists of a three “Pillar” approach:

- Pillar 1 establishes minimum capital requirements, defines eligible capital instruments, and prescribes rules for calculating risk-weighted assets (“RWA”).
- Pillar 2 requires banks to have an internal capital adequacy assessment process and requires that banking supervisors evaluate each bank’s overall risk profile as well as its risk management and internal control processes.
- Pillar 3 encourages market discipline through disclosure requirements which allow market participants to assess the risk and capital profiles of banks.

Pillar 3 report overview

This report provides information on the Firm’s capital structure, capital adequacy, risk exposures, and RWA under the Basel III Advanced approach, except where explicitly noted. This report describes the internal models used to translate risk exposures into required capital.

This report should be read in conjunction with the 2025 Form 10-K, which has been filed with the U.S. Securities and Exchange Commission (“SEC”).

FIRMWIDE RISK MANAGEMENT

Risk is an inherent part of JPMorganChase's business activities. When the Firm extends a consumer or wholesale loan, advises customers and clients on their investment decisions, makes markets in securities, or offers other products or services, the Firm takes on some degree of risk. The Firm's overall objective is to manage its business, and the associated risks, in a manner that balances serving the interests of its clients, customers and investors, and protecting the safety and soundness of the Firm.

The Firm believes that effective risk management requires, among other things:

- Acceptance of responsibility, including identification and escalation of risks by all individuals within the Firm;
- Ownership of risk identification, assessment, data and management within each of the lines of business ("LOBs") and Corporate; and
- A Firmwide risk governance and oversight structure.

The Firm follows a disciplined and balanced compensation framework with strong internal governance and independent oversight by the Board of Directors (the "Board"). The impact of risk and control issues is carefully considered in the Firm's performance evaluation and incentive compensation processes.

Risk governance framework

The Firm's risk governance framework involves understanding drivers of risks, types of risks and impacts of risks.



Drivers of risks are factors that cause a risk to exist. Drivers of risks include the economic environment, regulatory or government policy, competitor or market evolution, business decisions, process or judgment error, deliberate wrongdoing, dysfunctional markets and natural disasters.

Types of risks are categories by which risks manifest themselves. The Firm's risks are generally categorized in the following four risk types:

- Strategic risk is the risk to earnings, capital, liquidity or reputation associated with poorly-designed or failed business plans or an inadequate response to changes in the operating environment.
- Credit and investment risk is the risk associated with the default or change in credit profile of a

client, counterparty or customer; or loss of principal or a reduction in expected returns on investments, including consumer credit risk, wholesale credit risk and investment portfolio risk.

- Market risk is the risk associated with the effect of changes in market factors, such as interest and foreign exchange rates, equity and commodity prices, credit spreads or implied volatilities, on the value of assets and liabilities held for both the short and long term.
- Operational risk is the risk of an adverse outcome resulting from inadequate or failed internal processes or systems; human factors; or external events impacting the Firm's processes or systems. Operational risk includes cybersecurity, compliance, conduct, legal, and estimations and model risk.

Impacts of risks are consequences of risks, both quantitative and qualitative. There may be many consequences when risks manifest themselves, including quantitative impacts such as a reduction in earnings and capital, liquidity outflows, and fines or penalties, or qualitative impacts such as damage to the Firm's reputation, loss of clients and customers, and regulatory and enforcement actions.

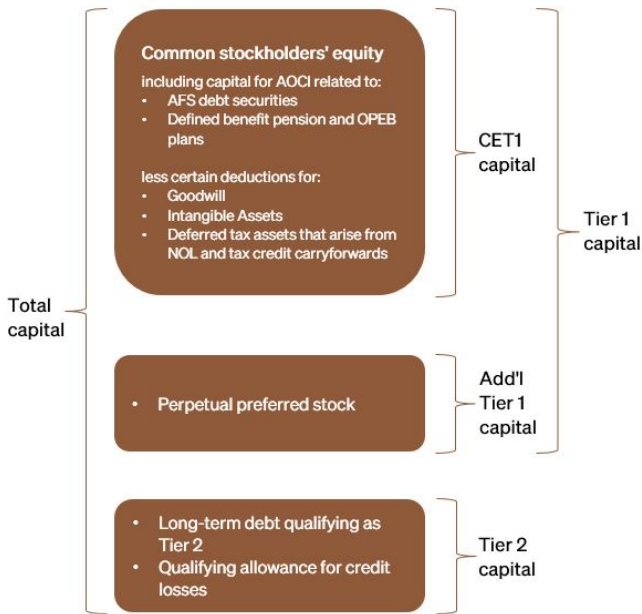
Refer to the 2025 Form 10-K for further discussion on Firmwide Risk Management.

Estimations and Model Risk Management

As stated on page 2 under 'Pillar 3 report overview', internal models are used to translate risk exposures into required capital. A dedicated independent function, Model Risk Governance and Review ("MRGR"), reviews and approves new models, as well as material changes to existing models. Refer to the 2025 Form 10-K for additional information on Estimations and Model Risk Management.

REGULATORY CAPITAL

The three components of regulatory capital under the Basel III Advanced rules and their primary drivers are illustrated below:



Capital management

For information on the Firm's capital management function, objectives, and governance, refer to the Capital Risk Management section of the 2025 Form 10-K.

Basel III Overview

The capital rules under Basel III establish minimum capital ratios and overall capital adequacy standards for large and internationally active U.S. Bank Holding Company ("BHCs") and banks, including the Firm and JPMorgan Chase Bank, N.A. The minimum amount of regulatory capital that must be held by BHCs and banks is determined by calculating RWA, which are on-balance sheet assets and off-balance sheet exposures, weighted according to risk. Under the rules currently in effect, two comprehensive approaches are prescribed for calculating Basel III RWA: a standardized approach ("Standardized"), and an advanced approach ("Advanced").

For each of these risk-based capital ratios, the capital adequacy of the Firm is evaluated against the lower of the Standardized or Advanced approaches compared to their respective regulatory capital ratio requirements.

The current Basel III rules establish capital requirements for calculating credit risk RWA and market risk RWA, and in the case of Advanced, operational risk RWA. Key differences in the calculation of credit risk RWA between the Standardized and Advanced approaches are that for Advanced, credit risk RWA is based on risk-sensitive approaches which largely rely on the use of internal

credit models and parameters, whereas for Standardized, credit risk RWA is generally based on supervisory risk-weightings which vary primarily by counterparty type and asset class. The models used in Advanced are subject to periodic review and calibration, which can impact RWA results. Market risk RWA is generally calculated consistently between Standardized and Advanced. In addition to the RWA calculated under these approaches, the Firm may supplement such amounts to incorporate management judgment and feedback from its regulators.

As of December 31, 2025, the Advanced risk-based ratios became more binding on the Firm than the Standardized risk-based ratios, primarily reflecting the increase in Advanced RWA related to the Apple Card transaction and a reduction in the Firm's Stress Capital Buffer ("SCB") requirement which only applies to the Standardized risk-based ratios.

Additionally, Basel III requires that Advanced Approaches banking organizations, including the Firm, calculate their SLRs.

Key Regulatory Developments Enhanced SLR Final Rule

In November 2025, the Federal Reserve, the Office of the Comptroller of the Currency ("OCC") and the FDIC issued the final rule amending the enhanced Supplementary Leverage Ratio ("eSLR") requirements for Global Systemically Important Banks ("GSIB") BHCs and their insured depository institution ("IDI") subsidiaries by revising the current static leverage buffers at the BHC and IDI levels to 50% of the BHC's U.S. Method 1 GSIB Surcharge, which is referred to as the "eSLR buffer." For IDI subsidiaries, the eSLR buffer is capped at 1%. In addition, the rule made corresponding adjustments to the leverage-based total loss-absorbing capacity ("TLAC") and eligible long-term debt ("eligible LTD") requirements by replacing the former TLAC leverage buffer with the eSLR buffer and replacing the former static leverage-based eligible LTD requirement with a requirement of 2.5% plus the eSLR buffer. Further, the rule removes the eSLR threshold for an IDI subsidiary of a U.S. GSIB to be considered "well capitalized" under the prompt corrective action framework and instead applies the eSLR as a capital buffer requirement. The final rule, with an effective date of April 1, 2026, allows for early adoption, which the Firm has elected, effective January 1, 2026.

Enhanced Supervisory Stress Test Transparency and Public Accountability Proposals

In October 2025, the Federal Reserve issued proposals to enhance the transparency and public accountability

of its annual stress test. The proposals would require the Federal Reserve to publish for public comment comprehensive documentation concerning the supervisory stress test models and annual stress test scenarios, including the scenarios for the upcoming 2026 stress test. The proposals also introduce an enhanced disclosure process under which material changes to stress test models and scenarios would be subject to public comment prior to implementation. Based on the Federal Reserve's analysis, the proposed changes to the stress test models and scenarios are not expected to change materially the SCB for firms, such as JPMorganChase, that are subject to the supervisory stress test. In February 2026, the Federal Reserve released the final 2026 supervisory stress test scenarios, while announcing that SCB requirements for large banks, including the Firm, will remain at current levels through September 30, 2027 with new requirements to be calculated in 2027 based on revised models that incorporate public feedback.

SCB Volatility Reduction

In April 2025, the Federal Reserve proposed changes to the calculation of the SCB for large BHCs, including the Firm. The proposal aims to reduce SCB volatility by using the average of supervisory stress results from the previous two annual stress tests to calculate the SCB. The proposal would also modify the annual effective date of the SCB from October 1 to January 1 and make targeted changes to reporting requirements in order to streamline data collection.

U.S. Basel III Finalization

In July 2023, the Federal Reserve, the OCC and the FDIC released a proposal to amend the risk-based capital framework, entitled "Regulatory capital rule: Amendments applicable to large banking organizations and to banking organizations with significant trading activity", which is referred to in this disclosure as the "U.S. Basel III proposal." Under this proposal, changes to the framework would include replacement of the Advanced approach with an expanded risk-based approach for the calculation of RWA. In addition, the stress capital buffer requirement would be applicable to both the expanded risk-based approach and the Standardized approach.

GSIB Surcharge and TLAC and Eligible LTD Requirements

In July 2023, the Federal Reserve released a proposal to amend the calculation of the GSIB surcharge. Under the proposal, the annual GSIB surcharge would be based on an average of the quarterly surcharge calculations throughout the calendar year, with daily averaging required for certain measures. The proposal would also reduce surcharge increments from 50 bps to 10 bps and includes other technical amendments to the "Method 2" calculation. The proposed changes

would revise risk-based capital requirements for the Firm and other U.S. GSIBs. Refer to Risk-based Capital Regulatory Requirements on page 92 of the 2025 Form 10-K for further information on the GSIB surcharge.

Additionally, in August 2023, the Federal Reserve, the FDIC and the OCC released a proposal to expand the eligible long-term debt ("eligible LTD") and clean holding company requirements under the existing total loss-absorbing capacity ("TLAC") rule to apply to non-GSIB banks with \$100 billion or more in total consolidated assets. The proposal would also reduce the amount of LTD with remaining maturities of less than two years that count towards a U.S. GSIB's TLAC requirement and expand the existing capital deduction framework for LTD issued by GSIBs to include LTD issued by non-GSIB banks subject to the LTD requirements.

Finalization of the above proposals, including the required implementation dates, is uncertain. The Firm continues to monitor developments and potential impacts.

Components of capital

A reconciliation of total stockholders' equity to Advanced CET1 capital, Tier 1 capital, Tier 2 capital and Total capital is presented in the table below.

(in millions)	December 31, 2025
Total stockholders' equity	\$ 362,438
Less: Preferred stock	20,045
Common stockholders' equity	342,393
Less:	
Goodwill ^(a)	54,082
Other intangible assets	2,560
Add:	
Deferred tax liabilities ^(b)	2,916
Other CET1 capital adjustments ^(c)	(198)
Advanced CET1 capital	288,469
Preferred stock	20,045
Other Tier 1 capital adjustments	—
Less: Tier 1 capital deductions	884
Advanced Tier 1 capital	307,630
Long-term debt and other instruments qualifying as Tier 2 capital	13,539
Qualifying allowance for credit losses ^{(d)(e)}	8,852
Other Tier 2 capital adjustments	—
Less:	
Tier 2 capital deductions	1,059
Advanced Tier 2 capital	21,332
Advanced Total capital	\$ 328,962

(a) Goodwill deducted from capital includes goodwill associated with equity method investments in nonconsolidated financial institutions based on regulatory requirements.

(b) Represents deferred tax liabilities related to tax-deductible goodwill and to identifiable intangibles created in nontaxable

transactions, which are netted against goodwill and other intangibles when calculating CET1 capital.

- (c) Includes a net reduction for certain deferred tax assets related to tax attribute carryforwards of \$1.8 billion and a net benefit associated with cash flow hedges and debit valuation adjustments ("DVA") related to structured notes recorded in accumulated other comprehensive income ("AOCI") of \$2.6 billion.
- (d) Represents qualifying eligible credit reserves that exceed expected credit losses, up to a maximum of 0.6% of credit RWA, with any excess deducted from RWA.
- (e) Includes incremental \$468 million of allowance for credit losses on certain assets associated with First Republic to which the Standardized approach has been applied, as permitted by the transition provisions in the U.S. capital rules.

Refer to the Consolidated balance sheets of the 2025 Form 10-K for the components of total stockholders' equity.

