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**City National Corp. Reports
Third-Quarter 2009 Net Income of \$8.0 Million**

Total Assets Exceed \$18 Billion for the First Time

Revenue Rises as Total Deposits Grow to More Than \$15 Billion

LOS ANGELES – City National Corporation (NYSE: CYN), the parent company of wholly owned City National Bank, today reported third-quarter 2009 net income of \$8.0 million, compared to \$6.8 million in the second quarter of 2009 and \$16.6 million in the third quarter of 2008.

After the dividend paid on preferred stock under the United States Treasury Department's Capital Purchase Program, third-quarter net income available to common shareholders was \$2.5 million, or \$0.05 per share. This compares to net income available to common shareholders of \$1.3 million, or \$0.02 per share, in the second quarter of 2009 and \$16.6 million, or \$0.34 per share in the third quarter of 2008.

Year to date, City National's net income totaled \$22.3 million, while net income available to common shareholders was \$5.8 million, or \$0.11 per share. Excluding second-quarter 2009 after-tax charges of \$6.0 million, or \$0.12 per share, for an industry-wide special FDIC assessment, year-to-date net income available to common shareholders amounted to \$11.8 million, or \$0.23 per share¹. In the first nine months of 2008, the company earned net income of \$96.0 million, or \$1.98 per share.

The company also announced today that its Board of Directors has again declared a 2009 quarterly common stock cash dividend of \$0.10 per share. The quarterly dividend is payable on November 18, 2009 to stockholders of record on November 4, 2009.

¹ For notes on non-GAAP measures, see pages 13 and 14 of the Selected Financial Information.

THIRD-QUARTER 2009 HIGHLIGHTS

- City National further strengthened its capital position in the third quarter by completing the sale of approximately \$180 million of subordinated debt. Proceeds from the sale of these securities qualifies as Tier 2 capital for regulatory purposes. The subordinated debt sale followed the company's successful second-quarter common equity offering, which raised \$120 million. City National remains well-capitalized. Its ratio of Tier 1 common shareholders' equity to risk-based assets was 9.22 percent at September 30, 2009, compared with 9.31 percent at June 30, 2009¹. Recent regulatory guidelines for the banking industry call for a minimum of 4.0 percent. The company's third-quarter ratio of total equity to total assets was 12.06 percent, compared to 12.31 percent at June 30 of this year. The modest declines in these ratios reflect the growth of assets. The company's total equity grew to more than \$2.2 billion.
- Third-quarter net interest income grew 4 percent from the second quarter of this year and 6 percent from the same period of 2008. City National's net interest margin averaged 3.94 percent in the third quarter of 2009, down 4 basis points from the second quarter of this year.
- Average deposit balances grew to a record \$14.8 billion, up 5 percent from \$14.0 billion in the second quarter of this year and 26 percent from \$11.7 billion in the third quarter of 2008. Average core deposits, which grew 7 percent from the second quarter of 2009 and 29 percent from the third quarter of last year, amounted to 92 percent of average deposits. Period-end deposits grew to a record \$15.1 billion, up 4 percent from June 30 of this year and 24 percent from September 30, 2008.
- Average loans were \$12.3 billion, down slightly from the second quarter of 2009 but up 1 percent from the same period last year. In the third quarter of this year, the company renewed approximately \$1.3 billion of loans and made approximately \$675 million in new loan commitments. About \$386 million of these new commitments were funded.
- Third-quarter 2009 net income includes an \$85 million provision for credit losses. After net charge-offs of \$76.9 million, the third-quarter provision added a net total of \$8.1 million to City National's allowance for loan and lease losses. The corporation's allowance increased to \$265.0 million, and now equals 2.18 percent of total loans and leases, compared to \$256.0 million, or 2.06 percent of total loans and leases, at the end of the second quarter of 2009. City National also maintained an additional \$19.6 million in reserves for off-balance-sheet credit commitments. At September 30, 2009, nonperforming assets amounted to \$452.2 million, compared with \$396.3 million at June 30 of this year.
- Noninterest income totaled \$68.8 million in the third quarter of 2009, up 7 percent from the second quarter of this year, largely due to an increase in wealth management fees stemming from improved market conditions and the July 21, 2009 acquisition of Lee Munder Capital Group, which manages assets primarily for institutional investors. Noninterest income was up 37 percent from the third quarter of 2008, reflecting significant securities losses in the year-ago period compared to net securities gains in the third quarter of 2009.

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- The corporation continued to effectively manage expenses. Third-quarter noninterest expense was down slightly from the second quarter of 2009 and down 2 percent from the third quarter of 2008.

“City National increased its assets, revenues, loans, deposits, clients and capabilities in the third quarter, while absorbing an increase in credit costs,” said Chief Executive Officer Russell Goldsmith. “As we have indicated previously, commercial real estate conditions continue to increase credit costs, but due to its strong earnings power, very solid capital base and prudent expense management, City National has continued to be modestly profitable both in this quarter and year to date.

