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**SUNTRUST BANKS, INC.**  
**Consolidated Statements of Income/(Loss)**

	For the Year Ended December 31		
	2009	2008	2007
(Dollars and shares in thousands, except per share data)			
<b>Interest Income</b>			
Interest and fees on loans	\$5,530,162	\$6,933,657	\$7,979,281
Interest and fees on loans held for sale	232,775	289,920	668,939
Interest and dividends on securities available for sale			
Taxable interest	716,684	628,006	516,289
Tax-exempt interest	39,730	44,088	43,158
Dividends <sup>1</sup>	73,257	103,005	122,779
Interest on funds sold and securities purchased under agreements to resell	2,204	25,112	48,835
Interest on deposits in other banks	231	812	1,305
Trading account interest	114,704	302,782	655,334
Total interest income	<u>6,709,747</u>	<u>8,327,382</u>	<u>10,035,920</u>
<b>Interest Expense</b>			
Interest on deposits	1,439,942	2,377,473	3,660,766
Interest on funds purchased and securities sold under agreements to repurchase	7,827	130,563	440,260
Interest on trading liabilities	20,206	27,160	15,586
Interest on other short-term borrowings	14,678	55,102	121,011
Interest on long-term debt	761,404	1,117,428	1,078,753
Total interest expense	<u>2,244,057</u>	<u>3,707,726</u>	<u>5,316,376</u>
Net interest income	4,465,690	4,619,656	4,719,544
Provision for credit losses	4,063,914	2,474,215	664,922
Net interest income after provision for credit losses	<u>401,776</u>	<u>2,145,441</u>	<u>4,054,622</u>
<b>Noninterest Income</b>			
Service charges on deposit accounts	848,354	904,127	822,031
Other charges and fees	522,749	510,794	479,074
Trust and investment management income	486,523	592,324	685,034
Mortgage production related income	376,097	171,368	90,983
Mortgage servicing related income	329,908	(211,829)	195,436
Card fees	323,842	308,374	280,706
Investment banking income	271,999	236,533	214,885
Retail investment services	217,803	289,093	278,042
Trading account profits/(losses) and commissions	(40,738)	38,169	(361,711)
Gain from ownership in Visa	112,102	86,305	-
Net gain on sale of businesses	-	198,140	32,340
Net gain on sale/leaseback of premises	-	37,039	118,840
Other noninterest income	163,620	239,726	349,907
Net securities gains <sup>2</sup>	98,019	1,073,300	243,117
Total noninterest income	<u>3,710,278</u>	<u>4,473,463</u>	<u>3,428,684</u>
<b>Noninterest Expense</b>			
Employee compensation	2,257,532	2,327,228	2,329,034
Employee benefits	542,390	434,036	441,154
Amortization/impairment of goodwill/intangible assets	806,834	121,260	96,680
Outside processing and software	579,277	492,611	410,945
Net occupancy expense	356,791	347,289	351,238
Regulatory assessments	302,147	54,876	22,425
Credit and collection services	259,406	156,445	112,547
Other real estate expense	243,727	104,684	15,797
Equipment expense	171,887	203,209	206,498
Marketing and customer development	151,538	372,235	195,043
Operating losses	99,527	446,178	134,028
Mortgage reinsurance	114,905	179,927	174
Net loss on debt extinguishment	39,356	11,723	9,800
Visa litigation	7,000	(33,469)	76,930
Other noninterest expense	630,091	660,791	818,760
Total noninterest expense	<u>6,562,408</u>	<u>5,879,023</u>	<u>5,221,053</u>
Income/(loss) before provision/(benefit) for income taxes	(2,450,354)	739,881	2,262,253
Provision/(benefit) for income taxes	(898,783)	(67,271)	615,514
Net income/(loss) including income attributable to noncontrolling interest	<u>(1,551,571)</u>	<u>807,152</u>	<u>1,646,739</u>
Net income attributable to noncontrolling interest	12,112	11,378	12,724
Net income/(loss)	<u>(\$1,563,683)</u>	<u>\$795,774</u>	<u>\$1,634,015</u>

Net income/(loss) available to common shareholders	<u><u>(\$1,733,377)</u></u>	<u><u>\$740,982</u></u>	<u><u>\$1,592,954</u></u>
Net income/(loss) per average common share			
Diluted	(\$3.98)	\$2.12	\$4.52
Basic	(3.98)	2.12	4.56
Dividends declared per common share	0.22	2.85	2.92
Average common shares - diluted <sup>3</sup>	435,328	350,183	352,688
Average common shares - basic	435,328	348,919	349,346
<sup>1</sup> Includes dividends on common stock of The Coca-Cola Company	\$49,200	\$55,920	\$60,915

<sup>2</sup>Includes other-than-temporary impairment losses of \$20.0 million for the year ended December 31, 2009, consisting of \$112.8 million of total unrealized losses, net of \$92.8 million of non-credit related unrealized losses recorded in other comprehensive income, before taxes.