Terms of capital instruments

The terms and conditions of the Firm's capital instruments are described in the Firm's SEC filings. Refer to Note 20, Note 21 and Note 22 of the 2025 Form 10-K for additional information on subordinated debt, preferred stock and common stock.

Refer to the Supervision and Regulation section in Part 1, Item 1 of the 2025 Form 10-K.

Restrictions on capital and transfer of funds

Regulations govern the amount of distributions the Firm and its banking subsidiaries could pay without the prior approval of their relevant banking regulators. Certain of the Firm's cash and other assets are restricted as to withdrawal or usage. These restrictions are imposed by various regulatory authorities based on the particular activities of the Firm's subsidiaries. Refer to Note 26 of the 2025 Form 10-K for additional information on restrictions on cash and intercompany fund transfers.

Risk-weighted assets

Basel III establishes two comprehensive approaches for calculating RWA (a Standardized approach and an Advanced approach) which include capital requirements for credit risk, market risk, and in the case of Advanced, also operational risk. Key differences in the calculation of credit risk RWA between the Standardized and Advanced approaches are that for Advanced, credit risk RWA is based on risk-sensitive approaches which largely rely on the use of internal credit models and parameters, whereas for Standardized, credit risk RWA is generally based on supervisory risk-weightings which vary primarily by counterparty type and asset class. Market risk RWA is calculated on a generally consistent basis between Standardized and Advanced.

Covered position definition

The covered position definition determines which positions are subject to market risk RWA treatment and, consequently, which positions are subject to credit risk RWA treatment.

Basel III capital rules define a covered position as:

(1) A trading asset or trading liability that meets both of the following conditions:

- The position is held for the purpose of short-term resale or with the intent to benefit from actual or expected short-term price movements, or to lock in arbitrage profits or is a hedge of another covered position;
- The position is free of any restrictive covenants on its tradability or the Firm is able to hedge the material risk elements of the position in a two-way market;

(2) A foreign exchange or commodity position, regardless of whether the position is a trading position (excluding structural foreign currency positions that has received prior supervisory approval).

Covered positions exclude certain positions such as equity positions that are not publicly traded, intangible assets including any servicing assets, and liquidity facilities that provide support to asset-backed commercial paper programs. These excluded positions are referred to as non-covered throughout the report. Both covered and non-covered derivative transactions are subject to counterparty credit risk RWA.

Components of risk-weighted assets

Basel III Advanced rules classify capital requirements into three broad categories:

- Credit risk RWA covers the risk associated with the default or change in credit profile of a client, counterparty or customer. The Firm provides credit to a variety of clients and customers, ranging from large corporate and institutional clients to individual consumers and small businesses.
- Market risk RWA covers the risk associated with the effect of changes in market factors, such as interest and foreign exchange rates, equity and commodity prices, credit spreads or implied volatilities, on the value of assets and liabilities held for both the short and long term.
- Operational risk RWA covers the risk of an adverse outcome resulting from inadequate or failed internal processes or systems; human factors; or external events impacting the Firm's processes or systems. Operational risk includes cybersecurity, compliance, conduct, legal, and estimations and model risk.

The following table presents the components of the Firm's total Advanced RWA.

(in millions)	December 31, 2025	
Credit risk ^(a)	\$	1,493,805
Market risk		92,998
Operational risk		458,446
Total Advanced RWA	\$	2,045,249

(a) Includes \$37.4 billion of RWA calculated under the Standardized approach for certain assets associated with First Republic as permitted by the transition provisions in the U.S. capital rules.

RWA rollforward

The following table presents changes in the components of Advanced RWA for the three months ended December 31, 2025. The amounts represented in the rollforward categories are an approximation, based on the predominant driver of the change.

Three months ended December 31, 2025 (in millions)	Advanced				Total
	Credit risk RWA ^{(c)(d)}	Market risk RWA	Operational risk RWA		
September 30, 2025	\$1,366,399	\$106,760	\$ 459,245		\$1,932,404
Model & data changes ^(a)	(841)	(2,429)	—		(3,270)
Movement in portfolio levels ^(b)	128,247	(11,333)	(799)		116,115
Changes in RWA	127,406	(13,762)	(799)		112,845
December 31, 2025	\$1,493,805	\$92,998	\$ 458,446		\$2,045,249

- (a) Model & data changes refer to material movements in levels of RWA as a result of revised methodologies and/or treatment per regulatory guidance (exclusive of rule changes).
- (b) Movement in portfolio levels (inclusive of rule changes) refers to: for Credit risk RWA, changes in book size, including the impact of the Apple Card transaction, changes in composition and credit quality, market movements, and deductions for excess eligible allowances for credit losses not eligible for inclusion in Tier 2 capital; for Market risk RWA, changes in position, market movements, and changes in the Firm's regulatory multiplier as a result of Regulatory VaR backtesting exceptions as prescribed by the capital rules; and for Operational risk RWA, updates to cumulative losses, macroeconomic model inputs, and other model parameters.
- (c) As of December 31, 2025, the Credit risk RWA included wholesale and retail off balance-sheet RWA of \$223.0 billion.
- (d) As of December 31, 2025, the Credit risk RWA reflects approximately \$37.4 billion of RWA calculated under the Standardized approach for certain assets associated with First Republic as permitted by the transition provisions in the U.S. capital rules.

Capital requirements

A strong capital position is essential to the Firm's business strategy and competitive position. The Firm's capital risk management strategy focuses on maintaining long-term stability to enable the Firm to build and invest in market-leading businesses, including in highly stressed environments. Refer to the Capital Risk Management section of the 2025 Form 10-

K for information on capital risk management, capital management and governance.

The Basel III framework applies to the consolidated results of JPMorgan Chase & Co. The basis of consolidation used for regulatory reporting is the same as that used under U.S. GAAP. There are no material entities within JPMorganChase that are deconsolidated for regulatory capital purposes and whose capital is deducted.

Under the risk-based capital and leverage-based guidelines of the Federal Reserve, JPMorgan Chase & Co. is required to maintain minimum ratios, plus regulatory buffers for CET1 capital, Tier 1 capital, Total capital, Tier 1 leverage and the SLR.

The following table presents the risk-based regulatory capital ratio requirements and well-capitalized ratios to which the Firm and JPMorgan Chase Bank, N.A. were subject.

December 31, 2025	Capital ratio requirements		Well-capitalized ratios	
	BHC ^(a)	IDI ^(b)	BHC ^(c)	IDI ^(d)
Capital ratios				
CET1 capital	11.5 %	7.0 %	NA ^(e)	6.5 %
Tier 1 capital	13.0	8.5	6.0 %	8.0
Total capital	15.0	10.5	10.0	10.0
Tier 1 leverage	4.0	4.0	NA ^(e)	5.0
SLR ^(f)	5.0	6.0	NA ^(e)	6.0

Note: The table above is as defined by the regulations issued by the Federal Reserve, OCC and FDIC and to which the Firm and JPMorgan Chase Bank, N.A. are subject.

- (a) Represents the regulatory capital ratio requirements applicable to the Firm. The CET1, Tier 1 and Total capital ratio requirements each include a respective minimum requirement plus a GSIB surcharge of 4.5% as calculated under Method 2; a fixed 2.5% capital conservation buffer for Advanced ratios. The countercyclical buffer is currently set to 0% by the federal banking agencies.
- (b) Represents requirements for JPMorgan Chase Bank, N.A. The CET1, Tier 1 and Total capital ratio requirements include a fixed capital conservation buffer requirement of 2.5% that is applicable to JPMorgan Chase Bank, N.A. JPMorgan Chase Bank, N.A. is not subject to the GSIB surcharge.
- (c) Represents requirements for bank holding companies pursuant to regulations issued by the Federal Reserve.
- (d) Represents requirements for bank holding companies pursuant to regulations issued by the Federal Reserve.
- (e) The Federal Reserve's regulations do not establish well-capitalized thresholds for these measures for BHCs.
- (f) Represents minimum SLR requirement of 3.0%, as well as supplementary leverage buffer requirements of 2.0% and 3.0% for BHC and JPMorgan Chase Bank, N.A., respectively.

In addition, the Federal Reserve's Total Loss Absorbing Capacity ("TLAC") rule requires the U.S. global systemically important bank ("GSIB") top-tier holding companies, including the Firm, to maintain minimum levels of external TLAC and eligible long-term debt ("eligible LTD"). Refer to the Other capital requirements section within Capital Risk Management of the 2025 Form 10-K for additional information.

Failure to meet these regulatory requirements would result in restriction on capital distributions and certain discretionary bonus payments based on a percentage of the Firm's eligible retained income. Eligible retained income ("ERI") is defined as the greater of (a) net income for the four preceding quarters, net of any distributions and associated tax effects not already reflected in net income, and (b) the average of net income over the preceding four quarters, net of any associated tax effects not already reflected in net income. The ERI in effect during the fourth quarter of 2025 for the Firm and JPMorgan Chase Bank, N.A. was \$15.1 billion and \$13.2 billion, respectively. JPMorgan Chase Bank, N.A. is also subject to these capital requirements with the exception of TLAC, established by its primary regulators.

Capital adequacy and Capital conservation buffer

As of December 31, 2025, the Firm and its principal IDI subsidiary, JPMorgan Chase Bank N.A. were well-capitalized and met all capital requirements to which each was subject. In addition to its principal IDI subsidiary, J.P. Morgan Chase & Co. also has other regulated subsidiaries, all of which met applicable capital requirements.

As of December 31, 2025, the capital conservation buffer of the Firm under the Standardized and Advanced approaches was 9.4% and 8.1%, respectively, which exceeded the required 7.0% for both Standardized and Advanced. As of December 31, 2025, the capital conservation buffer of JPMorgan Chase Bank, N.A. under the Standardized and Advanced approaches was 8.5% and 8.2%, respectively, which exceeded the required capital conservation buffer of 2.5%.

The capital conservation buffer for the Firm and principal IDI subsidiary is calculated as the lowest of the:

- (i) CET1 ratio less the CET1 minimum requirement of 4.5%;
- (ii) Tier 1 ratio less the Tier 1 minimum requirement of 6.0%; and
- (iii) Total capital ratio less the Total capital minimum requirement of 8.0%.

Comprehensive Capital Analysis and Review ("CCAR")

The Federal Reserve requires the Firm, as a large Bank Holding Company ("BHC"), to submit at least annually a capital plan that has been reviewed and approved by the Board of Directors. The Federal Reserve uses Comprehensive Capital Analysis and Review ("CCAR") and other stress testing processes to assess whether large BHCs, such as the Firm, have sufficient capital during periods of economic and financial stress, and have robust, forward-looking capital assessment and planning processes in place that address each BHC's

unique risks to enable it to absorb losses under certain stress scenarios. Through CCAR, the Federal Reserve evaluates each BHC's capital adequacy and internal capital adequacy assessment processes ("ICAAP"), as well as its plans to make capital distributions, such as dividend payments or stock repurchases.

Internal Capital Adequacy Assessment Process ("ICAAP")

Annually, the Firm prepares the ICAAP, which informs the Board of Directors of the ongoing assessment of the Firm's processes for managing the sources and uses of capital as well as compliance with supervisory expectations for capital planning and capital adequacy. The Firm's ICAAP integrates stress testing protocols with capital planning. The Firm's Audit Committee is responsible for reviewing and approving the capital planning framework.

Stress testing assesses the potential impact of alternative economic and business scenarios on the Firm's earnings and capital. Economic scenarios, and the parameters underlying those scenarios, are defined centrally and applied uniformly across the businesses. These scenarios are articulated in terms of macroeconomic factors, which are key drivers of business results; global market shocks, which generate short-term but severe trading losses; and idiosyncratic operational risk events. The scenarios are intended to capture and stress key vulnerabilities and idiosyncratic risks facing the Firm. In addition to CCAR and other periodic stress testing, management also considers tailored stress scenarios and sensitivity analyses, as necessary.

Regulatory capital metrics for JPMorgan Chase & Co. and JPMorgan Chase Bank, N.A.

The following tables present the Advanced risk-based and leverage-based capital metrics for JPMorgan Chase & Co. and JPMorgan Chase Bank, N.A.

JPMorgan Chase & Co.	
(in millions, except ratios)	December 31, 2025
Risk-based capital metrics:	
CET1 capital	\$ 288,469
Tier 1 capital	307,630
Total capital ^(a)	328,962
Risk-weighted assets	2,045,249
CET1 capital ratio	14.1 %
Tier 1 capital ratio	15.0
Total capital ratio	16.1
Leverage-based capital metrics:	
Adjusted average assets ^(b)	\$ 4,472,394
Tier 1 leverage ratio	6.9 %
Total leverage exposure	\$ 5,302,001
SLR	5.8 %

JPMorgan Chase Bank, N.A.	
(in millions, except ratios)	December 31, 2025
Risk-based capital metrics:	
CET1 capital	\$ 294,804
Tier 1 capital	294,807
Total capital	302,732
Risk-weighted assets	1,864,923
CET1 capital ratio	15.8 %
Tier 1 capital ratio	15.8
Total capital ratio	16.2
Leverage-based capital metrics:	
Adjusted average assets ^(b)	\$ 3,766,709
Tier 1 leverage ratio	7.8 %
Total leverage exposure	\$ 4,571,728
SLR	6.4 %

(a) Total regulatory capital for JPMorgan Chase & Co. includes \$201 million of surplus regulatory capital in insurance subsidiaries.

