

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

JULY 16, 1998
DATE OF REPORT (DATE OF EARLIEST EVENT REPORTED)

PNC BANK CORP.
(Exact name of registrant as specified in its charter)

COMMISSION FILE NUMBER 1-9718

PENNSYLVANIA
(State or other jurisdiction of
incorporation or organization)

25-1435979
(I.R.S. Employer
Identification No.)

ONE PNC PLAZA
249 FIFTH AVENUE
PITTSBURGH, PENNSYLVANIA 15222-2707
(Address of principal executive offices)
(Zip Code)

(412) 762-1553
(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

ITEM 5. OTHER EVENTS

Second Quarter 1998 Financial Results

On July 16, 1998, PNC Bank Corp. ("Corporation") reported results of operations for the three months and six months ended June 30, 1998. A copy of the earnings press release issued by the Corporation is attached as Exhibit 99 and incorporated herein by reference.

ITEM 7. FINANCIAL STATEMENTS AND EXHIBITS

(c) Exhibits

The exhibit listed on the Exhibit Index on page 3 of this Form 8-K is filed herewith.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

PNC BANK CORP.
(Registrant)

Date: July 16, 1998

By: /s/ ROBERT L. HAUNSCHILD

Robert L. Haunschild
Senior Vice President and
Chief Financial Officer

EXHIBIT INDEX

- 99 Earnings press release issued by the Corporation on July 16, 1998, with respect to the results of operations for the three months and six months ended June 30, 1998, filed herewith.

CONTACTS:

MEDIA:

- -----
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INVESTORS:

- -----
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PNC BANK CORP. REPORTS RECORD
SECOND QUARTER 1998 EARNINGS

PITTSBURGH, July 16, 1998 - PNC Bank Corp. (NYSE: PNC) today reported record earnings of \$280 million or \$0.90 per diluted share for the second quarter of 1998 compared with \$259 million or \$0.81 per diluted share in the second quarter of 1997.

Returns on average common shareholders' equity and average assets were 21.42% and 1.53% for the second quarter of 1998 compared with 20.21% and 1.47% for the prior-year quarter.

"Our record earnings reflect strong performance across a broad range of distinct financial services businesses," said Thomas H. O'Brien, chairman and chief executive officer. "Outstanding growth in asset management, mutual fund servicing, mortgage banking and other businesses fueled a significant increase in revenue and the continued improvement of our earnings composition. These results are consistent with our ongoing strategy to focus resources on businesses with superior return characteristics and potential for growth."

HIGHLIGHTS

- * Revenue increased 17% in the quarter-to-quarter comparison driven by growth in noninterest income which accounted for 49% of total revenue.
- * Fee-based revenue grew 30% from the prior-year quarter.
- * Asset quality remained stable as net charge-offs and nonperforming assets were comparable with the first quarter of 1998.

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PNC Bank Corp. Reports Record Second Quarter 1998 Earnings--Page 2

- * The acquisition of Midland Loan Services, Inc. created one of the largest commercial real estate loan servicing organizations in the nation with a total servicing portfolio of \$27.9 billion, including \$19.5 billion of commercial mortgage-backed securities.
- * PNC enhanced its national presence in business credit with the acquisition of the asset-based finance business of BTM Capital Corp. and now ranks seventh in the U.S. with a loan portfolio totaling \$1.4 billion.
- * The residential mortgage servicing portfolio grew 15% from a year ago to \$46.6 billion at June 30, 1998 driven by strong origination volumes and \$8.6 billion of servicing acquisitions.

INCOME STATEMENT REVIEW

Diluted earnings per share increased 11% in the second quarter of 1998 driven by strong revenue growth and the impact of capital management initiatives.

Taxable-equivalent net interest income increased \$16 million to \$637 million in the second quarter of 1998. The net interest margin was 3.81% compared with 3.84% in the second quarter of 1997 and 3.96% in the first quarter of 1998. The decrease from the first quarter was primarily due to an increase in commercial loans, growth in credit cards at introductory rates and the financing of the Midland acquisition. The provision for credit losses was \$35 million in the second quarter of 1998 compared with \$15 million last year.