<sup>3</sup>For earnings per share calculation purposes, the impact of dilutive securities are excluded from the diluted share count during periods that the Company has recognized a net loss available to common shareholders because the impact would be anti-dilutive.

See Notes to Consolidated Financial Statements.

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**SUNTRUST BANKS, INC.**  
**Consolidated Balance Sheets**

(Dollars in thousands)	As of	
	December 31 2009	December 31 2008
<b>Assets</b>		
Cash and due from banks	\$6,456,406	\$5,622,789
Interest-bearing deposits in other banks	24,109	23,999
Funds sold and securities purchased under agreements to resell	516,656	990,614
Cash and cash equivalents	6,997,171	6,637,402
Trading assets	4,979,938	10,396,269
Securities available for sale <sup>1</sup>	28,477,042	19,696,537
Loans held for sale (loans at fair value: \$2,923,375 as of December 31, 2009; \$2,424,432 as of December 31, 2008)	4,669,823	4,032,128
Loans (loans at fair value: \$448,720 as of December 31, 2009; \$270,342 as of December 31, 2008)	113,674,844	126,998,443
Allowance for loan and lease losses	(3,120,000)	(2,350,996)
Net loans	110,554,844	124,647,447
Premises and equipment	1,551,794	1,547,892
Goodwill	6,319,078	7,043,503
Other intangible assets (MSRs at fair value: \$935,561 as of December 31, 2009; \$0 as of December 31, 2008)	1,711,299	1,035,427
Customers' acceptance liability	6,264	5,294
Other real estate owned	619,621	500,481
Unsettled sales of securities available for sale	-	6,386,795
Other assets	8,277,861	7,208,786
Total assets	<u>\$174,164,735</u>	<u>\$189,137,961</u>
<b>Liabilities and Shareholders' Equity</b>		
Noninterest-bearing consumer and commercial deposits	\$24,244,041	\$21,522,021
Interest-bearing consumer and commercial deposits	92,059,411	83,753,686
Total consumer and commercial deposits	116,303,452	105,275,707
Brokered deposits (CDs at fair value: \$1,260,505 as of December 31, 2009; \$587,486 as of December 31, 2008)	4,231,530	7,667,167
Foreign deposits	1,328,584	385,510
Total deposits	121,863,566	113,328,384
Funds purchased	1,432,581	1,120,079
Securities sold under agreements to repurchase	1,870,510	3,193,311
Other short-term borrowings (debt at fair value: \$0 as of December 31, 2009; \$399,611 as of December 31, 2008)	2,062,277	5,166,360
Long-term debt (debt at fair value: \$3,585,892 as of December 31, 2009; \$7,155,684 as of December 31, 2008)	17,489,516	26,812,381
Acceptances outstanding	6,264	5,294
Trading liabilities	2,188,923	3,240,784
Unsettled purchases of securities available for sale	-	8,898,279
Other liabilities	4,720,243	4,872,284
Total liabilities	<u>151,633,880</u>	<u>166,637,156</u>
Preferred stock	4,917,312	5,221,703
Common stock, \$1.00 par value	514,667	372,799
Additional paid in capital	8,521,042	6,904,644
Retained earnings	8,562,807	10,388,984
Treasury stock, at cost, and other	(1,055,136)	(1,368,450)
Accumulated other comprehensive income	1,070,163	981,125
Total shareholders' equity	<u>22,530,855</u>	<u>22,500,805</u>
Total liabilities and shareholders' equity	<u>\$174,164,735</u>	<u>\$189,137,961</u>
Common shares outstanding	499,156,858	354,515,013
Common shares authorized	750,000,000	750,000,000
Preferred shares outstanding	50,225	53,500
Preferred shares authorized	50,000,000	50,000,000
Treasury shares of common stock	15,509,737	18,284,356
<sup>1</sup> Includes net unrealized gains on securities available for sale	\$1,831,948	\$1,413,330

See Notes to Consolidated Financial Statements.