(b) Adjusted average assets, for purposes of calculating the leverage ratios, includes quarterly average assets adjusted for on-balance sheet assets that are subject to deduction from Tier 1 capital, predominantly goodwill (inclusive of estimated equity method goodwill) and other intangible assets.

RWA for both the Firm and Bank includes approximately \$110 billion related to the Apple Card transaction, which is expected to reduce in the near term to approximately \$30 billion once the necessary modeling steps are completed. Refer to the Capital Risk Management section and Note 27 of the 2025 Form 10-K for additional information on the Apple Card transaction and the Standardized capital metrics including Credit Risk and Market Risk RWA.

Supplementary leverage ratio ("SLR")

The following table presents the components of the Firm's SLR.

(in millions, except ratios)	December 31, 2025
Tier 1 capital	\$ 307,630
Total spot assets	4,424,900
Add: Adjustments for frequency of calculations ^(a)	104,518
Total average assets	4,529,418
Less adjustments for:	
Adjustments for deductions from tier 1 capital ^(b)	57,024
Add adjustments for:	
Adjustment for derivative transactions	319,397
Adjustment for repo-style transactions	55,162
Off-balance sheet exposures ^(c)	455,048
Other ^(d)	—
Total leverage exposure	\$ 5,302,001
SLR	5.8 %

(a) The adjustment for frequency of calculations represents the difference between total spot assets at December 31, 2025 and total average assets for the three months ended December 31, 2025.

(b) For purposes of calculating the SLR, includes quarterly average assets adjusted for on-balance sheet assets that are subject to deduction from Tier 1 capital, predominantly goodwill (inclusive of estimated equity method goodwill) and other intangible assets.

(c) Off-balance sheet exposures are calculated as the average of the three month-end spot balances on applicable regulatory exposures during the reporting quarter.

Total Loss-Absorbing Capacity ("TLAC")

Federal Reserve rules require JPMorgan Chase & Co. (the "Parent Company") to maintain minimum levels of unsecured external long-term debt and other loss-absorbing capacity with specific terms ("eligible LTD") to recapitalize JPMorganChase's operating subsidiaries if the Parent Company were to enter into a resolution either in a bankruptcy proceeding under Chapter 11 of the U.S. Bankruptcy Code, or in a receivership administered by the FDIC under Title II of the Dodd-Frank Act ("Title II"). If the Parent Company were to enter into a resolution, holders of eligible LTD, other unsecured creditors and holders of equity securities of the Parent Company will absorb the losses of the Parent Company and its subsidiaries.

The preferred "single point of entry" strategy under JPMorganChase's resolution plan contemplates that the Parent Company would enter bankruptcy proceedings and JPMorganChase's material subsidiaries would be recapitalized, as needed, so that they could continue normal operations or subsequently be divested or wound down in an orderly manner. As a result, the Parent Company's losses and any losses incurred by its subsidiaries would be imposed first on holders of the Parent Company's equity securities and thereafter on its unsecured creditors, including holders of eligible LTD. Claims of the Parent Company's shareholders and unsecured creditors would have a junior position to the claims of creditors of JPMorganChase's subsidiaries and to the claims of priority (as determined by statute) and secured creditors of the Parent Company.

Accordingly, in a resolution of the Parent Company in bankruptcy, unsecured creditors of the Parent Company, including holders of eligible LTD of the Parent Company, would realize value only to the extent available to the Parent Company as a shareholder of JPMorgan Chase Bank, N.A. and its other subsidiaries, and only after any claims of priority and secured creditors of the Parent Company have been fully repaid.

The FDIC has similarly indicated that a single point of entry recapitalization model would be its expected strategy to resolve a systemically important financial institution, such as the Parent Company, under Title II. However, the FDIC has not formally adopted or committed to any specific resolution strategy.

If the Parent Company were to approach, or enter into, a resolution, none of the Parent Company, the Federal Reserve or the FDIC is obligated to follow JPMorganChase's preferred resolution strategy, and losses to unsecured creditors of the Parent Company, including holders of eligible LTD, and to holders of equity securities of the Parent Company, under whatever strategy is ultimately followed, could be greater than they might have been under JPMorganChase's preferred strategy.

The following table presents the eligible external TLAC and eligible LTD amounts, as well as a representation of these amounts as a percentage of the Firm's total RWA and total leverage exposure.

(in billions, except ratio)	December 31, 2025	
	External TLAC	LTD
Total eligible amount	\$ 563.7	\$ 246.0
% of RWA	27.6 %	12.0 %
Regulatory requirements	23.0	10.5
Surplus/(shortfall)	\$ 93.3	\$ 31.2
% of total leverage exposure	10.6 %	4.6 %
Regulatory requirements	9.5	4.5
Surplus/(shortfall)	\$ 60.1	\$ 7.4

For additional information on TLAC, refer to Capital Risk Management in the 2025 Form 10-K.

CREDIT RISK

Credit risk is the risk associated with the default or change in credit profile of a client, counterparty or customer. The Firm provides credit to a variety of clients and customers, ranging from large corporate and institutional clients to individual consumers and small businesses.

The consumer credit portfolio consists of scored mortgage and home equity loans held in CCB and AWM; scored mortgage loans held in Corporate; scored credit card, auto and business banking loans, and overdrafts in CCB; and the associated lending-related commitments. The wholesale credit portfolio refers primarily to exposures held by CIB, AWM and Corporate, as well as risk-rated business banking and auto dealer loans held in CCB. In addition to providing credit to clients, the Firm engages in client-related activities that give rise to counterparty credit risk such as securities financing, margin lending and market-making activities in derivatives. Finally, credit risk is also inherent in the Firm's investment securities portfolio held by Treasury and Chief Investment Office ("CIO") in connection with its asset-liability management objectives. Investment securities, as well as deposits with banks and cash due from banks, are classified as wholesale exposures for RWA reporting.

Basel III includes capital charges for counterparty default risk and credit valuation adjustments ("CVA"). CVA is a fair value adjustment to reflect counterparty credit risk in the valuation of over-the-counter ("OTC") derivatives. The Firm calculates CVA RWA using the Simple CVA approach, which uses internal ratings based probability of default ("PD") and a combination of the Standardized Approach for Counterparty Credit Risk ("SA-CCR") and the internal model method ("IMM") exposure at default ("EAD") for each netting set.

In addition to Credit Risk Management, an independent Credit Review function is responsible for:

- Independently assessing risk ratings assigned to exposures in the Firm's wholesale credit portfolio and the timeliness of risk rating changes initiated by responsible business units; and
- Evaluating the effectiveness of the credit management processes of the LOBs and Corporate, including the adequacy of credit analyses and risk rating/loss given default ("LGD") rationales, proper monitoring and management of credit exposures, and compliance with applicable grading policies and underwriting guidelines.

For information on risk management policies and practices, governance and oversight and accounting policies related to these exposures:

Refer to the Credit and Investment Risk Management section of the 2025 Form 10-K.

Refer to the Notes to the Consolidated Financial Statements of the 2025 Form 10-K. Specific page references are contained in the Appendix of this report.

Summary of credit risk RWA

Credit risk Advanced RWA includes retail, wholesale and counterparty credit exposures described in this section as well as non-covered securitization and equity exposures. Other exposures such as non-material portfolios, unsettled transactions and other assets that are not classified elsewhere are also included. The following table presents the Firm's total credit risk RWA including a 1.06 scaling factor excluding CVA.

(in millions)	December 31, 2025
Retail exposures	\$ 235,598
Wholesale exposures	610,375
Counterparty exposures	163,703
Securitization exposures ^(a)	65,983
Equity exposures	70,260
Other exposures ^{(b)(c)}	287,987
CVA	64,315
Less: Excess eligible credit reserves not included in Tier 2 capital	4,416
Total Advanced credit risk RWA	\$ 1,493,805

(a) Represents securitization RWA for non-covered positions only.

(b) Includes retail and wholesale exposures of \$20.4 billion and \$16.9 billion respectively calculated under the Standardized Approach for certain assets associated with the First Republic as permitted by the transition provisions under the U.S. capital rules. Also includes other assets, non-material portfolios, and unsettled transactions.

(c) The Other Exposures amount is net of \$848 million of allowance for credit losses calculated under the Standardized approach for certain assets associated with First Republic, as permitted by the transition provisions within the U.S. capital rules.

Credit risk exposures

Credit risk exposures for the three months ended December 31, 2025 are contained in the 2025 Form 10-K. Specific references to the 2025 Form 10-K are listed below.

Traditional credit products

- Refer to Credit and Investment Risk Management for credit-related information on the consumer and wholesale portfolios.
- Refer to Note 12 for the distribution of loans by geographic region and industry.
- Refer to Note 28 for the contractual amount and geographic distribution of lending-related commitments.
- Refer to Consumer Credit Portfolio and Wholesale Credit Portfolio within Credit and Investment Risk Management for information on remaining contractual maturity breakdown for consumer and wholesale portfolios.

Counterparty credit risk

- Refer to the Consumer Credit Portfolio section and to the Wholesale Credit Portfolio section for eligible margin loans balances.
- Refer to the table Wholesale credit exposure – maturity and ratings profile footnote (d) within the Wholesale Credit Portfolio section.
- Refer to the Country Risk Management section.
- Refer to Note 5 for the gross positive fair value, netting benefits and net exposure of derivative receivables.
- Refer to Derivative contracts within the Wholesale Credit Portfolio for credit derivatives used in credit portfolio management activities.
- Refer to Credit and Investment Risk Management , Note 4 - Credit risk concentration, Note 5 - Derivative instruments, and Note 11 - Securities financing activities, of 2025 Form 10-K for a discussion of credit limits for counterparty credit exposures, policies for securing collateral, valuing and managing collateral.
- Refer to Note 5 - Derivative instruments, Note 11 - Securities financing activities, and Wholesale Credit Portfolio - Receivables from customers section of the 2025 Form 10-K for a discussion of primary types of collateral taken for counterparty credit exposures.
- Refer to Note 11 for information on gross and net securities purchased under resale agreements and securities borrowed transactions, and for information regarding the credit risk inherent in the securities financing portfolio.

Investment securities

- Refer to Credit and Investment Risk Management section and Note 10 for the investment securities portfolio by issuer type.

Country risk

- Refer to Country Risk Management for the top 20 country exposures (excluding the U.S.).

Allowance for credit losses

- Refer to Allowance for Credit Losses within Credit and Investment Risk Management section for a summary of changes in the allowance for loan losses and allowance for lending-related commitments.
- Refer to Note 13 for the allowance for credit losses and loans and lending-related commitments by impairment methodology.
- Refer to Note 10 for the allowance for credit losses on held-to-maturity securities.

Average balances

- Refer to the Consolidated average balance sheet.

Credit Risk Mitigation

- Refer to Credit and Investment Risk Management, Risk monitoring and management, Note 1 Offsetting assets and liabilities section, Note 4 - Credit risk concentrations, Note 5 - Derivative instruments and Note 11 - Securities financing activities of the 2025 Form 10-K for a discussion on credit risk mitigation practices.
- Refer to Market Risk Management, Risk monitoring and control Note 4 - Credit risk concentrations, Note 5 - Derivative instruments, and Note 11 - Securities financing activities of the 2025 Form 10-K for a discussion of market and credit risk concentrations and credit derivative counterparties and their creditworthiness.

Credit risk concentrations

Concentrations of credit risk arise when a number of clients, counterparties or customers are engaged in similar business activities or activities in the same geographic region, or when they have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic conditions.

JPMorganChase regularly monitors various segments of its credit portfolios to assess potential credit risk concentrations and to obtain additional collateral when deemed necessary and permitted under the Firm's agreements. Senior management is significantly involved in the credit approval and review process, and risk levels are adjusted as needed to reflect the Firm's risk appetite.

In the Firm's consumer portfolio, concentrations are managed primarily by product and by U.S. geographic region, with a key focus on trends and concentrations at the portfolio level, where potential credit risk concentrations can be remedied through changes in underwriting policies and portfolio guidelines. In the wholesale portfolio, credit risk concentrations are evaluated primarily by industry and monitored regularly on both an aggregate portfolio level and on an individual client or counterparty basis.

The Firm's wholesale exposure is managed through loan syndications and participations, loan sales, securitizations, credit derivatives, master netting agreements, collateral and other risk-reduction techniques.

Refer to Note 12 of the 2025 Form 10-K for additional information on loans.

The Firm does not believe that its exposure to any particular loan product or industry segment results in a significant concentration of credit risk.

Terms of loan products and collateral coverage are included in the Firm's assessment when extending credit and establishing its allowance for credit losses.

Refer to Note 4 - Credit risk concentrations of the 2025 Form 10-K for additional information on loans.

RETAIL CREDIT RISK

The retail portfolio is comprised of exposures that are scored and managed on a segment basis rather than on an individual-exposure basis. For the retail portfolio, credit loss estimates are based on statistical analysis of credit losses over discrete periods of time. The statistical analysis uses portfolio modeling, credit scoring, and decision-support tools, which consider loan-level factors such as delinquency status, credit scores, collateral values, and other risk factors.

The population of exposures subject to retail capital treatment for regulatory reporting substantially overlaps with the consumer credit portfolio reflected in the Firm's Form 10-K. The retail population consists of all scored exposures (mainly in CCB), certain residential mortgages booked as trading assets (that do not meet the definition of a covered position) and certain wholesale loans under \$1 million as required by the Basel III capital rules.

The retail capital population excludes certain risk-rated business banking and auto dealer loans that are included in the consumer portfolio in the Firm's SEC disclosures; these are subject to wholesale capital treatment as required by the Basel III capital rules.