Noninterest income was \$611 million in the second quarter of 1998, an increase of 38% compared with the second quarter of 1997. Asset management, mutual fund servicing, consumer services, corporate finance and capital markets, and mortgage banking revenues all grew in excess of 20%. In addition, noninterest income included \$56 million of gains from the sales of 16 branches in Western Pennsylvania that offset one-time costs related to consumer delivery initiatives and improvements in credit card operations. Excluding these gains, noninterest income increased \$110 million or 25% from the prior-year quarter.

Asset management and mutual fund servicing fees grew 24% and 30%, respectively, from the second quarter of 1997 reflecting significant new business and strong financial markets. Managed assets increased to approximately \$151 billion at June 30, 1998 compared with \$122 billion a year ago.

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PNC Bank Corp. Reports Record Second Quarter 1998 Earnings--Page 3

Consumer services revenue increased \$17 million or 23% compared with the second quarter of 1997 primarily due to higher credit card and brokerage fees related to growth in account volumes. Corporate finance and capital markets fees increased 33% to \$67 million in the second quarter of 1998 including \$12 million of commercial mortgage servicing revenue from Midland.

Mortgage banking revenue grew \$40 million from the prior-year quarter primarily due to higher marketing gains and origination volumes reflecting significant mortgage refinance activity and new business from an expanded national distribution network. Residential mortgage originations totaled \$3.0 billion compared with \$1.3 billion in the year-earlier period. At June 30, 1998, approximately \$46.6 billion of mortgages were serviced including \$37.9 billion serviced for others.

The increase in other income was primarily due to the branch gains and higher venture capital income.

Noninterest expense of \$781 million increased \$131 million compared with the second quarter of 1997. Approximately \$55 million of the increase related to one-time costs for consumer delivery initiatives, employee displacements and the streamlining of credit card operations. The remaining increase in noninterest expense was primarily due to higher amortization of residential mortgage servicing rights, the impact of the Midland acquisition and incentive compensation commensurate with revenue growth.

BALANCE SHEET REVIEW

Total assets were \$75.9 billion at June 30, 1998. Average earning assets increased \$2.5 billion from the prior-year quarter to \$66.7 billion as higher loans and loans held for sale more than offset reductions in the securities portfolio. Average loans grew \$2.5 billion to \$55.3 billion, a 4.8% increase from the prior year. Growth in commercial loans and credit cards more than offset the impact of loan securitizations and the downsizing of the indirect automobile lending portfolio. The increase in commercial loans was primarily in middle market and secured lending, which includes approximately \$230 million from BTM. Loans represented 83.0% of average earning assets in the second quarter of 1998 compared with 82.3% a year ago. Average loans held for sale increased \$1.5 billion reflecting higher residential mortgage originations and the commercial mortgage inventory of Midland. Average securities available for sale decreased \$1.7 billion to \$7.3 billion or 11.0% of average earning assets.

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PNC Bank Corp. Reports Record Second Quarter 1998 Earnings--Page 4

Average deposits declined \$645 million to \$44.2 billion in the second quarter of 1998 representing 60.0% of total sources of funds. The ratio of wholesale funds to total sources of funds was 30.1% for the second quarter of 1998 compared with 28.9% a year ago.

Shareholders' equity totaled \$5.6 billion at June 30, 1998. The leverage ratio was 7.23% and Tier I and total risk-based capital ratios are estimated to be 7.3% and 10.8%, respectively.

The ratio of nonperforming assets to total loans and foreclosed assets was 0.57% at June 30, 1998, 0.61% at March 31, 1998 and 0.83% at June 30, 1997. Nonperforming assets were \$323 million at June 30, 1998 compared with \$335 million at March 31, 1998 and \$442 million a year ago.

The allowance for credit losses was \$859 million at June 30, 1998, and represented 315% of nonperforming loans compared with 310% at June 30, 1997. Net

charge-offs were \$89 million in the second quarter of 1998 compared with \$90 million in the first quarter of 1998 and \$59 million in the year-earlier period. The corresponding ratios of net charge-offs as a percentage of average loans were 0.64%, 0.67% and 0.44%, respectively. The increase in net charge-offs from the prior year was primarily associated with credit cards reflecting a higher level of consumer bankruptcies and higher outstandings.

