BANK OF AMERICA NYSE-BAC

RECENT PRICE **56.41** | P/E RATIO **13.5** (Trailing: 14.7 Median: NMF) | RELATIVE P/E RATIO **0.70** | DIV'D YLD **2.2%** | **VALUE LINE**

TIMELINESS 3 Lowered 6/6/25
SAFETY 2 Raised 2/20/26
TECHNICAL 3 Lowered 2/20/26
BETA 1.30 (1.00 = Market)

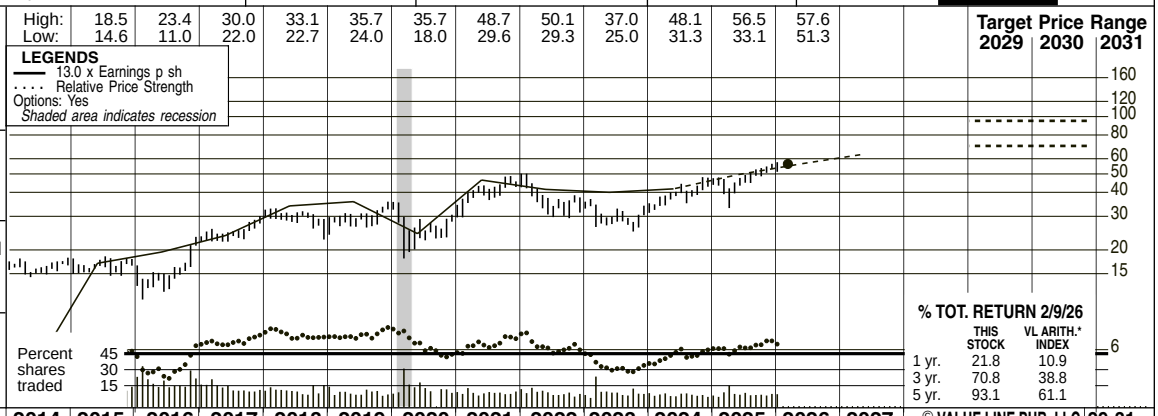
18-Month Target Price Range
Low-High **Midpoint (% to Mid)**
$33-$67 $50 (-10%)

2029-31 PROJECTIONS

	Price	Gain	Ann'l Total Return
High	95	(+70)	*16%*
Low	70	(+25%)	*8%*

Institutional Decisions

	1Q2025	2Q2025	3Q2025
to Buy	1446	1625	1570
to Sell	1515	1404	1392
Hld's(mil)	5476422	5536687	5486360