Risk parameter estimation

The internal ratings process for retail exposures covers the assignment of individual loan, line of credit or off-balance exposures into homogeneous segments defined by the predominant product and borrower risk characteristics. The criteria for grouping loans into segments was developed using a combination of empirical analysis and management judgment. Predominant risk drivers used for segmentation vary by portfolio and exposure type, but include loan characteristics such as product type, collateral type and loan-to-value, exposure size, origination channel and documentation type and borrower information such as credit score, delinquency history and line of credit utilization rate.

The retail exposures are first broken down into their retail subcategories. Residential mortgage exposures include all exposures secured by residential real estate. This includes traditional mortgages, home equity loans, home equity lines of credit and business banking exposures that are primarily secured by residential real estate. Qualifying revolving exposures ("QRE") include credit cards where the overall credit limit is less than or equal to \$100,000.

Other retail includes all exposures not classified as residential mortgage or QRE. This includes personal auto finance loans, credit card accounts above \$100,000, business card exposures without a personal guarantee and business banking loans that are less than \$500,000 and that are scored or managed as a group of loans with homogeneous risk characteristics.

The segmentation process creates differentiated risk buckets spanning a wide spectrum of relatively-low to relatively-high expected loss rates. The assignment of exposures to segments occurs on a monthly basis for the majority of the retail portfolio, and at least quarterly for all modeled retail exposures. The overall capital requirement for a given retail subcategory fluctuates based on changes in the mix of products and key risk drivers used for segmentation, and may be impacted by any model enhancements or modifications to parameter estimates.

For each retail sub-category, a separate segmentation model exists for PD, LGD, and for exposures with available undrawn credit exposure, EAD. EAD for a given segment is defined as the Firm's carrying value for on-balance sheet exposures plus a portion of the off-balance sheet exposures based on the Firm's best estimate of net additions to the balance sheet if the exposures were to enter into default in the upcoming year, assuming an economic downturn for that period. Quantification of EAD for off-balance sheet exposures is developed through empirical analysis of historical behavior of defaulted exposures in the months leading up to a default.

The probability of default for a segment estimates the likelihood a borrower will default on the exposure over the next year, based on historical observations over an economic cycle. The PD is quantified based on empirical analysis and observed default rate performance over five or more years, including during a period of stressed economic conditions. Generally, the PD rate for a given segment equates to the simple average of observed one year default rates over the available historical reference data. However, in some instances the Firm makes adjustments to PD estimates to better reflect a full economic cycle. LGD for a given segment is an estimate of expected loss during a period of stressed economic conditions. The LGD estimate is based on empirical analysis of post-default loss and recovery information over a historical observation period, and factors in the timing of expected cash flows, estimated recovery costs and accrued interest and fees.

The Firm's final estimate is based on the higher of observed performance between the long-run reference data and the downturn-specific performance. The risk drivers comprising the segments are evaluated on their ability to differentiate risk consistently over time. Modifications to the segments are made periodically, driven by the validation results, shifts in risk management strategies, regulatory guidance or risk modeling best practices. The risk characteristics used for segmentation are consistent with the predominant risk drivers used for other internal credit risk models used by the Firm.

Risk-weighted assets

To calculate retail credit RWA, the Firm inputs its risk parameter estimates (PD, LGD and EAD) into the Internal Ratings Based (IRB) risk weight formula, as specified by the Basel III capital rules. The IRB risk weight formula generates an estimate of unexpected losses at a 99.9% confidence level. Unexpected losses are converted to a RWA measure by an application of a 12.5 supervisory multiplier.

The following table presents the Firm's Advanced retail RWA.

(in millions)	December 31, 2025	
Residential mortgages	\$	37,382
Qualifying revolving		170,731
Other retail		27,485
Total Advanced retail credit RWA	\$	235,598

Residential mortgage exposures

The following table includes first lien and junior lien mortgages and revolving home equity lines of credit. First lien mortgages were 94.5% of the exposure amount, revolving exposures were 5.5%, and the remaining exposures related to junior lien mortgages. Revolving exposures were predominantly originated prior to 2010 and drive approximately 13% of the total Advanced RWA of this portfolio, with nearly 16% of the exposures in the equal to or greater than 0.75% probability of default ("PD") ranges. Recent originations are primarily first lien mortgages and are predominantly reflected in the less than 0.75% PD ranges.

December 31, 2025 (in millions, except ratios)									
PD range (%)	Balance sheet amount	Off balance sheet commitments	EAD	Advanced RWA	Exposure-weighted average				
					PD	LGD	Risk weight		
0.00 to < 0.10	\$ 145,706	\$ 17,656	\$ 154,675	\$ 7,414	0.05	31.80	4.79		
0.10 to < 0.20	33,690	2,302	35,547	3,956	0.15	33.43	11.13		
0.20 to < 0.75	47,158	1,273	48,225	10,907	0.36	34.22	22.62		
0.75 to < 5.50	14,253	354	14,528	9,906	1.72	37.05	68.18		
5.50 to < 10.00	525	—	522	714	7.05	33.32	136.87		
10.00 to < 100	985	2	979	1,786	35.93	34.11	182.33		
100 (default)	2,460	6	2,469	2,699	100.00	N/A ^(a)	109.26		
Total	\$ 244,777	\$ 21,593	\$ 256,945	\$ 37,382	1.33%	32.48%	14.55%		

(a) The Loss given default ("LGD") rate is reported as N/A for residential mortgage exposures in default because at the point they are classified as defaulted per the Basel III capital rules definition they have been charged off to the fair value of any underlying collateral less cost to sell. Any balance remaining after the charge-off is risk weighted at 100%.

Qualifying revolving exposures

The following table includes exposures to individuals that are revolving, unsecured and unconditionally cancellable by JPMorganChase; and they have a maximum exposure amount of up to \$100,000 (i.e., credit card and overdraft lines on individual checking accounts).

December 31, 2025 (in millions)								
PD range (%)	Balance sheet amount	Off balance sheet commitments	EAD	Advanced RWA	Exposure-weighted average			
					PD	LGD	Risk weight	
0.00 to < 0.50	\$ 102,477	\$ 947,824	\$ 390,305	\$ 20,580	0.09	91.47	5.27	
0.50 to < 2.00	51,821	75,917	67,882	26,405	1.05	94.02	38.90	
2.00 to < 3.50	24,123	15,914	26,598	20,724	2.62	94.16	77.92	
3.50 to < 5.00	18,781	3,254	19,071	18,993	3.72	94.12	99.59	
5.00 to < 8.00	14,168	2,590	14,296	21,400	6.96	94.42	149.69	
8.00 to < 100	32,722	1,692	32,725	62,629	23.64	93.14	191.39	
100 (default)	—	—	—	—	0.00	N/A ^(a)	—	
Total	\$ 244,092	\$ 1,047,191	\$ 550,877	\$ 170,731	2.03%	92.18%	30.99%	

(a) Defaulted exposures in the qualifying revolving portfolio are charged off prior to reaching default as defined in the Basel III capital rules. Accordingly, no defaulted exposures are reported in the 100 (default) PD range.

Other retail exposures

The following table includes other retail exposures to individuals that are not classified as residential mortgage or qualifying revolving exposures (e.g. includes scored auto loans, credit card accounts above \$100,000, business card exposures without a personal guarantee, scored business banking loans and certain wholesale loans under \$1 million).

December 31, 2025 (in millions)								
PD range (%)	Balance sheet amount	Off balance sheet commitments	EAD	Advanced RWA	Exposure-weighted average			
					PD	LGD	Risk weight	
0.00 to < 0.50	\$ 36,777	\$ 15,858	\$ 42,612	\$ 6,923	0.20	40.94	16.25	
0.50 to < 2.00	27,945	5,099	29,061	11,607	1.12	36.62	39.94	
2.00 to < 3.50	4,258	1,261	4,548	3,492	2.48	53.86	76.78	
3.50 to < 5.00	2,271	653	2,372	1,536	3.78	42.57	64.80	
5.00 to < 8.00	1,271	129	1,289	853	6.55	41.00	66.20	
8.00 to < 100	2,612	10	2,626	2,708	25.55	50.46	103.09	
100 (default)	322	23	345	366	100.00	N/A ^(a)	106.00	
Total	\$ 75,456	\$ 23,033	\$ 82,853	\$ 27,485	2.07%	40.31%	33.17%	

(a) The LGD rate is reported as N/A for retail exposures in default because at the point they are classified as defaulted per the Basel III capital rules definition they have been charged off to the fair value of any underlying collateral less cost to sell. Any balance remaining after the charge off is risk weighted at 100%.

WHOLESALE CREDIT RISK

The wholesale portfolio is a risk-rated portfolio. Risk-rated portfolios are generally held in CIB, AWM and in Corporate but also include certain business banking and auto dealer loans held in CCB that are risk-rated because they have characteristics similar to commercial loans. For the risk-rated portfolio, credit loss estimates are based on estimates of the probability of default and loss severity given a default. The estimation process begins when risk-ratings are assigned to each obligor and credit facility to differentiate risk within the portfolio. These risk ratings are reviewed regularly by Credit Risk management and revised as needed to reflect the borrower's current financial position, risk profile and related collateral.

The population of risk-rated loans and lending-related commitments receiving wholesale treatment for regulatory capital purposes predominantly overlaps with the wholesale credit portfolio reflected in the Firm's SEC disclosures. In accordance with the Basel III capital rules, the wholesale population for regulatory capital consists of:

- All risk-rated loans and commitments (excluding certain wholesale loans under \$1 million that receive retail regulatory capital treatment);
- Deposits with banks, and cash and due from banks;
- Exposures to issuer risk for non-covered debt securities;
- Certain exposures recorded as trading assets that do not meet the definition of a covered position;

Certain off-balance sheet items, such as standby letters of credit and letters of credit, are reported net of risk participations for U.S. GAAP reporting, but are included gross of risk participations for regulatory reporting.

Risk parameter estimation

Risk weights are determined by using internal risk weight parameters. The estimation process for these parameters begins with internal risk-ratings assigned to the obligor. Obligor ratings are used for both internal risk management and regulatory capital calculations.

For regulatory capital, probability of default is defined as the Firm's best estimate of the long-run, through-the-cycle average one-year default rate. The Firm's PD estimates used in RWA calculations are based on the internal default experience of obligors with the same rating.

LGD is defined as an estimate of losses given a default event under stressed economic conditions. The LGD estimate is based on empirical analysis of post-default loss and recovery information over the historical observation period, and factors in the timing of expected cash flows, estimated recovery costs, and accrued interest and fees.

The regulatory LGD used in the RWA calculation reflects the higher of the loss experience over the entire historical observation period and the loss experience over a stress period. EAD for a non-defaulted obligor is the estimate of total exposure upon default of the obligor. EAD is a calculation of the full amount of the Firm's exposure to on-balance sheet exposures plus a portion of the off-balance sheet exposure based on the Firm's best estimate of net additions of contingent exposure if the obligor were to enter into default in the upcoming year under stressed economic conditions.

Quantification of EAD for off-balance sheet exposures is developed through empirical analysis of historical behavior of defaulted exposures in the months leading up to default. Both the internal ratings process and the risk parameter estimation process are subject to independent review.

Risk-weighted assets

To calculate wholesale credit RWA, the Firm inputs its risk parameter estimates (PD, LGD and EAD) into the IRB risk weight formula as specified by the U.S. banking supervisors. The IRB risk weight formula generates an estimate of unexpected losses at a 99.9% confidence level. Unexpected losses are converted to a RWA measure by an application of a 12.5 supervisory multiplier.

The adjacent table presents Advanced RWA by Basel reporting classification. The Corporate, Bank and Sovereign classifications include credit or issuer exposure to these entities. High volatility commercial real estate (“HVCRE”) refers to acquisition,

development and construction lending. HVCRE is a separate Basel classification because these loans represent higher risk than loans financing income-producing real estate (“IPRE”).

(in millions)	December 31, 2025	
Corporate	\$	478,851
Bank		14,161
Sovereign		48,848
Income-producing real estate		67,082
High volatility commercial real estate		1,433
Total Advanced wholesale credit RWA	\$	610,375

Wholesale exposures

The following table presents exposures to wholesale clients and issuers by PD range. Exposures are comprised primarily of traditional credit products (i.e., loans and lending-related commitments), issuer risk for debt securities, and cash placed with various central banks, predominantly Federal Reserve Banks. Total EAD is \$2.0 trillion, with 77% of this exposure in the first two PD ranges, which are predominantly investment-grade. Exposures meeting the Basel definition of default represent 0.6% of total EAD. The exposure-weighted average LGD for the wholesale portfolio is 22%.

December 31, 2025 (in millions, except ratios)							
PD range (%)	Balance sheet amount	Off balance sheet commitments	EAD	Advanced RWA	Exposure-weighted average		
					PD	LGD	Risk weight
0.00 to <0.15	\$ 1,136,904	\$ 125,702	\$ 1,228,325	\$ 98,270	0.05	15.92	8.00
0.15 to <0.50	187,846	216,151	329,363	136,699	0.18	32.17	41.50
0.50 to <1.35	189,141	144,281	273,172	168,539	0.83	33.40	61.70
1.35 to <10.00	100,718	91,130	154,788	142,247	3.78	29.59	91.90
10.00 to <100	25,050	21,371	34,574	51,987	21.75	29.79	150.36
100 (default)	11,214	1,447	12,007	12,633	100.00	N/A ^(a)	105.21
Total	\$ 1,650,873	\$ 600,082	\$ 2,032,229	\$ 610,375	1.42%	22.49%	30.03%

(a) The LGD rate is reported as N/A for defaulted wholesale exposures because the RWA is calculated based on supervisor provided risk weights and does not depend on LGD estimates.