YEAR TO DATE RESULTS

Earnings per diluted share increased 10% to \$1.77 for the first six months of 1998 from \$1.61 in 1997. Returns on average common shareholders' equity and average assets were 21.26% and 1.52%, respectively, compared with 19.84% and 1.50%, respectively, for the first six months of 1997.

PNC Bank Corp., headquartered in Pittsburgh, is one of the largest diversified financial services organizations in the United States. Its major businesses include Regional Community Banking, National Consumer Banking, Mortgage Banking, Private Banking, Asset Management, Mutual Fund Servicing, Corporate Banking and Secured Lending.

Visit PNC Bank on the World Wide Web at <http://www.pncbank.com>
Our SEC reports, accessible on our website, identify factors that can affect forward-looking statements.

[TABULAR MATERIAL FOLLOWS]

PNC BANK CORP. AND SUBSIDIARIES
Consolidated Financial Highlights

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<TABLE>
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ended June 30	Three months ended June 30		Six months
	1998	1997	1998
-----	-----	-----	-----
1997			
-----	-----	-----	-----
<S>	<C>	<C>	<C>
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FINANCIAL PERFORMANCE (in thousands, except per share data)			
Revenue			
Net interest income (taxable-equivalent basis)	\$636,986	\$620,581	\$1,281,216
\$1,257,864			
Noninterest income	611,203	444,367	1,150,118
877,670			
Total revenue	1,248,189	1,064,948	2,431,334
2,135,534			
Net income	280,411	259,075	549,671
525,384			
Per common share			
Basic earnings	.92	.82	1.80
1.63			
Diluted earnings	.90	.81	1.77
1.61			
Cash dividends declared	.39	.37	.78
.74			
SELECTED RATIOS			
Return on			
Average common shareholders' equity	21.42%	20.21%	21.26%
19.84%			
Average assets	1.53	1.47	1.52
1.50			
Net interest margin	3.81	3.84	3.88
3.92			
Noninterest income to total revenue	48.97	41.73	47.30
41.10			
After-tax profit margin	22.47	24.33	22.61
24.60			
Efficiency ratio (excluding distributions on capital securities)	61.43	60.09	61.48
59.81			
Net charge-offs to average loans	.64	.44	.66
.46			

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June 30 March 31 December 31 September 30

June 30

	1998	1998	1997	1997
1997				

<S>	<C>	<C>	<C>	<C>
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BALANCE SHEET DATA (in millions)				
Assets	\$75,873	\$72,355	\$75,120	\$71,828
\$71,973				
Earning assets	68,353	65,210	66,688	64,208
64,297				
Loans, net of unearned income	56,237	54,511	54,245	53,651
53,497				
Securities available for sale	7,540	7,511	8,522	8,000
8,396				
Deposits	47,096	46,068	47,649	44,788
45,216				
Borrowed funds	20,488	18,375	19,622	19,052
19,066				
Shareholders' equity	5,633	5,487	5,384	5,476
5,384				
Common shareholders' equity	5,318	5,173	5,069	5,161
5,068				
CAPITAL RATIOS				
Leverage	7.23%	7.36%	7.30%	7.43%
7.35%				
Common shareholders' equity to assets	7.01	7.15	6.75	7.18
7.04				
ASSET QUALITY RATIOS				
Nonperforming assets to loans and foreclosed assets	.57%	.61%	.61%	.73%
.83%				
Allowance for credit losses to loans	1.53	1.67	1.79	1.91
2.01				
Allowance for credit losses to nonperforming loans	315.09	320.96	351.79	324.25
310.34				
Book value per common share	\$17.64	\$17.20	\$16.87	\$16.92
\$16.51				
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PNC BANK CORP. AND SUBSIDIARIES
Consolidated Statement of Income

Page 6

months ended	Three months ended		Six
	June 30		June
30			

In thousands, except per share data	1998	1997	1998
1997			

<S>	<C>	<C>	<C>
<C>			
INTEREST INCOME			
Loans and fees on loans	\$1,138,813	\$1,078,776	\$2,257,458
\$2,134,685			
Securities available for sale	105,993	139,036	221,247
295,240			
Other	68,161	39,348	125,769
69,391			

Total interest income	1,312,967	1,257,160	2,604,474
2,499,316			
INTEREST EXPENSE			
Deposits	362,324	368,000	723,846
714,155			
Borrowed funds	320,193	275,985	612,774