	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	© VALUE LINE PUB. LLC	29-31
High:	18.5	23.4	30.0	33.1	35.7	35.7	48.7	50.1	37.0	48.1	56.5	57.6								
Low:	14.6	11.0	22.0	22.7	24.0	18.0	29.6	29.3	25.0	31.3	33.1	51.3								
	d.37	.01	.25	.90	.36	1.31	1.50	1.83	2.61	2.93	1.87	3.57	3.19	3.08	3.21	3.81	*4.35*	*4.90*	Earnings per sh [A]	*6.50*
	.04	.04	.04	.04	.12	.20	.25	.39	.54	.66	.72	.78	.86	.92	1.00	1.08	*1.20*	*1.30*	Div'ds Decl'd per sh [B■]	*2.10*
	20.99	20.09	20.24	20.71	21.32	22.54	24.04	23.80	25.13	27.32	28.72	30.37	30.61	33.34	35.79	38.44	*42.30*	*45.90*	Book Value per sh [C]	*59.20*
	10085	10536	10778	10592	10517	10380	10053	10287	9669.3	8836.1	8650.8	8077.8	7996.8	7895.5	7610.9	7212.5	*6950.0*	*6800.0*	Common Shs Outst'g [D]	*6400.0*
	- -	NMF	33.8	15.0	45.4	12.6	10.3	13.5	11.3	10.8	14.1	11.3	11.7	9.8	12.2	12.4	*Bold figures are Value Line estimates*		Avg Ann'l P/E Ratio	*13.0*
	- -	NMF	2.15	.84	2.39	.63	.54	.68	.61	.58	.72	.61	.68	.57	.68	.64			Relative P/E Ratio	*.70*
	.3%	.4%	.5%	.3%	.7%	1.2%	1.6%	1.6%	1.8%	2.2%	2.7%	1.9%	2.3%	3.0%	2.6%	2.3%			Avg Ann'l Div'd Yield	*2.5%*
	2187702	2281234	2354507	2434079	2819627	3169495	3051375	3180151	3261519	3410394	*3600000*	*3800000*	Total Assets ($mill)	*4550000*
	895446	926356	937294	974010	909059	966737	1033065	1040390	1082595	1172497	*1250000*	*1320000*	Loans ($mill)	*1580000*
	41096	44667	47432	48891	43360	42934	52462	56931	56060	60096	*63200*	*67000*	Net Interest Inc ($mill)	*78000*
	3597.0	3396.0	3282.0	3590.0	11320	d4594	2543	4394	5821	5675	*5600*	*5600*	Loan Loss Prov'n ($mill)	*5500*
	42605	43585	43815	42353	42168	46179	42488	41650	45827	53001	*57500*	*61500*	Noninterest Inc ($mill)	*73000*
	54951	54743	53381	54900	55213	59731	61438	65845	66812	69727	*73500*	*78500*	Noninterest Exp ($mill)	*93000*
	17906	21100	28147	27430	17894	31978	27528	26515	27132	30509	*33100*	*35800*	Net Profit ($mill)	*43500*
	28.8%	29.9%	18.6%	16.3%	5.8%	5.9%	11.1%	6.4%	7.3%	19.1%	*20.0%*	*20.0%*	Income Tax Rate	*18.0%*
	.82%	.92%	1.20%	1.13%	.63%	1.01%	.90%	.83%	.83%	.89%	*.92%*	*.94%*	Return on Total Assets	*.96%*
	216823	227402	229340	240856	262934	280117	275982	302204	283279	317816	*330000*	*340000*	Long-Term Debt ($mill)	*365000*
	266840	267146	265325	264810	272924	270066	273197	291646	295559	303243	*320000*	*338000*	Shr. Equity ($mill)	*405000*
	12.2%	11.7%	11.7%	11.3%	9.7%	8.5%	9.0%	9.2%	9.1%	8.9%	*9.0%*	*9.0%*	Shr. Eq. to Total Assets	*9.0%*
	40.9%	40.6%	39.8%	40.0%	32.2%	30.5%	33.9%	32.7%	33.2%	34.4%	*34.5%*	*34.5%*	Loans to Tot Assets	*34.5%*
	6.7%	7.9%	10.6%	10.4%	6.6%	11.8%	10.1%	9.1%	9.2%	10.1%	*10.5%*	*10.5%*	Return on Shr. Equity	*10.5%*
	5.6%	6.3%	8.8%	8.2%	4.1%	9.8%	7.6%	6.0%	7.0%	*7.0%*	*7.5%*	*7.5%*	Retained to Com Eq	*7.0%*
	24%	27%	24%	28%	43%	25%	25%	34%	34%	*30%*	*30%*	*30%*	All Div'ds to Net Prof	*34%*

CAPITAL STRUCTURE as of 12/31/25

LT Debt $317.8 bill. **Due in 5 Yrs** $158.0 bill.
LT Interest $15.0 bill.

Pension Assets-12/24 $17.6 bill. **Oblig.** $11.1 bill.

Pfd Stock $25.9 bill. **Pfd Div'd** $1.5 bill.

Common Stock 7,212,464,345 shs.

MARKET CAP: $407 bill. (Large Cap)

ASSETS ($mill.)	2023	2024	12/31/25
Loans	1040390	1082595	1172497
Funds Sold	280624	274709	316578
Securities	1188084	1272692	1333470
Other Earning	341419	296486	239319
Other	329634	335037	348530
LIABILITIES($mill.)			
Deposits	1923827	1965467	2018729
Funds Borrowed	454947	507045	540876
Long-Term Debt	302204	283279	317816
Net Worth	291646	295559	303243
Other	207527	210169	229730
Total	3180151	3261519	3410394
Loan Loss Resrv.	13342	13240	13203

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '22-'24 to '29-'31
Loans	5.0%	6.5%	*8.5%*
Earnings	20.0%	8.5%	*9.0%*
Dividends	22.5%	11.5%	*12.0%*
Book Value	5.0%	6.0%	*8.0%*
Total Assets	7.0%	9.5%	*9.5%*