Credit risk mitigation

The risk mitigating benefit of eligible guarantees and credit derivative hedges are reflected in the RWA calculation as permitted by the Basel III capital rules. At December 31, 2025, \$105.8 billion of EAD for wholesale exposures is covered by eligible guarantees or credit derivatives.

COUNTERPARTY CREDIT RISK

Counterparty credit risk exposures arise from OTC derivatives, repo-style transactions, eligible margin loans and cleared transactions.

Risk parameter estimation

Counterparty credit risk RWA calculations utilize the PD and LGD methodologies described in the Wholesale Credit Risk section of this report. The EAD methodologies are described below.

Over-the-counter (“OTC”) derivatives

The Firm principally uses the internal model method (“IMM”) under the Basel III capital rules for calculating counterparty credit risk regulatory capital for OTC derivatives.

The IMM uses the Firm’s internal models to calculate effective expected positive exposure (“EEPE”), which when multiplied by the regulatory-prescribed multiplier, produces the counterparty-level regulatory measure of EAD.

The Firm’s IMM simulates forward-looking market risk factors and uses product-specific pricing models to produce the expected exposure profile for the set of OTC derivatives under each legally enforceable master netting agreement (“netting set”). The IMM computes two sets of expected exposure profiles and EADs: (1) unstressed expected exposure profiles and EADs using the current market data, and (2) stressed expected exposure profiles and EADs based on a historical period that includes a period of economic stress that results in wider credit default swap (“CDS”) spreads. For RWA reporting purposes, the higher of the RWAs generated from these two produced profiles is used. In addition to the regulatory measure of exposure, the IMM also produces a variety of other risk measures used for internal credit risk management and reporting.

For certain types of derivatives where the IMM is not used, regulatory exposure is calculated using the SA-CCR. The SA-CCR framework calculates EAD on the basis of Replacement Cost (“RC”) and Potential Future Exposure (“PFE”) components, taking into account factors such as: i) trade types & trade details (such as notional and maturity); and ii) portfolio netting, collateralization and collateral held.

In addition, the SA-CCR framework incorporates the effects of collateral received or posted. The EAD is used in the regulatory capital formula to calculate counterparty-level RWA.

The IMM are subject to periodic backtesting to demonstrate that performance continues to be acceptable. Further, the internal models are also used to project the impacts of various internal and regulatory stress events to enhance knowledge of the impact potential events would have on credit exposures and capital adequacy.

Certain OTC derivatives are considered securitization exposures and reported in the Securitization section of this report.

Repo-style transactions and eligible margin loans

Counterparty credit risk for repo style transactions and eligible margin loans stems from the inability or unwillingness of a trading counterparty to fulfill their contractual obligations to the Firm. Upon a default, the amount of the risk is the market value of the exposure to the counterparty less the market value of collateral received from the counterparty.

Counterparty credit risk RWA for both repo style transactions and eligible margin loans is calculated using the Collateral Haircut Approach. Under this method the credit risk mitigation benefits of eligible collateral are recognized in the determination of EAD after applying relevant standard supervisory market price volatility haircuts.

EAD for repo-style transactions includes certain exposures, which are not reflected on the Firm's Consolidated balance sheet such as:

- Securities borrowing and lending transactions collateralized by securities, and
- Securities lending indemnification agreements

Cleared transactions

Cleared transactions include exchange-traded derivatives such as futures and options, OTC derivatives and repo-style transactions that the Firm clears through a central counterparty (“CCP”) for its own account or for client accounts. A cleared derivative where the counterparty is a client is classified as an OTC derivative for regulatory reporting.

Basel III capital requirements for cleared transactions consists of two components of exposure used to calculate RWA: (1) trade exposure, which is the sum of the EAD (based on the same EAD calculation used for OTC derivatives or repo-style transactions) and collateral posted by the Firm that is not bankruptcy remote from the CCP, and (2) contributions to the guarantee fund maintained by a CCP as part of the member loss sharing agreement. Only cleared trades where the counterparty is a CCP are classified as cleared transactions under the Basel III capital rules.

Wrong-way risk is the risk that exposure to a counterparty is positively correlated with the probability of default of the same counterparty, which could cause exposure to increase at the same time as the counterparty's capacity to meet its obligations is decreasing. This risk would result in greater EAD when compared with a transaction with another counterparty that does not have this risk. The Firm has policies and processes in place to actively monitor and control wrong-way risk throughout the life cycle of each transaction. Wrong-way risk is factored into the Firm's EAD and RWA calculations in line with the Basel III capital rules.

Risk-weighted assets

To calculate counterparty credit risk RWA, the Firm inputs its risk parameter estimates (PD, LGD and EAD) into the same IRB risk weight formula as wholesale exposures. The IRB risk weight formula generates an estimate of unexpected losses at a 99.9% confidence level. Unexpected losses are converted to an RWA measure by an application of a 12.5 supervisory multiplier.

RWA for exposures where the counterparty is a CCP depends on whether the CCP meets the criteria for classification as a qualifying CCP. The appropriate risk weights are applied to the trade exposure and contributions to the CCP's guarantee fund.

The following table presents risk-weighted assets by transaction type.

(in millions)	December 31, 2025	
OTC derivatives	\$	66,755
Repo-style transactions		54,468
Eligible margin loans		28,574
Cleared transactions		13,906
Total Advanced counterparty credit RWA	\$	163,703

Counterparty Credit Exposures

The following table presents counterparty credit risk exposures for OTC derivatives, repo-style transactions and eligible margin loans by PD range. The table does not include cleared transactions. Total EAD is \$376 billion, with 77% of this exposure in the first two PD ranges, which are predominantly investment-grade. Exposures meeting the Basel definition of default represent 0.2% of total EAD. The exposure-weighted average LGD for this portfolio is 39%. The collateral benefit is reflected primarily in the EAD.

December 31, 2025 (in millions)						
PD range (%)	EAD	Advanced RWA	Exposure-weighted average			
			PD	LGD	Risk weight	
0.00 to <0.15	\$ 184,587	\$ 26,974	0.07	37.11	14.61	
0.15 to <0.50	105,069	46,933	0.28	40.77	44.67	
0.50 to <1.35	62,044	42,162	0.73	40.62	67.95	
1.35 to <10.00	21,058	28,726	3.90	42.75	136.41	
10.00 to <100	2,285	4,358	17.59	36.76	190.71	
100 (default)	611	644	100.00	N/A ^(a)	105.48	
Total	\$ 375,654	\$ 149,797	0.73%	39.01%	39.88%	

(a) The LGD rate is reported as N/A for defaulted counterpart credit exposures because the RWA is calculated based on supervisor provided risk weights and does not depend on LGD estimates.

Credit risk mitigation

The risk mitigating benefit of eligible guarantees and credit derivative hedges are reflected in the RWA calculation as permitted by the Basel III capital rules. At December 31, 2025, \$5.8 billion of EAD for counterparty credit exposures are covered by eligible guarantees.

SECURITIZATION

Securitizations are transactions in which:

- The credit risk of the underlying exposure is transferred to third parties and has been separated into two or more tranches;
- The performance of the securitization depends upon the performance of the underlying exposures or reference assets; and
- All or substantially all of the underlying exposures or reference assets are financial exposures.

Securitizations are classified as either traditional or synthetic. In a traditional securitization, the originator establishes a special purpose entity (SPE) and sells assets, either originated or purchased, from its balance sheet into the SPE, which then issues securities to investors. In a synthetic securitization, credit risk is transferred to investors through the use of credit derivatives or guarantees without altering the accounting treatment for the assets securitized.

Securitizations include on or off-balance sheet exposures, including credit enhancements, that arise from a securitization or re-securitization transaction; or exposures that directly or indirectly references a securitization (e.g. credit derivative). A re-securitization is a securitization transaction in which one or more of the underlying exposures that have been securitized is itself a securitization.

On-balance sheet exposures include securities, loans, and servicing advances related to private-label mortgage backed securitizations for which the Firm acts as servicer. Off-balance sheet exposures include liquidity commitments, certain recourse obligations, and derivatives for which the counterparty risk or the reference obligation is a securitization exposure. The Firm executes securitizations for a variety of business purposes including as a source of liquidity and reducing credit exposures. The Firm securitizes a variety of financial assets including residential and commercial mortgages loans, commercial and industrial loans, and auto loans. The risks inherent in these assets include interest rate, credit and liquidity risk.

As of December 2025, the Firm did not transfer any assets to re-securitization VIEs, and retained interests in any such Firm-sponsored VIEs were deemed immaterial.

The Firm engages in a variety of roles in asset securitizations, including acting as investor or originator in traditional and synthetic securitization transactions and servicer/collateral manager of assets transferred into traditional securitizations. Additionally, the Firm provides liquidity facilities to securitization transactions.

This section includes both covered and non-covered securitizations, excluding covered modeled correlation trading positions, which are addressed in the Market Risk section.

Due diligence

Under the Basel III capital rules the Firm is required to perform due diligence for each securitization and re-securitization exposure, prior to acquisition with documentation completed within three business days. The Firm's due diligence procedures are designed to provide it with a comprehensive understanding of the factors that could materially affect the performance of a securitization or re-securitization.

These procedures involve analyzing and monitoring:

- The quality of the credit risk, including information regarding the performance of the underlying credit exposures and relevant market data;
- The structural and other enhancement features that may affect the credit quality of a securitization or re-securitization; and
- For re-securitization positions, information on the performance of the underlying securitization exposures.

The level of detail included in the due diligence process is commensurate with the complexity of each securitization or re-securitization exposure held. In addition to pre-trade due diligence, ongoing due diligence must also be conducted at least quarterly as required by the Basel III capital rules.

Risk management

The risks related to securitization and re-securitization transactions are managed in accordance with the Firm's credit risk and market risk management policies.

Credit risk mitigation

Various strategies are employed by the Firm to mitigate the risks that arise from securitization and re-securitization positions. These include credit risk mitigation at both the transaction and portfolio levels through diversification and hedging.

Market risk monitoring

The Market Risk function works with the LOBs and Corporate to monitor their respective securitization and re-securitization positions, position changes, and the composition of the total portfolio. This may include, but is not limited to, the review of daily positions against approved risk limits using risk measures such as market values, risk factor sensitivities, VaR results and stress loss scenarios. Covered securitization and re-securitization positions are also included in the Firm's Regulatory VaR. These positions are included in the market risk and limit reports that are distributed on a daily basis to the

trading desks, Risk Management and senior managers within the LOBs.

Securitization and re-securitization positions can be sensitive to interest rate levels and the overall credit environment. The Firm may hedge credit spread and interest rate risk, and non-U.S. dollar foreign exchange risk associated with non-U.S. dollar denominated assets, as needed, related to its securitization and re-securitization positions. JPMorganChase's policies allow various financial instruments to be employed to mitigate or hedge the risks of securitization and re-securitization positions. Examples of these instruments include U.S. Treasuries, interest rate swaps, FX forwards, and various credit derivatives.

Hierarchy of approaches

Basel III Advanced capital rules prescribe a hierarchy of approaches for calculating securitization RWA. First, any after-tax gain-on-sale resulting from a securitization is deducted from CET1 and a 1250% risk weight is applied to any credit-enhancing interest only strips ("CEIOs") that are not required to be deducted. RWA for securitization exposures that are not required to be deducted or assigned a 1250% risk weight is computed under the Supervisory Formula Approach ("SFA"). This approach leverages internal models to compute the input parameters that determine RWA. The Firm utilizes approved SFA models for various underlying asset classes including residential and commercial mortgage loans, corporate loans, student loans and auto loans in securitization transactions. Where SFA cannot be utilized, RWA is calculated under the Simplified Supervisory Formula Approach ("SSFA"), which relies on supervisory risk weights and other inputs to determine RWA or the exposure is assigned a 1250% risk weight.

Refer to Note 1 & Note 14 of the 2025 Form 10-K for a discussion of the accounting policies related to securitization activities and affiliated entities (i.e., voting interest entities and variable interest entities (including SPEs)).

Refer to Note 2 of the 2025 Form 10-K for a discussion on the valuation of retained or purchased securitization interests.

For a discussion of the valuation of loans that are intended to be securitized and accounted for as securitization exposures, refer to Note 12 loans held-for-sale, Note 2 the valuation methodology table, and Note 14 loan securitizations in the 2025 Form 10-K .

Refer to Note 28 - Loan sales- and securitization-related indemnifications of the 2025 Form 10-K for a discussion of the accounting policies for recognizing a liability associated with loan sales-and securitization-related indemnifications.

Risk-weighted assets

The following table presents covered and non-covered exposures receiving securitization capital treatment (with the exception of covered modeled correlation trading positions, which are included in the Market Risk section). The amounts include traditional and synthetic securitization exposures with re-securitizations shown separately based on Supervisory Formula Approach ("SFA") and Simplified Supervisory Formula Approach ("SSFA").

