

U.S. DEPARTMENT OF THE TREASURY

Press Center

Treasury Receives \$45 Billion Payment from Bank of America

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Today, the U.S. Department of the Treasury received full repayment on its Troubled Asset Relief Program (TARP) investments in Bank of America in the sum of \$45 billion, bringing the total amount of repaid TARP funds to \$118 billion. Treasury now estimates that total bank repayments could reach up to \$175 billion by the end of 2010, cutting total taxpayer exposure to the banks by almost three-quarters from the peak.

Treasury currently estimates that every one of its programs aimed at stabilizing the banking system – the Capital Purchase Program, the Targeted Investment Program, the Asset Guarantee Program, and the Consumer and Business Lending Initiative -- will earn a profit thanks to dividends, interest, early repayments, and the sale of warrants. Total bank investments of \$245 billion in FY2009 that were initially projected to cost \$76 billion are now projected to bring a profit of \$19 billion. Taxpayers have already received about \$15 billion in revenue through interest, dividends, and the sale of warrants, and that profit could be considerably higher as Treasury sells additional warrants in the weeks ahead.

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