542,061			

Total interest expense	682,517	643,985	1,336,620
1,256,216			

Net interest income	630,450	613,175	1,267,854
1,243,100			
Provision for credit losses	35,000	15,000	65,000
25,000			

Net interest income less provision for credit losses	595,450	598,175	1,202,854
1,218,100			

NONINTEREST INCOME			
Asset management	136,886	110,500	277,951
217,399			
Mutual fund servicing	46,006	35,518	86,527
68,191			
Service charges on deposits	49,928	50,757	97,709
101,332			
Consumer services	93,467	76,190	175,672
146,161			
Corporate finance and capital markets	66,686	50,150	117,319
97,025			
Mortgage banking	83,191	43,265	160,885
83,497			
Net securities gains	2,890	13,370	25,732
29,796			
Other	132,149	64,617	208,323
134,269			

Total noninterest income	611,203	444,367	1,150,118
877,670			

NONINTEREST EXPENSE			
Staff expense	333,686	301,833	687,970
610,265			
Net occupancy and equipment	102,427	91,781	198,236
181,065			
Amortization	71,103	39,527	128,282
69,358			
Marketing	26,728	25,436	64,124
48,277			
Distributions on capital securities	13,914	9,867	27,107
16,823			
Other	232,801	181,348	416,180
368,395			

Total noninterest expense	780,659	649,792	1,521,899
1,294,183			

Income before income taxes	425,994	392,750	831,073
801,587			
Income taxes	145,583	133,675	281,402
276,203			

Net income	\$280,411	\$259,075	\$549,671
\$525,384			

Net income applicable to common shareholders	\$276,219	\$255,295	\$541,468
\$517,836			

EARNINGS PER COMMON SHARE			
Basic	.92	.82	1.80
1.63			
Diluted	.90	.81	1.77
1.61			

CASH DIVIDENDS DECLARED PER COMMON SHARE	.39	.37	.78
.74			

AVERAGE COMMON SHARES OUTSTANDING			
Basic	300,354	309,962	300,460
315,824			
Diluted	305,702	315,818	305,920
321,836			
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PNC BANK CORP. AND SUBSIDIARIES
Details of Net Interest Income

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	Three months ended		Six months
	June 30		June
30			

In thousands	1998	1997	1998
1997			

<S>	<C>	<C>	<C>
<C>			
Interest income			
Loans	\$1,144,084	\$1,084,532	\$2,268,196
\$2,146,067			
Securities available for sale	107,124	140,618	223,631
298,488			
Other	68,295	39,416	126,009
69,525			

Total interest income	1,319,503	1,264,566	2,617,836
2,514,080			
Interest expense			
Deposits	362,324	368,000	723,846
714,155			
Borrowed funds	320,193	275,985	612,774
542,061			

Total interest expense	682,517	643,985	1,336,620
1,256,216			

Net interest income	\$636,986	\$620,581	\$1,281,216
\$1,257,864			
=====			

	June 30	March 31	December 31	September 30
	1998	1998	1997	1997
30				

<S>	<C>	<C>	<C>	<C>
<C>				
Interest income				
Loans	\$1,144,084	\$1,124,112	\$1,123,127	\$1,107,250
\$1,084,532				
Securities available for sale	107,124	116,507	120,395	127,053
140,618				
Other	68,295	57,714	44,532	43,555
39,416				

Total interest income	1,319,503	1,298,333	1,288,054	1,277,858
1,264,566				
Interest expense				
Deposits	362,324	361,522	369,572	372,860
368,000				
Borrowed funds	320,193	292,581	279,570	277,567
275,985				

Total interest expense	682,517	654,103	649,142	650,427
643,985				

Net interest income	\$636,986	\$644,230	\$638,912	\$627,431
\$620,581				

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PNC BANK CORP. AND SUBSIDIARIES
 Details of Net Interest Margin