“The company continues to not only absorb the challenges of this economic environment but also to capitalize upon select opportunities to build for the future. In the third quarter, we completed the acquisition of Lee Munder Capital Group, which is off to a good start, and reached agreement to purchase our first branch in San Jose to extend our coverage in the San Francisco Bay Area. In addition, the sale of \$180 million in sub debt further enhanced our robust capital ratios.”

<i>Dollars in millions, except per share</i>	<i>For the three months ended</i>			<i>For the three months ended</i>	
	<i>September 30,</i>		<i>%</i>	<i>June 30, 2009</i>	<i>%</i>
	<i>2009</i>	<i>2008</i>	<i>Change</i>		<i>Change</i>
<i>Earnings Per Share</i>	\$ 0.05	\$ 0.34	(85)	\$ 0.02	150
<i>Net Income Attributable to CNC</i>	\$ 8.0	\$ 16.6	(51)	\$ 6.8	19
<i>Less: Dividend on Preferred Stock</i>	5.5	-	NM	5.5	0
<i>Net Income Available to Common Shareholders</i>	\$ 2.5	\$ 16.6	(85)	\$ 1.3	99
<i>Average Assets</i>	17,938.2	16,120.6	11	17,369.3	3
<i>Return on Average Assets</i>	0.18 %	0.41 %	(56)	0.16 %	13
<i>Return on Average Common Equity</i>	0.56 %	4.03 %	(86)	0.29 %	93

ASSETS

Total assets at September 30, 2009 grew to a record \$18.4 billion, up 4 percent from the second quarter of this year and 13 percent from the third quarter of 2008, largely reflecting the company's strong deposit growth.

REVENUE

Revenue for the third quarter of 2009 was \$230.2 million, up 5 percent from the second quarter of this year and 13 percent from the third quarter of 2008, due principally to increased average securities balances, lower funding costs and a net securities gain.

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NET INTEREST INCOME

Fully taxable-equivalent net interest income was \$164.9 million in the third quarter, up 4 percent from the second quarter of this year and 5 percent from the same period last year.

Third-quarter average loan balances were \$12.3 billion, down slightly from the second quarter of this year, but up 1 percent from the third quarter of 2008. Commercial loan balances were virtually unchanged from both the second quarter of this year and third quarter of 2008.

Construction and commercial real estate loans together were down 3 percent from the second quarter of 2009 and 8 percent from the third quarter of last year. Average balances for single-family residential mortgage loans, nearly all of which are made to City National's private banking clients, rose 2 percent from the second quarter of this year and 6 percent from the third quarter of 2008.

Average securities for the third quarter of 2009 totaled \$3.6 billion, up \$267 million from the second quarter of 2009 and \$1.3 billion from the same period last year, as increased capital was invested in high-grade, fixed-income instruments. The average duration of total available-for-sale securities at September 30, 2009 was 2.6 years, compared with 3.0 years at June 30, 2009 and 3.4 years at the end of the third quarter of 2008.

City National's net interest margin in the third quarter of 2009 averaged 3.94 percent, down 4 basis points from the second quarter of 2009 and 29 basis points from the year-ago period. The corporation's average prime rate was 3.25 percent in the third quarter of 2009, unchanged from the second quarter of this year, but down 175 basis points from the third quarter of 2008.

<i>Dollars in millions</i>	<i>For the three months ended</i>			<i>For the three months ended</i>		
	<i>September 30,</i>		<i>%</i>	<i>June 30, 2009</i>		<i>%</i>
	<i>2009</i>	<i>2008</i>	<i>Change</i>			<i>Change</i>
<i>Average Loans and Leases</i>	\$ 12,339.0	\$ 12,230.6	1	\$ 12,354.3		(0)
<i>Average Total Securities</i>	3,630.3	2,358.9	54	3,364.2		8
<i>Average Earning Assets</i>	16,587.7	14,767.8	12	16,003.3		4
<i>Average Deposits</i>	14,776.9	11,737.1	26	14,023.3		5
<i>Average Core Deposits</i>	13,556.1	10,514.8	29	12,711.8		7
<i>Fully Taxable-Equivalent</i>						
<i>Net Interest Income</i>	164.9	157.1	5	158.9		4
<i>Net Interest Margin</i>	3.94 %	4.23 %	(7)	3.98 %		(1)

Third-quarter average deposits reached a record \$14.8 billion, up 5 percent from the second quarter of this year and 26 percent from the third quarter of 2008, as depositors continued to seek a safe haven for their funds.

Average core deposits grew 7 percent from the second quarter of this year and 29 percent from third quarter of 2008, and now stand at \$13.6 billion, or 92 percent of the company's average deposit balances. Average noninterest-bearing deposits were up 7 percent from the second quarter of 2009 and 30 percent from the third quarter of 2008. The company estimates that approximately \$1.6 billion of its \$2.7 billion in year-to-date core deposit

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growth has come from new and existing clients, and that approximately \$1.1 billion more has come from money market funds that had been held at City National Asset Management. Period-end deposits grew to a record \$15.1 billion, up 4 percent from June 30 of this year and 24 percent from September 30, 2008.