December 31, 2025 (in millions)	Securitization							
	SFA		SSFA		1250%		Total	
	Exposure	Advanced RWA	Exposure	Advanced RWA	Exposure	Advanced RWA	Exposure	Advanced RWA
Risk weight								
= 0% ≤ 20%	\$ 123,006	\$ 25,055	\$ 153,387	\$ 31,815	\$ —	\$ —	\$ 276,393	\$ 56,870
> 20% ≤ 50%	7,768	2,342	7,881	2,737	—	—	15,649	5,079
> 50% ≤ 100%	1,629	1,111	1,057	955	—	—	2,686	2,066
> 100% < 1250%	303	758	504	1,234	—	—	807	1,992
= 1250%	30	377	47	599	105	1,388	182	2,364
Securitization, excluding re-securitization	\$ 132,736	\$ 29,643	\$ 162,876	\$ 37,340	\$ 105	\$ 1,388	\$ 295,717	\$ 68,371
December 31, 2025 (in millions)	Re-securitization							
	SFA		SSFA		1250%		Total	
	Exposure	Advanced RWA	Exposure	Advanced RWA	Exposure	Advanced RWA	Exposure	Advanced RWA
Risk weight								
= 0% ≤ 20%	\$ —	\$ —	\$ 2,195	\$ 465	\$ —	\$ —	\$ 2,195	\$ 465
> 20% ≤ 50%	—	—	—	—	—	—	—	—
> 50% ≤ 100%	—	—	246	188	—	—	246	188
> 100% < 1250%	—	—	—	—	—	—	—	—
= 1250%	—	—	—	5	—	—	—	5
Re-securitization^(a)	\$ —	\$ —	\$ 2,441	\$ 658	\$ —	\$ —	\$ 2,441	\$ 658
Total securitization^(b)	\$ 132,736	\$ 29,643	\$ 165,317	\$ 37,998	\$ 105	\$ 1,388	\$ 298,158	\$ 69,029

(a) As of December 31, 2025, there were no re-securitizations to which credit risk mitigation has been applied.

(b) Total securitization RWA includes \$3.1 billion of covered securitization positions reported as non-modeled specific risk in the Market Risk section of this report.

Any gain-on-sale in connection with a securitization exposure must be deducted from CET1 capital. The amount deducted as of December 31, 2025 was \$110 million.

Exposure by collateral type

The following table presents on- and off-balance sheet covered and non-covered securitization exposures (with the exception of covered modeled correlation trading positions, which are included in the Market Risk section) by type of underlying collateral. These exposures arise from both traditional and synthetic securitization transactions.

December 31, 2025 (in millions)	Exposure			
	On-balance sheet	Off-balance sheet ^(a)	Total	Advanced RWA
Collateral type:				
Residential mortgages	\$ 44,024	\$ 1,206	\$ 45,230	\$ 10,931
Commercial mortgages	45,811	911	46,722	11,205
Commercial and industrial loans	117,869	23,216	141,085	30,536
Consumer auto loans	21,134	6,732	27,866	7,566
Student loans	7,333	939	8,272	1,860
Municipal bonds	75	6,485	6,560	1,633
Other	18,060	4,364	22,424	5,298
Total securitization exposure	\$ 254,306	\$ 43,853	\$ 298,159	\$ 69,029

(a) Includes the counterparty credit risk EAD associated with derivative transactions for which the counterparty credit risk is a securitization exposure.

Assets securitized

The following table presents the total outstanding principal balance of JPMorganChase-sponsored securitizations in which the Firm has retained exposure in either covered positions or non-covered positions. Third-party assets in deals sponsored by JPMorganChase are shown separately. During the three months ended December 31, 2025, there were no credit losses on securitized assets.

December 31, 2025 (in millions)	Principal amount outstanding			
	JPMorganChase assets held in traditional securitizations ^(a)	Third-party assets held in traditional securitizations ^(a)	JPMorganChase assets in synthetic securitizations	Assets 90 days past due or on nonaccrual status
Collateral type:				
Residential mortgages	\$ 68,301	\$ 9	\$ 3,779	\$ 918
Commercial mortgages	48,847	103,049	—	4,557
Commercial and industrial loans	131	—	27,659	—
Consumer auto loans	5,026	—	1,901	12
Student loans	26	—	—	2
Municipal bonds	—	—	—	—
Other	—	—	25,040	—
Total	\$ 122,331	\$ 103,058	\$ 58,379	\$ 5,489

(a) Represents assets held in nonconsolidated securitization VIEs.

Securitization activity

The following table presents assets pending securitization (i.e., assets held with the intent to securitize) at December 31, 2025, and the Firm's securitization activities for the Twelve months ended December 31, 2025, related to assets either held in Firm-sponsored securitization entities that were not consolidated by the Firm or held on the Firm's consolidated balance sheet and synthetically securitized. The carrying value of the loans accounted for at fair value under U.S. GAAP approximated the proceeds upon loan sale as changes in fair value were recorded in noninterest revenue. Accordingly, there were no significant gains or losses associated with traditional securitization activities.

	Carrying value		Original principal amount			
			Traditional securitization		Synthetic securitization	
			Assets securitized with retained exposure	Assets securitized without retained exposure	Assets securitized with retained exposure	
(in millions)	December 31, 2025	Twelve months ended December 31, 2025				
Collateral type:						
Residential mortgages	\$ 22,469	\$ 19,012	\$ 7,349	\$ —		
Commercial mortgages	622	8,754	5,305	—		
Commercial and industrial loans	—	—	—	—	1,563	
Consumer auto loans	—	2,000	—	—	2,000	
Student loans	—	—	—	—	—	
Municipal bonds	—	—	—	—	—	
Other	—	—	—	—	1,600	
Total	\$ 23,091	\$ 29,766	\$ 12,654	\$ 5,163		

EQUITY RISK NOT SUBJECT TO THE MARKET RISK CAPITAL RULES

Equity investments that are not subject to the market risk capital rules (i.e., non-covered positions) include principal investments, investments in unconsolidated subsidiaries, other equity investments classified within other assets and certain equity investments classified within trading assets that do not meet the definition of a covered position. These investments are held primarily for reasons other than capital gains, including client relationships, strategic initiatives and employee benefits.

Principal investments are typically privately-held financial instruments representing ownership interests or other forms of junior capital. In general, principal investments include tax-oriented investments and investments made to enhance or accelerate the Firm's business strategies and exclude those that are consolidated on the Firm's balance sheets. These investments are made by dedicated investing businesses or as part of a broader business strategy. The Firm's principal investments are managed by the LOBs and Corporate and are reflected within their respective financial results. The Firm's investments will continue to evolve based on market circumstances and in line with its strategic initiatives. Asset classes primarily include tax-oriented investments (e.g., alternative energy and affordable housing investments), private equity, various debt and equity instruments and investment funds (including separate accounts).

Investments in separate accounts are primarily held in connection with corporate and bank-owned life insurance and certain asset management activities.

Non-covered investments in equity securities are accounted for using one of the following methods:

- Equity method (which requires the Firm to recognize its proportionate share of the entity's net earnings), or fair value if the fair value option was elected, for investments in which the Firm has significant influence over operating and financing decisions (but does not own a majority of the voting equity interests).
- Fair value measurement basis for the Firm's investment companies and asset management funds accounted for under investment company guidelines, irrespective of the percentage of equity ownership interests held. These include investments in both publicly-held and privately held entities, including investments in buyouts, growth equity and venture opportunities.
- Cost less impairment (if any), plus or minus observable price changes from an identical or similar investment of the same issuer (i.e., the "measurement alternative").

Accounting and valuation policies for equity investments

Refer to the Principal investment risk section within Investment Portfolio Risk Management of the 2025 Form 10-K for a discussion of investment risk management related to principal investments.

Refer to Note 1 of the 2025 Form 10-K for a discussion of the accounting for investments in unconsolidated subsidiaries and other non-trading (i.e., non-covered) equity investments.

Refer to Note 2 of the 2025 Form 10-K for more information on the Firm's methodologies regarding the valuation of private equity direct investments and fund investments (i.e., mutual/collective investment funds, private equity funds, hedge funds and real estate funds).

Risk-weighted assets

For equity exposures to investment funds, the Firm uses either the Full Look-Through Approach (“FLTA”) or the Simple Modified Look-Through Approach (“SML-TA”) to calculate RWA. For all other equity exposures, the Firm uses the Simple Risk-Weight Approach (“SRWA”). Under FLTA, RWA is calculated by computing a risk-weight on each of the underlying exposures held by the fund as if they were held directly by the Firm, then multiplying that risk-weight by the Firm’s proportional ownership share of the fund. Under the SML-TA, the Firm uses a fund’s prospectus to determine an appropriate risk-weight to assign to its entire exposure to the fund, which is based on the highest risk-weight that applies to any exposure the fund is permitted to hold. Under the SRWA, the Firm applies regulatory prescribed risk-weights to the adjusted carrying value of each equity exposure that is not an exposure to an investment fund.

Equity risk-weighted assets

The table below presents the exposure and Advanced RWA by risk-weight.

December 31, 2025 (in millions)		
Risk-weight category	Exposure ^(a)	Advanced RWA
0%	\$ 7,289 ^(b)	\$ —
20%	981	208
100%	48,010	50,891
250%	941	2,494
300%	—	—
400%	—	—
600%	3	22
Full Look-Through Approach	27,053	15,610
Simple Modified Look-Through Approach	586	1,035
Total	\$ 84,863	\$ 70,260

(a) Includes off-balance sheet unfunded commitments for equity investments of \$7.9 billion.

(b) Consists of Federal Reserve Bank stock.

Carrying value and fair value

The following table presents the carrying value and fair value of non-covered equity investments.

December 31, 2025 (in millions)	Carrying value	Fair value
Publicly traded	\$ 27,796	\$ 27,819
Non-publicly traded	50,615	58,096
Total	\$ 78,411	\$ 85,915

Realized gains/(losses)

Cumulative realized gains/(losses) from sales and liquidations during the three months ended December 31, 2025 was \$126 million. This includes previously recognized unrealized gains/(losses) that have been reversed and booked as realized gains/(losses).

Unrealized gains/(losses)

Estimated net gains that have not been recognized on the Consolidated balance sheet or through earnings on non-covered equity investments that are accounted for under the cost, measurement alternative and equity method were \$7.5 billion, which includes the Firm’s interest in Visa Class B-2 shares as of December 31, 2025.

MARKET RISK

Market risk is the risk associated with the effect of changes in market factors such as interest and foreign exchange rates, equity and commodity prices, credit spreads or implied volatilities, on the value of assets and liabilities held for both the short and long term. For additional information of the Firm's Market Risk Management, refer to the 2025 Form 10-K.

Measures included in market risk RWA

The following table presents the Firm's market risk-based capital and Advanced RWA. The components of market risk RWA are discussed in detail in the Regulatory market risk capital models section on pages 29-33 of this report. RWA is calculated as risk-based capital ("RBC") multiplied by 12.5; any calculation differences are due to rounding.

Three months ended December 31, 2025 (in millions)	Risk- based capital	Advanced RWA
Internal models:		
Value-at-Risk based measure ("VBM")	\$ 584	\$ 7,299
Stressed Value-at-Risk based measure ("SVBM")	1,354	16,926
Incremental risk charge ("IRC")	413	5,165
Comprehensive risk measure ("CRM")	280	3,498
Total internal models	2,631	32,888
Non-modeled specific risk	4,645	58,063
Other charges	164	2,047
Total market risk	\$ 7,440	\$ 92,998

Material portfolio of covered positions

The Firm's portfolio of covered positions under the Basel III capital rules arise predominantly from activities in CIB, which makes markets in products across fixed income, foreign exchange, equities, commodities and credit markets. Refer to the 2025 Form 10-K for a discussion of CIB's Business Segment Results.

Value-at-Risk ("VaR")

VaR is a statistical risk measure, used to estimate the potential loss from adverse market moves in the current market environment. It provides a consistent framework to measure risk profiles and levels of diversification across product types and is used for aggregating risks and monitoring limits across businesses. VaR results are reported as appropriate to various groups including senior management, the Board Risk Committee and regulators. Refer to the 2025 Form 10-K Market Risk Management section for information on the Firm's VaR framework.

Since VaR is based on historical data, it is an imperfect measure of market risk exposure and potential future losses. In addition, based on their reliance on available historical data, limited time horizons, and other factors, VaR measures are inherently limited in their ability to measure certain risks and to predict losses, particularly those associated with market illiquidity and sudden or severe shifts in market conditions.

The Firm therefore considers other nonstatistical measures such as stress testing, in addition to VaR, to capture and manage its market risk positions. Refer to the stress testing section of this report for further information on stress testing.

The Firm has a single VaR framework used as a basis for calculating Risk Management VaR and Regulatory VaR.

Comparison of Risk Management VaR and Regulatory VaR

Risk Management VaR is calculated assuming a one-day holding period and an expected tail-loss methodology which approximates a 95% confidence level. The Firm believes this provides a consistent framework to measure risk profiles and levels of diversification across product types and is used for aggregating risks and monitoring limits across businesses. The Firm's Risk Management VaR is disclosed in its SEC filings.

The Firm calculates Regulatory VaR assuming a 10-business day holding period and an expected tail loss methodology, which approximates a 99% confidence level.

As noted above, Regulatory VaR is applied to "covered" positions as defined by Basel III capital rules, which may be different than the positions included in the Firm's Risk Management VaR. For example, credit derivative hedges of accrual loans are included in the Firm's Risk Management VaR, while Regulatory VaR excludes these credit derivative hedges.