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NET INTEREST MARGIN

months ended	Three months ended		Six
	June 30		June
30			
Taxable-equivalent basis	1998	1997	1998
1997			
<S>	<C>	<C>	<C>
<C>			
Rates earned/paid			
Yield on earning assets			
Loans	8.23%	8.19%	8.29%
8.20%			
Securities available for sale	5.86	6.21	5.94
6.25			
Other	6.80	6.76	6.86
6.72			
Total yield on earning assets	7.89	7.85	7.94
7.86			
Rate on interest-bearing liabilities			
Deposits	4.15	4.18	4.17
4.12			
Borrowed funds	5.81	5.88	5.83
5.82			
Total rate on interest-bearing liabilities	4.79	4.77	4.79
4.71			
Interest rate spread	3.10	3.08	3.15
3.15			
Impact of noninterest-bearing sources	.71	.76	.73
.77			
Net interest margin	3.81%	3.84%	3.88%
3.92%			

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NET INTEREST MARGIN

Taxable-equivalent basis	June 30	March 31	December 31	September 30
June 30				
Three months ended	1998	1998	1997	1997
1997				
<S>	<C>	<C>	<C>	<C>
<C>				
Rates earned/paid				
Yield on earning assets				
Loans	8.23%	8.36%	8.27%	8.23%
8.19%				
Securities available for sale	5.86	6.01	6.19	6.17
6.21				
Other	6.80	6.96	6.68	6.83
6.76				
Total yield on earning assets	7.89	8.00	7.96	7.92

7.85	Rate on interest-bearing liabilities				
	Deposits	4.15	4.19	4.23	4.23
4.18	Borrowed funds	5.81	5.85	5.91	5.92
5.88	Total rate on interest-bearing liabilities	4.79	4.79	4.82	4.82
4.77					
	Interest rate spread	3.10	3.21	3.14	3.10
3.08	Impact of noninterest-bearing sources	.71	.75	.81	.79
.76					
	Net interest margin	3.81%	3.96%	3.95%	3.89%
3.84%					

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PNC BANK CORP. AND SUBSIDIARIES
 Details of Noninterest Income

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<TABLE>
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 NONINTEREST INCOME

ended	Three months ended		Six months
	June 30		June
30			
In thousands	1998	1997	1998
1997			
	<C>	<C>	<C>
Asset management	\$136,886	\$110,500	\$277,951
\$217,399			
Mutual fund servicing	46,006	35,518	86,527
68,191			
Service charges on deposits	49,928	50,757	97,709
101,332			
Consumer services			
Credit card	31,785	21,960	58,277
41,064			
Brokerage	17,272	12,731	32,428
25,973			
Insurance	10,785	9,659	20,774
18,805			
Other	33,625	31,840	64,193
60,319			
Total consumer services	93,467	76,190	175,672
146,161			
Corporate finance and capital markets	66,686	50,150	117,319
97,025			
Mortgage banking			
Servicing	33,025	27,963	62,256
55,412			
Origination	20,080	10,960	37,207
19,147			
Marketing	29,811	3,848	54,429
7,269			
Sales of servicing	275	494	6,993
1,669			
Total mortgage banking	83,191	43,265	160,885
83,497			
Net securities gains	2,890	13,370	25,732
29,796			
Other	132,149	64,617	208,323
134,269			

 Total noninterest income \$611,203 \$444,367 \$1,150,118
 \$877,670
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	June 30	March 31	December 31	September 30
June 30				
Three months ended - in thousands	1998	1998	1997	1997
1997				

<S>	<C>	<C>	<C>	<C>
<C>				
Asset management	\$136,886	\$141,065	\$128,916	\$115,197
\$110,500				
Mutual fund servicing	46,006	40,521	37,493	35,608
35,518				
Service charges on deposits	49,928	47,781	50,621	50,899
50,757				
Consumer services				
Credit card	31,785	26,492	28,802	23,292
21,960				
Brokerage	17,272	15,156	14,230	14,138
12,731				
Insurance	10,785	9,989	10,543	10,421
9,659				
Other	33,625	30,568	33,611	30,409
31,840				

Total consumer services	93,467	82,205	87,186	78,260
76,190				
Corporate finance and capital markets	66,686	50,633	54,981	45,987
50,150				
Mortgage banking				
Servicing	33,025	29,231	30,503	30,316
27,963				
Origination	20,080	17,127	14,070	13,597
10,960				
Marketing	29,811	24,618	12,869	27,360
3,848				
Sales of servicing	275	6,718	463	683
494				

Total mortgage banking	83,191	77,694	57,905	71,956
43,265				
Net securities gains (losses)	2,890	22,842	21,434	(2,657)
13,370				
Other	132,149	76,174	79,527	63,997
64,617				