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**SUNTRUST BANKS, INC.**  
**Consolidated Statements of Shareholders' Equity**

(Dollars and shares in thousands, except per share data)	Preferred Stock	Common		Additional Paid in Capital	Retained Earnings	Treasury Stock and Other <sup>1</sup>	Accumulated Other Comprehensive Income	
		Shares Outstanding	Common Stock				Income	Total
Balance, January 1, 2007	\$500,000	354,903	\$370,578	\$6,627,196	\$10,541,152	(\$1,032,720)	\$925,949	\$17,932,155
Net income	-	-	-	-	1,634,015	-	-	1,634,015
Other comprehensive income:								
Change in unrealized gains (losses) on securities, net of tax	-	-	-	-	-	-	243,986	243,986
Change in unrealized gains (losses) on derivatives, net of tax	-	-	-	-	-	-	139,732	139,732
Change related to employee benefit plans	-	-	-	-	-	-	70,401	70,401
<b>Total comprehensive income</b>								<b>2,088,134</b>
Change in noncontrolling interest	-	-	-	-	-	(1,125)	-	(1,125)
Common stock dividends, \$2.92 per share	-	-	-	-	(1,026,594)	-	-	(1,026,594)
Series A preferred stock dividends, \$6.055 per share	-	-	-	-	(30,275)	-	-	(30,275)
Exercise of stock options and stock compensation expense	-	2,794	-	(1,471)	-	211,460	-	209,989
Acquisition of treasury stock	-	(10,758)	-	71,267	-	(924,652)	-	(853,385)
Restricted stock activity	-	682	-	8,197	(3,535)	(10,507)	-	(5,845)
Amortization of restricted stock compensation	-	-	-	-	-	34,820	-	34,820
Issuance of stock for employee benefit plans	-	785	-	2,046	-	60,594	-	62,640
Adoption of fair value election	-	-	-	-	(388,604)	-	147,374	(241,230)
Adoption of fair value measurement	-	-	-	-	(10,943)	-	-	(10,943)
Adoption of uncertain tax position guidance	-	-	-	-	(41,844)	-	-	(41,844)
Adoption of leveraged lease cash flows guidance	-	-	-	-	(26,273)	-	-	(26,273)
Pension plan changes and resulting remeasurement	-	-	-	-	-	-	79,707	79,707
Other activity	-	5	-	58	(459)	412	-	11
Balance, December 31, 2007	\$500,000	348,411	\$370,578	\$6,707,293	\$10,646,640	(\$1,661,718)	\$1,607,149	\$18,169,942
Net income	-	-	-	-	795,774	-	-	795,774
Other comprehensive income:								
Change in unrealized gains (losses) on securities, net of tax	-	-	-	-	-	-	(806,586)	(806,586)
Change in unrealized gains (losses) on derivatives, net of tax	-	-	-	-	-	-	688,487	688,487
Change related to employee benefit plans	-	-	-	-	-	-	(507,925)	(507,925)
<b>Total comprehensive income</b>								<b>169,750</b>
Change in noncontrolling interest	-	-	-	-	-	(4,728)	-	(4,728)
Issuance of common stock for GB&T acquisition	-	2,221	2,221	152,292	-	-	-	154,513
Common stock dividends, \$2.85 per share	-	-	-	-	(1,004,146)	-	-	(1,004,146)
Series A preferred stock dividends, \$4.451 per share	-	-	-	-	(22,255)	-	-	(22,255)
Issuance of U.S. Treasury preferred stock	4,717,971	-	-	132,029	-	-	-	4,850,000
Accretion of discount associated with U.S. Treasury preferred stock	3,732	-	-	-	(3,732)	-	-	-
U.S. Treasury preferred stock dividends, \$471 per share	-	-	-	-	(22,847)	-	-	(22,847)
Exercise of stock options and stock compensation expense	-	495	-	16,160	-	39,766	-	55,926
Restricted stock activity	-	1,693	-	(46,797)	(450)	46,712	-	(535)
Amortization of restricted stock compensation	-	-	-	-	-	76,656	-	76,656
Issuance of stock for employee benefit plans	-	1,695	-	(56,834)	-	134,862	-	78,028
Other activity	-	-	-	501	-	-	-	501
Balance, December 31, 2008	\$5,221,703	354,515	\$372,799	\$6,904,644	\$10,388,984	(\$1,368,450)	\$981,125	\$22,500,805
Net loss	-	-	-	-	(1,563,683)	-	-	(1,563,683)
Other comprehensive income:								
Change in unrealized gains (losses) on securities, net of taxes	-	-	-	-	-	-	280,336	280,336