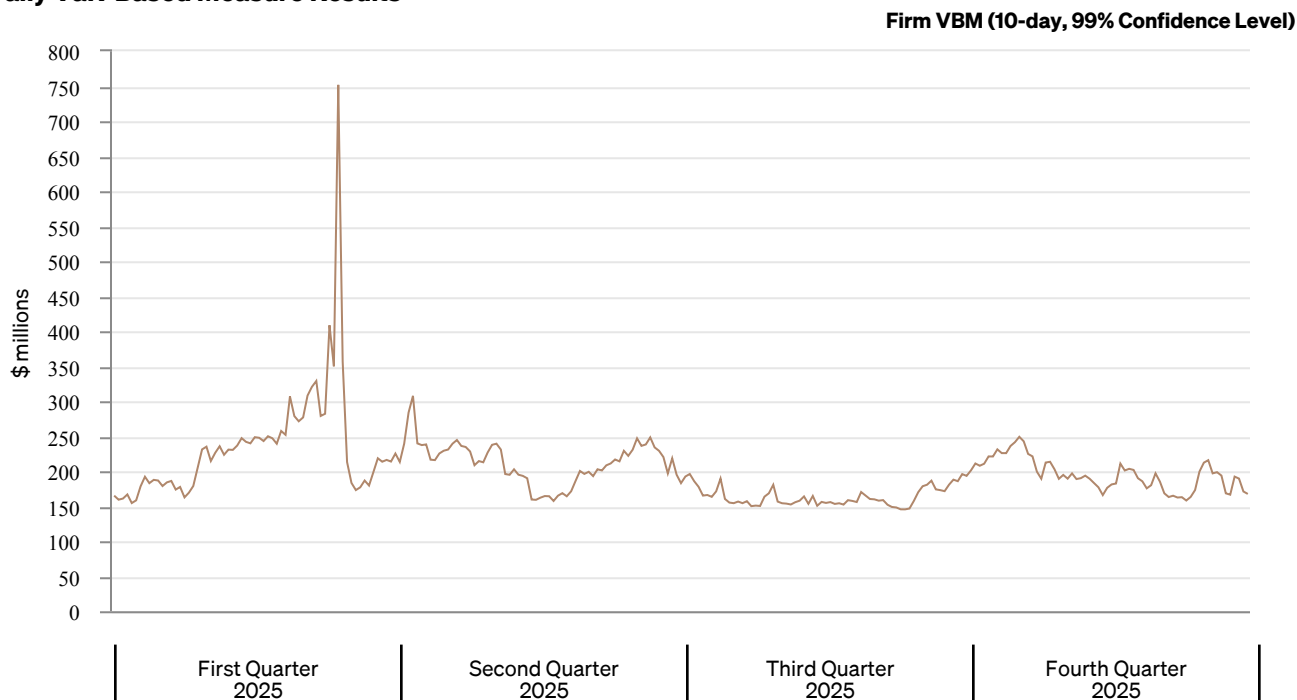
Regulatory market risk capital models

VaR-Based Measure (“VBM”)

The VBM is an aggregate loss measure that combines Regulatory VaR and modeled specific risk (“SR”) assuming a 10-business day holding period and a 99% confidence level. While Regulatory VaR measures the risk of loss from broad market movements, modeled SR captures risk factors such as event risk, idiosyncratic risk and default risk for a subset of covered positions for which the model is approved by the Firm’s banking supervisors.

The following chart presents VBM, assuming a 10-business day holding period, for the 12 months ending December 31, 2025.

Daily VaR-Based Measure Results



CIB VaR-Based Measure (“VBM”)

For the three months ended December 31, 2025, average CIB VBM was \$192 million.

The adjacent table presents the average, minimum, maximum and period-end VBM by risk type for CIB and the Firm. In addition, the table presents the reduction of total VBM resulting from diversification of the portfolio, which is the total CIB VBM less the sum of the CIB VBM for each risk type.

(in millions)	Three months ended December 31, 2025 ^(a)			
	Avg	Min	Max	December 31, 2025
CIB 10-day VBM by risk type				
Interest rate	\$108	\$ 84	\$ 136	\$ 90
Credit spread	134	118	151	139
Foreign exchange	51	38	75	53
Equities	100	59	174	67
Commodities and others	155	78	248	143
Diversification benefit	(356) ^(b)	NM ^(c)	NM ^(c)	(322) ^(b)
CIB 10-day VBM	192	154	247	170
Firm 10-day VBM	\$ 195	\$ 158	\$ 249	\$ 168

(a) The average, minimum and maximum measures are based on the 60 business days ending with the quarter-end reporting date.

(b) Average portfolio VBM and period-end portfolio VBM were less than the sum of the components described above due to portfolio diversification.

(c) Designated as not meaningful (“NM”), because the minimum and maximum may occur on different days for different risk components, and hence it is not meaningful to compute a portfolio-diversification effect.

VBM Backtesting

As required by Basel III capital rules, the Firm compares the daily gains and losses with the daily VBM results on covered positions, which for the purpose of backtesting is computed using a 1-day holding period and a 99% confidence level.

The gains and losses differ from the Firm’s reported revenue as they exclude certain components of total net revenue, such as those associated with the execution of new transactions (i.e., intraday client-driven trading and intraday risk management activities), fees, commissions, other valuation adjustments and net interest income. These excluded components of total net revenue may more than offset the backtesting gain or loss on a particular day.

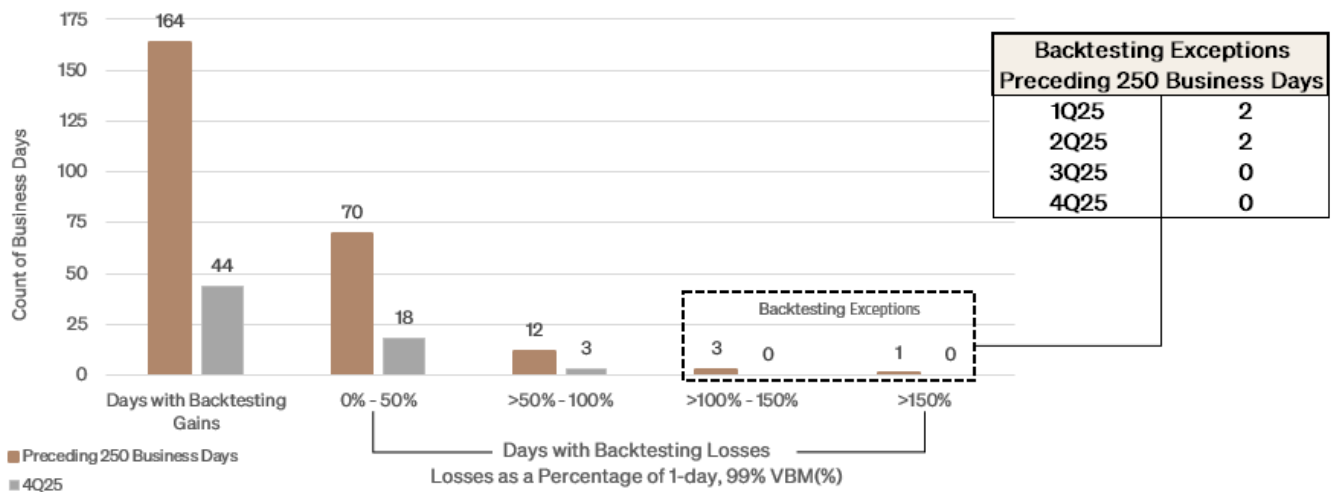
A backtesting exception occurs when the daily backtesting loss exceeds the daily VaR-based measure for the prior day.

Under the Firm’s Regulatory VaR methodology, assuming current changes in market values are consistent with the historical changes used in the simulation, the Firm would expect to observe one backtesting exception every 100 business days on average.

The number of backtesting exceptions observed can differ from the statistically expected number of backtesting exceptions if the current level of market volatility is materially different from the level of market volatility during the 12 months of historical data used in the VaR calculation.

The chart below presents the distribution of Firmwide daily backtesting gains and losses for the preceding 250 business days and three months ended December 31, 2025. The daily backtesting losses are displayed as a percentage of the corresponding daily VaR-based measure assuming a 1-day holding period. The count of days with backtesting losses are shown in aggregate, in fifty percentage point intervals. Backtesting exceptions are displayed within the intervals that are greater than one hundred percent. The backtesting results for Regulatory VaR differ from those disclosed in the Market Risk section of the Firm’s Form 10-K, which are based on the Firm’s Risk Management VaR, and the gains and losses corresponding to that population scope. As shown below, two backtesting exceptions were observed in the three months ended December 31, 2025.

Distribution of Daily Backtesting Gains and Losses



VaR-Based Measure Capital

The following table presents the Firm's VBM capital requirement, which is calculated as the higher of (1) the preceding 60 business days average measure scaled by the Firm's regulatory multiplier and (2) the quarter-end spot measure. The regulatory multiplier is prescribed by the Basel III capital rules based on the number of backtesting exceptions in the preceding 250 business days. As of December 31, 2025, the Firm's regulatory multiplier was 3.0, reflecting the number of regulatory VaR threshold exceptions.

Three months ended December 31, 2025 (in millions)	Risk- based capital	Advanced RWA
Firm VBM	\$ 584	\$ 7,299

Stressed VaR-Based Measure ("SVBM")

The SVBM is an aggregate loss measure based on Regulatory VaR and SR models whose inputs are calibrated using historical data from a continuous 12-month period that reflects a period of significant financial stress relevant to the Firm's current portfolio. SVBM is calculated assuming a 10-business day holding period and a 99% confidence level. It is calculated at least weekly, with each measure no less than the corresponding VBM.

The following table presents the average, minimum, maximum and the quarter-end spot measure for 4Q25 for CIB and the Firm.

(in millions)	Three months ended December 31, 2025 ^(a)			December 31, 2025
	Avg.	Min	Max	
CIB 10-day SVBM	\$ 427	\$ 315	\$ 548	\$ 407
Firm 10-day SVBM	\$ 451	\$ 329	\$ 586	\$ 431

(a) The average, minimum and maximum measures are based on the 12 weeks ending with the quarter-end reporting date.

The following table presents the Firm's SVBM capital requirement, which is calculated as the higher of (1) the preceding 12-weeks average measure scaled by the Firm's regulatory multiplier and (2) the quarter-end spot measure. The regulatory multiplier is prescribed by the Basel III capital rules based on the number of backtesting exceptions in the preceding 250 business days.

Three months ended December 31, 2025 (in millions)	Risk- based capital	Advanced RWA
Firm SVBM	1,354	\$ 16,926

Incremental Risk Charge ("IRC")

The IRC measure captures the risks of issuer default and credit migration that are incremental to the risks already captured in the VBM. The model is intended to measure the potential loss over a one-year holding period at a 99.9% confidence level and is applicable to debt positions that are not correlation trading or securitization positions. The output of the IRC model is used directly as the capital measure and is calculated at least weekly.

The Firm has developed a Monte Carlo simulation-based model to compute the IRC measure. Modeling of default events is based on a multi-factor asset approach, which incorporates the effects of issuer, regional and industry risk concentrations. Credit migration risk is captured in the IRC model by an explicit simulation of credit spreads. The underlying simulation model is calibrated to provide joint distributions across all risk factors (e.g., default, spread, recovery, basis effects), including important cross-effects that can have a significant impact on the tail risk of the portfolio, such as the correlation between defaults and recoveries.

The IRC model assumes the trading positions remain constant in order to model profit and loss distributions over a one-year holding period. This approach assumes a one-year liquidity horizon for all positions and all risk factor shocks are applied to the portfolio instantaneously.

The IRC model uses a full revaluation approach to capture the re-pricing risk of all positions due to credit migration and default events. This approach requires full economic details on all positions for re-pricing to capture the nonlinear effects of risk factors on the value of the portfolio during large market moves.

The IRC is validated through the evaluation of modeling assumptions, sensitivity analysis, ongoing monitoring, benchmarking and outcomes analysis. In order to ensure continued applicability and relevance, the IRC model's calibration to historical market data is updated quarterly. In addition, as market conditions and portfolios change over time, ongoing testing and monitoring of the model (including sensitivity analysis, accuracy and convergence testing) is conducted to ensure the appropriateness and accuracy of model settings, parameters and outputs.

The following table presents the average, minimum, maximum and period-end IRC for the CIB.

(in millions)	Three months ended December 31, 2025 ^(a)			December 31, 2025
	Avg.	Min	Max	
CIB IRC	\$ 413	\$ 284	\$ 675	\$ 305

(a) The average, minimum and maximum measures are based on the 12 weeks ending with the quarter-end reporting date.

The following table presents the reported IRC risk-based capital requirement, which under the Basel III capital rules, is calculated as the higher of (1) the quarterly average and (2) the quarter-end spot value.

Three months ended December 31, 2025 (in millions)	Risk- based capital	Advanced RWA
CIB IRC	\$ 413	\$ 5,165

Comprehensive Risk Measure (“CRM”)

The CRM captures the material price risks of portfolios of correlation trading positions. Correlation trading positions refer to client-driven, market-making activities in credit index and bespoke tranche swaps that are hedged with single-name and index credit default swap positions.

Similar to the IRC, the CRM model measures potential losses over a one-year holding period at a 99.9% confidence level. The CRM is calculated at least weekly.

The CRM risk-based capital requirement for each calculation date is the greater of the modeled CRM and a floor that is equal to 8% of the total specific risk add-on using the standardized approach.