Total noninterest income	\$611,203	\$538,915	\$518,063	\$459,247
\$444,367				
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PNC BANK CORP. AND SUBSIDIARIES
 Details of Noninterest Expense

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 NONINTEREST EXPENSE

	Three months ended		Six months
ended	June 30		June
30			

In thousands	1998	1997	1998
1997			

<S>	<C>	<C>	<C>
<C>			
Staff expense			
Compensation	\$285,051	\$251,274	\$576,142
\$501,700			
Employee benefits	48,635	50,559	111,828
108,565			

Total staff expense	333,686	301,833	687,970
610,265			
Net occupancy and equipment			
Net occupancy	52,533	46,071	101,118
93,311			
Equipment	49,894	45,710	97,118
87,754			

Total net occupancy and equipment	102,427	91,781	198,236
181,065			
Amortization			
Mortgage servicing rights	42,505	16,556	75,610
23,911			
Goodwill	17,630	13,274	30,790
26,542			
Other	10,968	9,697	21,882
18,905			

Total amortization	71,103	39,527	128,282
69,358			
Marketing	26,728	25,436	64,124
48,277			
Distributions on capital securities	13,914	9,867	27,107
16,823			
Other	232,801	181,348	416,180
368,395			

Total noninterest expense	\$780,659	\$649,792	\$1,521,899
\$1,294,183			
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	June 30	March 31	December 31	September 30
June 30				
Three months ended - in thousands	1998	1998	1997	1997
1997				
-				

<S>	<C>	<C>	<C>	<C>
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Staff expense				
Compensation	\$285,051	\$291,091	\$286,617	\$260,351
\$251,274				
Employee benefits	48,635	63,193	35,571	48,141
50,559				

Total staff expense	333,686	354,284	322,188	308,492
301,833				
Net occupancy and equipment				
Net occupancy	52,533	48,585	49,813	46,221
46,071				
Equipment	49,894	47,224	47,798	44,483
45,710				

Total net occupancy and equipment	102,427	95,809	97,611	90,704
91,781				
Amortization				
Mortgage servicing rights	42,505	33,105	32,230	24,681
16,556				
Goodwill	17,630	13,160	13,143	13,110
13,274				
Other	10,968	10,914	10,731	10,668
9,697				

Total amortization	71,103	57,179	56,104	48,459
39,527				

Marketing	26,728	37,396	10,742	11,376
25,436				
Distributions on capital securities	13,914	13,193	13,123	13,192
9,867				
Other	232,801	183,379	215,493	179,932
181,348				

Total noninterest expense	\$780,659	\$741,240	\$715,261	\$652,155
\$649,792				

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	June 30	December 31
	1998	1997
June 30		
Dollars in millions, except par value		
1997		

<S>	<C>	<C>
<C>		
ASSETS		
Cash and due from banks	\$2,094	\$4,303
\$3,676		
Short-term investments	1,551	1,526
1,159		
Loans held for sale	2,955	2,324
1,235		
Securities available for sale	7,540	8,522
8,396		
Loans, net of unearned income of \$393; \$412 and \$392	56,237	54,245
53,497		
Allowance for credit losses	(859)	
(972) (1,075)		

Net loans	55,378	53,273
52,422		
Other	6,355	5,172
5,085		

Total assets	\$75,873	\$75,120
\$71,973		

LIABILITIES

Deposits		
Noninterest-bearing	\$9,972	\$10,158
\$10,662		
Interest-bearing	37,124	37,491
34,554		

Total deposits	47,096	47,649
45,216		
Borrowed funds		
Bank notes and senior debt	11,788	9,826
9,192		
Federal funds purchased	897	3,632
2,516		
Repurchase agreements	1,658	714
757		
Other borrowed funds	4,302	3,753
5,250		
Subordinated debt	1,843	1,697
1,351		