Calendar	LOANS ($ mill.) Mar.31	Jun.30	Sep.30	Dec.31	
2023	1033892	1038274	1035862	1040390	
2024	1035943	1043547	1062549	1082595	
2025	1097369	1133765	1152648	1172497	
2026	*1180000*	*1200000*	*1240000*	*1250000*	
2027	*1260000*	*1280000*	*1300000*	*1320000*	

Calendar	EARNINGS PER SHARE [A] Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2023	.94	.88	.90	.35	3.08
2024	.76	.83	.81	.82	3.21
2025	.90	.89	1.06	.98	3.81
2026	*1.00*	*1.10*	*1.10*	*1.15*	*4.35*
2027	*1.15*	*1.20*	*1.25*	*1.30*	*4.90*

Calendar	QUARTERLY DIVIDENDS PAID [B■] Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2022	.21	.21	.22	.22	.86
2023	.22	.22	.24	.24	.92
2024	.24	.24	.26	.26	1.00
2025	.26	.26	.28	.28	1.08
2026					

BUSINESS: Bank of America Corp. was formed by the merger of NationsBank with BankAmerica on 9/30/98. Acquired Countrywide, 7/08; Merrill Lynch, 1/09. On 12/31/25, the bank had approximately 3,630 offices and 14,910 branded ATMs. Loan portfolio (12/31/25): commercial loans approximately 53%; commercial real estate, 6%; consumer, 19%; residential, 22%. Loan loss reserve, approximately 1.12% of total loans; nonperforming loans accounted for .49% of total loans and leases. Had about 213,207 employees (12/31/25). Dir. & off. own less than 1% of common stock.; W. Buffett/Berkshire, 8.9%; Vanguard, 8.0%; BlackRock, 6.5%; (3/25 proxy). Chairman & CEO: Brian Moynihan. Inc.: DE. Address: 100 N. Tryon St., Charlotte, NC 28255. Tel.: 704-386-5681. Internet: www.bofa.com.

Bank of America concluded 2025 with respectable results. The national bank posted fourth-quarter revenues of $28.4 billion, representing a 7% advance. The improvement reflects strength across the bank's four main operating segments (Consumer Banking, Global Wealth and Investment Management, Global Banking, and Global Markets). Profits rose to $0.98 per share for the quarter, versus $0.82 per share a year ago. Looking to 2026, we think earnings will reach $4.35 per share, representing a 14% annual improvement. For 2027, we have introduced a forecast of $4.90 per share.

The core business appears to be in good shape. During the fourth quarter, net interest income rose to $15.8 billion, aided by a larger loan portfolio and reduced funding costs. At the end of 2025, loans (net of allowances) settled at $1.17 trillion, up 8% from the year-ago figure. Deposits also managed to surpass the $2.0 trillion mark. Elsewhere, noninterest income also made solid contributions, with healthy gains across various fee-based business lines (credit cards, asset management, brokerage, and M&A services).

Credit quality has been strengthening, as well. Nonperforming loans stood at 0.49%, versus 0.55% a year ago, and charge-offs have also moved lower. Improved credit measures have made it possible for the bank to reduce its provision for losses and lower reserves. Management does a good job maintaining quality standards, despite expansion initiatives.

The balance sheet remains in good shape. At the close of 2025, liquidity from global sources measured $975 billion. The CET1 ratio (a financial liquidity measure) stood at 11.4%, which easily exceeds industry requirements. Meanwhile, capital is being returned to shareholders, which suggests a healthy financial outlook. The board of directors reduced shares outstanding by roughly 5% in 2025, and further buybacks can be expected this year.

Bank of America stock is ranked 3 (Average) for Timeliness. The 2.2% dividend yield is in line with the *Value Line* median, but not attractive relative to other banks. Elsewhere, our projections show that this issue holds worthwhile appreciation potential for the next 3 to 5 years.

Adam Rosner *February 20, 2026*

(A) Based on diluted shares. Quarterly earnings per share may not equal total due to change in shares. Excludes unusual charges: '17, $0.27; '19, $0.19. Next earnings report due late April. **(B)** Dividends historically paid late March, June, September, & December. ■ Dividend reinvestment plan available. **(C)** Includes intangibles. On 12/31/25: $69.02 billion, $9.57/sh. **(D)** In millions.

Company's Financial Strength	A+
Stock's Price Stability	70
Price Growth Persistence	80
Earnings Predictability	70

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