The CRM model is an extension of the previously described Monte-Carlo simulation-based IRC model, and it includes additional risk factors that are relevant for index tranches, bespoke tranches, and first-to-default positions in the Firm’s correlation trading portfolio. The range of risk factors simulated by the CRM model includes default events, credit spreads, recovery rates, implied correlations and inherent basis risks within these products.

The CRM model assumes the trading positions remain constant in order to model profit and loss distributions over a one-year holding period. This approach assumes a one-year liquidity horizon for all positions and all risk factor shocks are applied to the portfolio instantaneously. The CRM model uses a full revaluation approach to capture the repricing risk of all correlation trading positions, including the non-linear effects of risk factors on the value of the portfolio during large market moves.

The CRM model is validated through the evaluation of modeling assumptions, sensitivity analysis, ongoing monitoring, benchmarking and outcomes analysis. In order to ensure continued applicability and relevance, the CRM model’s calibration to historical market data is updated quarterly. As an additional validation, and to comply with the requirements of the Basel III capital rules, weekly CRM stress testing is performed for all correlation trading positions. The weekly CRM stress testing leverages stress scenarios across major risk factors including default, spread, index-CDS basis spreads, and base correlation. In addition, as market conditions and portfolios change over time, ongoing testing and monitoring of the model (including

sensitivity analysis, accuracy and convergence testing) is conducted to ensure the appropriateness and accuracy of model settings, parameters and outputs.

The following table presents the average, minimum, maximum and period-end CRM for the CIB.

(in millions)	Three months ended December 31, 2025 ^(a)			December 31, 2025
	Avg.	Min	Max	
CIB CRM	\$ 280	\$ 258	\$ 312	\$ 280

(a) The average, minimum and maximum measures are based on the 12 weeks ending with the quarter-end reporting date.

The following table presents the reported CRM risk-based capital requirement, which under Basel III capital rules, is calculated as the higher of (1) the quarterly average and (2) the quarter-end spot value.

Three months ended December 31, 2025 (in millions)	Risk- based capital	Advanced RWA
CIB CRM	\$ 280	\$ 3,498

Aggregate securitization positions

For information on the aggregate amount of on-balance sheet and off-balance sheet securitization positions with the exception of modelled correlation trading positions, which are included in this section by exposure type, refer to Securitization section of this report.

Aggregate correlation trading positions

The following table presents the fair value of the Firm’s aggregate correlation trading positions and the associated credit hedges. Credit hedges of the correlation trading positions are included as they are considered to be part of the aggregate correlation trading positions.

December 31, 2025 (in millions)	Fair value ^(a)
Positions modeled in CRM	\$ (2,176)
Positions not modeled in CRM	(29)
Firm correlation trading positions	\$ (2,205)

(a) Reflects the fair value of securities and derivatives, including credit hedges.

Non-modeled specific risk

Non-modeled specific risk is calculated using supervisory-prescribed risk weights and methodologies for covered debt, equity and securitization positions that are not included in modeled SR. The market risk-based capital and risk-weighted assets for non-modeled specific risk are shown in the table below.

December 31, 2025 (in millions)	Risk-based capital	Advanced RWA
Securitization positions ^(a)	\$ 244	\$ 3,046
Non-securitization positions	4,401	55,017
Firm non-modeled specific risk	\$ 4,645	\$ 58,063

(a) Represents securitization RWA for covered positions only.

Other charges

Other charges reflect exposures receiving alternative capital treatments.

December 31, 2025 (in millions)	Risk-based capital	Advanced RWA
Firm other charges	\$ 164	\$ 2,047

Independent review of market risk regulatory capital models

A dedicated independent model risk function, the Model Risk Governance and Review group, is responsible for approving new models, as well as material changes to existing models, prior to their use. Market risk regulatory capital models are in scope for this process. The critical elements of the review process are:

- An evaluation of the conceptual soundness of the model specifications such as risk factor representation of the products and the associated simulation methods;
- An analysis of model outcomes, including a comparison of the outputs with empirical experience and, where relevant, with alternative model specifications;
- An evaluation of the adequacy of model calibration procedures and model implementation testing performed by model developers.

The evaluation of the conceptual soundness of a model seeks to assess the reasonableness of model specifications, and takes into consideration the purpose of the model. This process also seeks to identify the main model assumptions, evaluate their adequacy, understand their strengths and weaknesses, and the impact that such assumptions may have on the model output.

The output of models, and the models' response to changes in inputs, are evaluated via outcome analysis, which may include: comparing model results against empirical evidence; comparing model results against the results obtained with alternative settings, or models; and assessing the reasonableness of the sensitivity of model results to changes in portfolio and market inputs.

The Model Risk function assesses the completeness and quality of the testing performed by model developers to ensure the integrity of model implementation. The Model Risk function also evaluates the approach used by model developers to assess the numerical accuracy of the results, such as the setting of the number of trials in a Monte Carlo simulation.

Additional model testing may be requested of the model development team by the Model Risk function or may be performed directly by the Model Risk function. To address the model risk issues identified during the independent model review, the Model Risk function may require a remediation plan with specific

actions and timelines, as well as an evaluation of the need for compensating controls to mitigate model risk until the issues are addressed.

Once models have been approved, model users and developers are responsible for maintaining a robust operating environment, and must monitor and evaluate the performance of the models on an ongoing basis. Model users and developers may seek to enhance models in response to changes in the relevant portfolios and in product and market developments, as well as to capture improvements in available modeling techniques and systems capabilities.

For information on independent review of the market risk regulatory capital models, refer to the Estimations and Model Risk Management section in the 2025 Form 10-K.

Stress testing

Along with VaR, stress testing is an important tool used to assess risk. While VaR reflects the risk of loss due to adverse changes in markets using recent historical market behavior, stress testing reflects the risk of loss from hypothetical changes in the value of market risk sensitive positions applied simultaneously. Stress testing measures the Firm's vulnerability to losses under a range of stressed but possible economic and market scenarios. The results are used to understand the exposures responsible for those potential losses and are measured against limits.

For additional information refer to the Stress testing section within Market Risk Management of the 2025 Form 10-K.

INTEREST RATE RISK FOR TRADITIONAL BANKING ACTIVITIES

Structural interest rate risk management

The effect of interest rate exposure on the Firm's reported net income is important as interest rate risk represents one of the Firm's significant market risks. Interest rate risk arises not only from trading activities which are included in VaR, but also from the Firm's traditional banking activities, which include extension of loans and credit facilities, taking deposits, issuing debt, as well as the investment securities portfolio, and associated derivative instruments.

Refer to Market Risk Management section of the 2025 Form 10-K for a detailed discussion of Earnings-at-risk, summary of positions included in Earnings-at-risk, and Economic Value Sensitivity.

OPERATIONAL RISK MANAGEMENT

Operational risk is the risk of an adverse outcome resulting from inadequate or failed internal processes or systems; human factors; or external events impacting the Firm's processes or systems.

Operational risk includes compliance, conduct, legal, and estimations and model risk. Operational risk is inherent in the Firm's activities and can manifest itself in various ways, including fraudulent acts, business disruptions (including those caused by extraordinary events beyond the Firm's control), cyber attacks, inappropriate employee behavior, failure to comply with applicable laws, rules and regulations or failure of vendors or other third party providers to perform in accordance with their agreements. Operational Risk Management attempts to manage operational risk at appropriate levels in light of the Firm's financial position, the characteristics of its businesses, and the markets and regulatory environments in which it operates.

Refer to the 2025 Form 10-K for a discussion of Operational Risk Management and the Capital Risk Management section for operational risk RWA.

SUPPLEMENTARY LEVERAGE RATIO

The SLR is defined as Tier 1 capital under Basel III divided by the Firm's total leverage exposure. The tables below present the components of the Firm's SLR with on-balance sheet amounts calculated as the quarterly average and off-balance sheet amounts calculated as the average of each of the three month's period-end balances.

Summary comparison of accounting assets and total leverage exposure

(in millions, except ratios)	December 31, 2025
Tier 1 capital	\$ 307,630
Total spot assets	4,424,900
Add: Adjustments for frequency of calculations ^(a)	104,518
Total average assets	4,529,418
Less adjustments for:	
Adjustments for deductions from Tier 1 capital ^(b)	57,024
Add adjustments for:	
Adjustment for derivative transactions	319,397
Adjustment for repo-style transactions	55,162
Adjustment for off-balance sheet exposures ^(c)	455,048
Other	—
Total leverage exposure	\$ 5,302,001
SLR	5.8 %

- (a) The adjustment for frequency of calculations represents the difference between total spot assets at December 31, 2025, and average assets for the three months ended December 31, 2025.
- (b) For purposes of calculating the SLR, includes quarterly average assets adjusted for on-balance sheet assets that are subject to deduction from Tier 1 capital, predominantly goodwill (inclusive of estimated equity method goodwill) and other intangible assets
- (c) Off-balance sheet exposures are calculated as the average of the three month-end spot balances on applicable regulatory exposures during the reporting quarter.

Derivative transactions

The following table presents the components of total derivative exposure.

(in millions)	December 31, 2025
Replacement cost for all derivative transactions	\$ 110,272
Add-on amounts for potential future exposure ("PFE") for all derivative transactions	245,786
Gross-up for collateral posted in derivative transactions if collateral is deducted from on-balance sheet assets	148,579
Less: Deduction of receivable assets for qualifying cash variation margin posted in derivative transactions	148,579
Less: Exempted exposures to central counterparties ("CCPs") in cleared transactions	17,804
Adjusted effective notional principal amount of sold credit protection	642,526
Less: Effective notional principal amount offsets and PFE deductions for sold credit protection	587,923
Total derivative exposure^(a)	392,857
Less: On-balance-sheet average derivative receivables	73,460
Adjustment for derivative transactions	\$ 319,397

- (a) Receivables for cash variation margin that are posted under a qualifying derivative contract where the Firm has obtained an appropriate legal opinion with respect to master netting agreements with the same counterparty, and where other relevant criteria under U.S. GAAP are met, are netted against derivative liabilities and are not included in on-balance sheet assets.

Repo-style transactions

The following table presents the components of total exposures for repo-style transactions.

(in millions)	December 31, 2025
Gross assets for repo-style transactions ^(a)	\$ 942,966
Less: amounts netted ^(b)	350,953
Add: Counterparty credit risk for all repo-style transactions	56,582
Exposure amount for repo-style transactions where the Firm acts as an agent ^(c)	534
Total exposures for repo-style exposures	649,129
Less: on-balance sheet amounts	
Securities purchased under resale agreements	332,089
Securities borrowed	261,878
Adjustment for repo-style transactions	\$ 55,162

- (a) Excludes the value of securities received as collateral where the Firm as securities lender has not sold or re-hypothecated the collateral securities received.
- (b) Reflects netting of transactions where the Firm has obtained an appropriate legal opinion with respect to master netting agreements with the same counterparty, and where other relevant criteria under U.S. GAAP are met.
- (c) Includes exposures where the Firm's guarantee is greater than the difference between the fair value of the security or cash the Firm's customer has lent and the value of the collateral provided.

Other off-balance sheet exposures

The following table presents wholesale and retail commitments after applying the relevant credit conversion factors.

(in millions)	December 31, 2025
Off-balance sheet exposures - gross notional amounts	\$ 1,823,674
Less: Adjustments for conversion to credit equivalent amounts	1,368,626
Adjustment for other off-balance sheet exposures	\$ 455,048

APPENDIX

Valuation process

Refer to Note 2 of the 2025 Form 10-K for a discussion of the Firm's valuation methodologies for assets, liabilities, and lending-related commitments measured at fair value, the fair value hierarchy, and credit and funding valuation adjustments.

References to JPMorganChase's 2025 Form 10-K

JPMorganChase's 2025 Form 10-K contains important information on the Firm's risk management policies and practices, capital management processes, and accounting policies relevant to this report. Specific references are listed below.

Management's discussion and analysis

Section	Form 10-K Page reference
Firmwide risk management	83-153
Strategic risk management	88-108
Capital risk management	89-99
Liquidity risk management	100-107
Reputation risk management	108
Credit and investment risk management	109-132
Credit portfolio	111
Consumer credit portfolio	112-117
Wholesale credit portfolio	118-128
Allowances for credit losses	129-131
Investment portfolio risk management	132
Market risk management	133-142
Country risk management	143-144
Climate risk management	145
Operational risk management	146-153
Compliance risk management	150
Conduct risk management	151
Legal risk management	152
Estimations and Model risk management	153

Notes to consolidated financial statements

Section	Form 10-K Page reference
Note 1 Basis of presentation	170-173
Note 2 Fair value measurement	174-195
Note 3 Fair value option	196-199
Note 4 Credit risk concentrations	200-201
Note 5 Derivative instruments	202-217
Note 8 Pension and other postretirement employee benefit plans	223-225
Note 9 Employee share-based incentives	226-227
Note 10 Investment securities	228-232
Note 11 Securities financing activities	233-235
Note 12 Loans	236-257
Note 13 Allowance for credit losses	258-262
Note 14 Variable interest entities	263-271
Note 15 Goodwill and Mortgage servicing rights	272-276
Note 18 Leases	278-279
Note 20 Long-term debt	281-282
Note 21 Preferred stock	283-284
Note 22 Common stock	285
Note 24 Accumulated other comprehensive income/(loss)	287
Note 26 Restrictions on cash and intercompany funds transfers	292
Note 27 Regulatory capital	293-294
Note 28 Off-balance sheet lending-related financial instruments, guarantees and other commitments	295-300
Note 29 Pledged assets and collateral	301
Note 34 Business combinations	312-314