Total borrowed funds	20,488	19,622
19,066		
Other	1,808	1,815

1,657		

Total liabilities	69,392	69,086
65,939		
Mandatorily redeemable capital securities of subsidiary trusts	848	650
650		
SHAREHOLDERS' EQUITY		
Preferred stock	7	7
7		
Common stock - \$5 par value		
Authorized 450,000,000 shares		
Issued 352,684,081; 348,447,600 and 347,384,145 shares	1,763	1,742
1,737		
Capital surplus	1,164	1,042
1,004		
Retained earnings	4,947	4,641
4,356		
Deferred benefit expense	(55)	
(41) (62)		
Accumulated other comprehensive income	(16)	(23)
(83)		
Common stock held in treasury at cost: 51,146,435; 48,017,641 and 40,407,600 shares	(2,177)	(1,984)
(1,575)		

Total shareholders' equity	5,633	5,384
5,384		

Total liabilities, capital securities and shareholders' equity	\$75,873	\$75,120
\$71,973		
=====		
</TABLE>		

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PNC BANK CORP. AND SUBSIDIARIES
Consolidated Average Balance Sheet Data

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<TABLE>			
<CAPTION>			
months ended	Three months ended		Six
June 30	June 30		

In millions	1998	1997	1998
1997			

<S>	<C>	<C>	<C>
<C>			
ASSETS			
Interest-earning assets			
Securities available for sale	\$7,323	\$9,055	\$7,552
\$9,569			
Loans, net of unearned income			
Consumer (excluding credit card)	10,995	11,239	11,090
11,531			
Credit card	4,048	3,502	3,899
3,274			
Residential mortgage	12,560	13,164	12,671
12,974			
Commercial	22,425	18,964	21,550
18,686			
Commercial real estate	3,206	4,060	3,414
4,080			
Other	2,114	1,884	2,095
1,825			

Total loans, net of unearned income	55,348	52,813	54,719
52,370			
Loans held for sale	2,948	1,408	2,657
1,215			
Other	1,069	925	1,015
860			

Total interest-earning assets	66,688	64,201	65,943	
64,014				
Noninterest-earning assets	6,944	6,620	6,948	
6,548				

Total assets	\$73,632	\$70,821	\$72,891	
\$70,562				
=====				
LIABILITIES				
Interest-bearing liabilities				
Deposits	\$34,956	\$35,313	\$34,951	
\$34,925				
Borrowed funds	21,844	18,675	20,922	
18,635				

Total interest-bearing liabilities	56,800	53,988	55,873	
53,560				
Noninterest-bearing deposits	9,213	9,501	9,448	
9,550				
Other	1,445	1,480	1,459	
1,473				

Total liabilities	67,458	64,969	66,780	
64,583				
Mandatorily redeemable capital securities of subsidiary	698	492	674	
421				
trusts				
SHAREHOLDERS' EQUITY	5,476	5,360	5,437	
5,558				

Total liabilities, capital securities and shareholders' equity	\$73,632	\$70,821	\$72,891	
\$70,562				
=====				
COMMON SHAREHOLDERS' EQUITY	\$5,161	\$5,044	\$5,122	
\$5,242				
=====				

</TABLE>

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PNC BANK CORP. AND SUBSIDIARIES
Consolidated Balance Sheet Data

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<TABLE>				
<CAPTION>				
AVERAGE BALANCES	June 30	March 31	December 31	September 30
June 30				
Three months ended - in thousands	1998	1998	1997	1997
1997				

<S>	<C>	<C>	<C>	<C>
<C>				
ASSETS				
Interest-earning assets				
Securities available for sale	\$7,323	\$7,784	\$7,769	\$8,216
\$9,055				
Loans, net of unearned income				
Consumer (excluding credit card)	10,995	11,186	11,108	10,996
11,239				
Credit card	4,048	3,748	3,803	3,871
3,502				
Residential mortgage	12,560	12,784	12,966	13,503
13,164				
Commercial	22,425	20,665	19,838	18,839
18,964				
Commercial real estate	3,206	3,624	4,067	4,041
4,060				
Other	2,114	2,076	1,881	1,952

1,884				

Total loans, net of unearned income	55,348	54,083	53,663	53,202
52,813				
Loans held for sale	2,948	2,363	1,680	1,555
1,408				
Other	1,069	959	975	981
925				

Total interest-earning assets	66,688	65,189	64,087	63,954
64,201				
Noninterest-earning assets	6,944	6,952	6,782	6,627
6,620				