Change in unrealized gains (losses) on derivatives, net of taxes	-	-	-	-	-	-	(434,795)	(434,795)
Change related to employee benefit plans	-	-	-	-	-	-	251,212	251,212
Total comprehensive loss								(1,466,930)
Change in noncontrolling interest	-	-	-	-	-	(4,500)	-	(4,500)
Common stock dividends, \$0.22 per share	-	-	-	-	(82,619)	-	-	(82,619)
Series A preferred stock dividends, \$4.056 per share	-	-	-	-	(14,143)	-	-	(14,143)
U.S. Treasury preferred stock dividends, \$5,004 per share	-	-	-	-	(242,688)	-	-	(242,688)
Accretion of discount associated with U.S. Treasury preferred stock	23,098	-	-	-	(23,098)	-	-	-
Issuance of common stock in connection with SCAP capital plan	-	141,868	141,868	1,687,867	-	-	-	1,829,735
Extinguishment of forward stock purchase contract	-	-	-	173,653	-	-	-	173,653
Repurchase of preferred stock	(327,489)	-	-	5,047	94,318	-	-	(228,124)
Exercise of stock options and stock compensation expense	-	-	-	11,406	-	-	-	11,406
Restricted stock activity	-	1,812	-	(206,305)	-	176,603	-	(29,702)
Amortization of restricted stock compensation	-	-	-	-	-	66,420	-	66,420
Issuance of stock for employee benefit plans and other	-	962	-	(55,270)	(1,979)	74,791	-	17,542
Adoption of OTTI guidance <sup>2</sup>	-	-	-	-	7,715	-	(7,715)	-
<b>Balance, December 31, 2009</b>	<b>\$4,917,312</b>	<b>499,157</b>	<b>\$514,667</b>	<b>\$8,521,042</b>	<b>\$8,562,807</b>	<b>(\$1,055,136)</b>	<b>\$1,070,163</b>	<b>\$22,530,855</b>

1 Balance at December 31, 2009 includes (\$1,104,171) for treasury stock, (\$59,161) for compensation element of restricted stock, \$108,196 for noncontrolling interest.

Balance at December 31, 2008 includes (\$1,367,752) for treasury stock, (\$113,394) for compensation element of restricted stock, \$112,696 for noncontrolling interest.

Balance at December 31, 2007 includes (\$1,688,521) for treasury stock, (\$90,622) for compensation element of restricted stock, \$117,425 for noncontrolling interest.

2 Effective April 1, 2009, the Company adopted the update to ASC 320-10, which provided the guidance in determining the impact of other-than-temporary impairment. Amounts shown are net-of-tax. See Note 1, "Significant Accounting Policies" and Note 5, "Securities Available For Sale" to the Consolidated Financial Statements for additional information on adoption of this accounting guidance.

See Notes to Consolidated Financial Statements.

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**SUNTRUST BANKS, INC.**  
**Consolidated Statements of Cash Flows**

