

Merger of Mercantile Bankshares Corporation with The PNC Financial Services Group, Inc.

Please see the discussion entitled "Material United States Federal Income Tax Consequences of the Merger" beginning on page 51 of the proxy statement/prospectus that was mailed to Mercantile shareholders on or about January 22, 2007. This discussion assumes that a U.S. holder holds Mercantile common stock as a capital asset within the meaning of Section 1221 of the Code. Also note that there are specific circumstances in which this general description of the federal income tax consequences may not apply. Please see the above mentioned proxy statement/prospectus for more details. The PNC Financial Services Group, Inc. cannot and does not, provide you with tax advice. PNC takes no responsibility for the information contained herein. This worksheet is not intended or written to be used, and cannot be used, for the purpose of avoiding tax related penalties under the Internal Revenue Code or applicable state or local tax law provisions. Tax matters are very complicated, and the calculations described below may not be correct in your particular circumstances. Holders of Mercantile common stock are strongly urged to consult with their own tax advisors for advice based on their particular circumstances.

Merger Consideration:

The merger between The PNC Financial Services Group, Inc. (NYSE: PNC) and Mercantile Bankshares Corporation was effective 11:59 p.m. on Friday, March 2, 2007. The closing price of PNC's common stock on Friday, March 2, 2007 was \$73.25.

The final consideration to be received by Mercantile shareholders was 0.4184 shares of PNC common stock and \$16.45 in cash for each share of Mercantile.

The samples below are included for Mercantile purposes only and assume 1,000 shares of Mercantile common stock with a cost basis of \$15 per share held as a capital asset by a U.S. person. Your situation is likely to be different, which would lead to a different result.

Sample Calculation of Gain on the Exchange of MRBK Shares

1	Total number of shares of Mercantile common stock exchanged	1,000	
2	Merger consideration received in cash for each share of Mercantile common stock	\$16.45	
3	Total Merger consideration received in cash (Line 1 x Line 2)	<u>\$16,450.00</u>	
4	Total number of shares of Mercantile common stock exchanged (Same as Line 1)	1,000	
5	Merger consideration received in stock for each share of Mercantile common stock	0.4184	
6	Total number of shares of PNC common stock received (including fractional shares)	<u>418.40</u>	
7	Value of each share of PNC common stock received as Merger consideration ^A	<u>\$73.25</u>	
8	Total value of Merger consideration received in shares of PNC common stock (Line 6 times Line 7).	<u>\$30,647.80</u>	
9	Total value of Merger consideration (Add Lines 3 and 8).	\$47,097.80	
10	Tax basis of the Mercantile common stock exchanged. ^B	<u>\$15,000.00</u>	
11	Line 9 less Line 10 = Gain/(Loss). If Loss, enter \$0	\$32,097.80	
12	Lesser of Line 3 or Line 11. This is the taxable gain on the exchange. ^C	<table border="1"><tr><td>\$16,450.00</td></tr></table>	\$16,450.00
\$16,450.00			

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Sample Calculation of Tax Basis in New PNC Common Stock

13	Tax basis of the Mercantile stock exchanged from Line 10 above. ^B	\$15,000.00	
14	Taxable gain from Line 12 above.	\$16,450.00	
15	Total Merger consideration received in cash from Line 3 above.	<u>\$16,450.00</u>	
16	Add Line 13 and Line 14 and subtract Line 15	<u>\$15,000.00</u>	
17	Divide Line 16 by Line 6. This is the tax basis per share of PNC common stock.	<table border="1" style="margin-left: auto; margin-right: auto;"><tr><td>\$35.8509</td></tr></table>	\$35.8509
\$35.8509			

Sample Calculation of gain (loss) on fractional shares

18	Total number of shares of fractional PNC common stock received (refer to line 6 above) ^D	0.4000
19	Cash received for each fractional share ^D	<u>\$74.1780</u>
20	Total cash received for fractional shares ^D (Line 18 times Line 19)	\$29.6712
21	Basis attributed to each fractional share (Line 17 times Line 18)	<u>\$14.3403</u>
22	Gain (loss) on fractional shares (Line 20 less Line 21)	<u><u>\$15.3309</u></u>

A For purposes of the example, the value of each share of PNC common stock received as Merger consideration was based on \$73.25, the closing price of PNC common stock on March 2, 2007, the effective date of the Merger. Please contact your tax advisor for other acceptable methods of determining the fair market value of stock received.

B For illustrative purposes only, this example assumes that the cost basis in Mercantile is based on 1,000 shares at \$15 per share. Your actual cost basis is likely to be different.

C A U.S. holder will generally recognize a gain (but not loss) in an amount equal to the lesser of the amount of gain realized (i.e., the excess, if any, of the sum of the cash and the fair market value of the PNC common stock a U.S. holder received over its tax basis in the Mercantile common stock surrendered in the merger); and the amount of cash received in the merger (other than cash received instead of a fractional share of PNC common stock.)

D PNC will not issue any fractional shares of PNC common stock in the merger. Mercantile stockholders who would otherwise be entitled to a fractional share of PNC common stock will instead receive an additional amount in cash based on the average closing sale prices of PNC common stock for the five trading days immediately prior to the date the merger was completed, or \$74.1780 per share.