Total assets	\$73,632	\$72,141	\$70,869	\$70,581
\$70,821				
=====				
LIABILITIES				
Interest-bearing liabilities				
Deposits	\$34,956	\$34,945	\$34,655	\$34,952
\$35,313				
Borrowed funds	21,844	19,989	18,624	18,484
18,675				

Total interest-bearing liabilities	56,800	54,934	53,279	53,436
53,988				
Noninterest-bearing deposits	9,213	9,685	9,925	9,654
9,501				
Other	1,445	1,474	1,601	1,460
1,480				

Total liabilities	67,458	66,093	64,805	64,550
64,969				
Mandatorily redeemable capital securities of subsidiary trusts	698	650	650	650
492				

SHAREHOLDERS' EQUITY	5,476	5,398	5,414	5,381
5,360				

Total liabilities, capital securities and shareholders' equity	\$73,632	\$72,141	\$70,869	\$70,581
\$70,821				
=====				
COMMON SHAREHOLDERS' EQUITY	\$5,161	\$5,083	\$5,099	\$5,066
\$5,044				
=====				

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<TABLE>
<CAPTION>

LOAN PORTFOLIO

	June 30	March 31	December 31	September 30
Period ended - in millions	1998	1998	1997	1997

<S>	<C>	<C>	<C>	<C>
<C>				
Consumer (excluding credit card)	\$11,035	\$11,106	\$11,205	\$11,206
\$10,983				
Credit card	4,150	3,729	3,830	3,861
3,693				
Residential mortgage	12,698	12,351	12,785	13,064
13,494				
Commercial	23,359	21,823	19,989	19,536
19,266				
Commercial real estate	2,872	3,467	3,974	4,085
4,003				
Other	2,516	2,428	2,874	2,281
2,450				

Total loans	56,630	54,904	54,657	54,033
53,889				
Unearned income	(393)	(393)	(412)	(382)
(392)				

Total loans, net of unearned income	\$56,237	\$54,511	\$54,245	\$53,651
\$53,497				
=====				

</TABLE>

-more-

PNC BANK CORP. AND SUBSIDIARIES
Asset Quality Data

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<TABLE>
<CAPTION>
ALLOWANCE FOR CREDIT LOSSES

	June 30	March 31	December 31	September 30
June 30	1998	1998	1997	1997
Three months ended - in millions				
1997				

<S>	<C>	<C>	<C>	<C>
<C>				
Beginning balance	\$912	\$972	\$1,027	\$1,075
\$1,119				
Charge-offs				
Consumer (excluding credit card)	(21)	(25)	(27)	(25)
(25)				
Credit card	(75)	(72)	(54)	(53)
(55)				
Residential mortgage	(3)	(2)	(1)	(3)
(3)				
Commercial	(7)	(6)	(18)	(11)
(10)				
Commercial real estate	(1)	(2)	(5)	(3)
(3)				

Total charge-offs	(107)	(107)	(105)	(95)
(96)				
Recoveries				
Consumer (excluding credit card)	9	10	10	9
9				
Credit card	5	3	5	4
9				
Residential mortgage	1			
	3	3	4	7
18				
Commercial real estate		1	6	2
1				

Total recoveries	18	17	25	22
37				

Net charge-offs	(89)	(90)	(80)	(73)
(59)				
Provision for credit losses	35	30	25	20
15				
Acquisitions	1			5

Ending balance	\$859	\$912	\$972	\$1,075
\$1,075				
=====				

</TABLE>

<TABLE>
<CAPTION>
NONPERFORMING ASSETS

	June 30	March 31	December 31	September 30
June 30				

Period ended - in millions 1997	1998	1998	1997	1997
<S>	<C>	<C>	<C>	<C>
<C>				
Nonaccrual loans				
Commercial	\$129	\$145	\$128	\$142
\$155				
Commercial real estate	80	81	94	122
139				
Residential mortgage	56	51	44	45
46				
Consumer	7	7	10	6
5				

Total nonaccrual loans	272	284	276	315
345				
Restructured loans				2
1				

Total nonperforming loans	272	284	276	317
346				
Foreclosed assets				
Commercial real estate	22	23	27	37
55				
Residential mortgage	20	19	21	23
23				
Other	9	9	9	17
18				

Total foreclosed assets	51	51	57	77
96				

Total nonperforming assets	\$323	\$335	\$333	\$394
\$442				
=====				

</TABLE>