	For the Year Ended December 31		
	2009	2008	2007
(Dollars in thousands)			
<b>Cash Flows from Operating Activities:</b>			
Net income/(loss) including income attributable to noncontrolling interest	(\$1,551,571)	\$807,152	\$1,646,739
Adjustments to reconcile net income/(loss) to net cash provided by operating activities:			
Net gain on sale of businesses	-	(198,140)	(32,340)
Visa litigation	7,000	(33,469)	76,930
Expense recognized on contribution of common stock of Coke	-	183,418	-
Gain from ownership in Visa	(112,102)	(86,305)	-
Depreciation, amortization and accretion	966,093	824,263	802,342
Impairment of goodwill/intangibles	751,156	415,000	-
Recovery of MSR's impairment	(199,159)	-	-
Origination of MSR's	(681,813)	(485,597)	(639,158)
Provisions for credit losses and foreclosed property	4,270,340	2,551,574	683,114
Deferred income tax benefit	(894,974)	(221,235)	(147,758)
Amortization of restricted stock compensation	66,420	76,656	34,820
Stock option compensation	11,406	20,185	24,275
Excess tax benefits from stock-based compensation	(387)	(4,580)	(11,259)
Net loss on extinguishment of debt	39,356	11,723	9,800
Net securities gains	(98,019)	(1,073,300)	(243,117)
Net gain on sale/leaseback of premises	-	(37,039)	(118,840)
Net gain on sale of assets	(65,648)	(60,311)	(30,569)
Net (increase)/decrease in loans held for sale	(965,249)	4,191,838	2,479,428
Contributions to retirement plans	(25,666)	(386,535)	(11,185)
Net (increase)/decrease in other assets	1,522,117	(2,694,422)	(1,993,001)
Net (decrease)/increase in other liabilities	2,864	(184,601)	1,200,614
Net cash provided by operating activities	<u>3,042,164</u>	<u>3,616,275</u>	<u>3,730,835</u>
<b>Cash Flows from Investing Activities:</b>			
Proceeds from maturities, calls and paydowns of securities available for sale	3,406,941	1,292,065	1,073,340
Proceeds from sales of securities available for sale	19,487,740	5,737,627	1,199,231
Purchases of securities available for sale	(33,793,498)	(8,170,824)	(7,640,289)
Proceeds from maturities, calls and paydowns of trading securities	148,283	4,329,198	11,896,617
Proceeds from sales of trading securities	2,113,466	3,046,185	19,240,250
Purchases of trading securities	(85,965)	(3,687,561)	(22,717,152)
Net decrease/(increase) in loans	8,609,239	(5,807,828)	(7,158,570)
Proceeds from sales of loans held for investment	755,855	881,410	5,721,662
Proceeds from sale of MSR's	-	148,387	270,215
Capital expenditures	(212,186)	(221,602)	(186,431)
Net cash and cash equivalents received for sale of businesses	-	301,604	-
Net cash paid and cash equivalents acquired in acquisitions	(6,711)	(23,931)	(32,200)
Proceeds from sale/redemption of Visa shares	112,102	86,305	-
Contingent consideration payouts related to acquisitions	(18,043)	(2,830)	(50,689)
Proceeds from the sale/leaseback of premises	-	288,851	764,368
Proceeds from the sale of other assets	566,451	318,910	145,871
Net cash provided by/(used) in investing activities	<u>1,083,674</u>	<u>(1,484,034)</u>	<u>2,526,223</u>
<b>Cash Flows from Financing Activities:</b>			
Net increase in consumer and commercial deposits	10,582,750	1,767,908	2,100,134
Net decrease in foreign and brokered deposits	(2,497,023)	(7,917,898)	(8,273,116)
Assumption of deposits, net	448,858	160,517	-
Net decrease in funds purchased, securities sold under agreements to repurchase, and other short-term borrowings	(4,114,382)	(2,796,359)	(1,679,833)
Proceeds from the issuance of long-term debt	574,560	7,834,388	5,197,020
Repayment of long-term debt	(10,034,157)	(4,024,675)	(1,553,412)
Proceeds from the issuance of preferred stock	-	4,850,000	-
Proceeds from the exercise of stock options	-	25,569	186,000
Acquisition of treasury stock	-	-	(853,385)
Excess tax benefits from stock-based compensation	387	4,580	11,259
Proceeds from the issuance of common stock	1,829,735	-	-
Repurchase of preferred stock	(228,124)	-	-
Common and preferred dividends paid	(328,673)	(1,041,470)	(1,056,869)
Net cash used in financing activities	<u>(3,766,069)</u>	<u>(1,137,440)</u>	<u>(5,922,202)</u>
Net increase in cash and cash equivalents	359,769	994,801	334,856
Cash and cash equivalents at beginning of period	6,637,402	5,642,601	5,307,745
Cash and cash equivalents at end of period	<u>\$6,997,171</u>	<u>\$6,637,402</u>	<u>\$5,642,601</u>

**Supplemental Disclosures:**

Interest paid	<b>\$2,366,891</b>	\$3,868,034	\$5,277,639
Income taxes paid	<b>44,723</b>	341,396	724,351
Income taxes refunded	<b>(106,020)</b>	(4,275)	(13,859)
Securities transferred from available for sale to trading	-	-	15,143,109
Loans transferred from loans to loans held for sale	<b>124,879</b>	-	4,054,246
Loans transferred from loans held for sale to loans	<b>306,966</b>	656,134	837,401
Loans transferred from loans to other real estate owned	<b>811,659</b>	754,091	-
Issuance of common stock for acquisition of GB&T	-	154,513	-
Noncash gain on contribution of common stock of Coke	-	183,418	-
Unsettled purchases of securities available for sale as of year-end	-	8,898,279	-
Unsettled sales of securities available for sale as of year-end	-	6,386,795	-
Amortization of deferred gain on sale/leaseback of premises	<b>59,044</b>	55,616	5,301
U.S. Treasury preferred dividend accrued but unpaid	<b>10,777</b>	7,778	-
Accretion on U.S. Treasury preferred stock	<b>23,098</b>	3,732	-
Extinguishment of forward stock purchase contract	<b>173,653</b>	-	-
Gain on repurchase of Series A preferred stock	<b>94,318</b>	-	-

*See Notes to Consolidated Financial Statements.*