Treasury Services deposit balances, which consist primarily of title, escrow and property management deposits, averaged \$981 million in the third quarter of this year, compared to \$978 million in the second quarter of this year and \$967 million in the third quarter of 2008. The \$3 million increase in Treasury Services deposits from the second quarter was due to the addition of new client relationships and stable residential real estate activity.

NONINTEREST INCOME

Noninterest income was \$68.8 million in the third quarter of 2009, up 7 percent from the second quarter of 2009, primarily due to higher wealth management fee income as market conditions improved, as well as the Lee Munder Capital Group acquisition. Noninterest income was up 37 percent from the third quarter of 2008, reflecting net securities gains of \$2.7 million in the third quarter of 2009 compared to net securities losses of \$32.5 million in the year-ago period.

In the third quarter of 2009, noninterest income accounted for 30 percent of City National's total revenue.

Wealth Management

City National's assets under management totaled \$34.9 billion as of September 30, 2009, up 15 percent from the second quarter of this year, primarily due to higher equity market values and the Lee Munder Capital Group acquisition. Assets under management were up 6 percent from the year-earlier period. Excluding the acquisition, assets under management were up 2 percent from the second quarter of 2009, but down 7 percent from the third quarter of last year.

Trust and investment fees were up 28 percent from the second quarter of 2009, as market conditions improved, but were down 3 percent from the third quarter of 2008, reflecting the year-over-year decline in market values. Money market mutual fund and brokerage fee income was \$6.0 million, down 9 percent from \$6.6 million in the second quarter of this year and 69 percent from \$19.5 million in the year-ago period, due to historically low interest rates on government and other quality short-term bonds. Additionally, brokerage fees declined significantly from the year-ago period, reflecting reduced spreads and trading activity.

On July 21, 2009, City National completed its acquisition of Lee Munder Capital Group, a Boston-based investment firm that manages assets for corporations, pensions, endowments and affluent households, and merged its operations with Independence Investments, another Boston-based institutional asset management firm in which City National held a majority interest. The combined company serves as City National's primary institutional asset management affiliate, with more than \$4 billion of assets under management. It operates under the Lee Munder Capital Group name.

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<i>Dollars in millions</i>	<i>At or for the three months ended September 30,</i>			<i>At or for the three months ended</i>	
	<i>2009</i>	<i>2008</i>	<i>% Change</i>	<i>June 30, 2009</i>	<i>% Change</i>
<i>Trust and Investment Fee Revenue</i>	\$ 32.3	\$ 33.5	(3)	\$ 25.2	28
<i>Brokerage and Mutual Fund Fees</i>	6.0	19.5	(69)	6.6	(9)
<i>Assets Under Management (1)</i>	34,927.4	33,105.6	6	30,286.4	15
<i>Assets Under Management or Administration (1)</i>	53,368.1	52,367.2	2	47,838.9	12

(1) Excludes \$9.9 billion, \$6.9 billion, and \$7.5 billion of assets under management for an asset manager in which City National held a noncontrolling ownership interest as of September 30, 2009, September 30, 2008, and June 30, 2009, respectively.

Other Noninterest Income

Income from cash management and deposit transaction fees grew to \$13.1 million in the third quarter, up 3 percent from second quarter of this year and 6 percent from the third quarter of 2008. The increases were due to the sales of additional cash management services and the impact of declining interest rates on compensating deposit balances. The lower rates increased deposit service charge income.

Fee income from foreign exchange services and letters of credit was down 1 percent from the second quarter of this year and 4 percent from the third quarter of 2008.

Other income was \$6.2 million in the third quarter of 2009, down 32 percent from the second quarter of this year and 25 percent from the year-ago period, due to lower valuations on certain trading securities and a \$1.4 million impairment on private equity investments.

NONINTEREST EXPENSE

Third-quarter 2009 noninterest expense amounted to \$143.8 million, down slightly from the second quarter of this year. Noninterest expense was down 2 percent from the third quarter of 2008, as lower personnel costs were offset by a \$3 million increase in FDIC premiums and a \$1.3 million lease write-off relating to an affiliate. The company also recorded \$2.2 million in third-quarter 2009 net expense associated with foreclosed assets. Excluding increased FDIC premiums and the lease write-off, third-quarter 2009 noninterest expense was down 4 percent from the year-ago period¹.

CREDIT QUALITY

Net loan charge-offs for the third quarter of 2009 were \$76.9 million, or 2.47 percent of average total loans and leases on an annualized basis. This compares with \$56.7 million, or 1.84 percent, in the second quarter of this year and \$12.8 million, or 0.42 percent, in the year-ago period.

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At September 30, 2009, nonaccrual loans totaled \$408.3 million, up from \$378.3 million at June 30, 2009 and \$150.9 million at September 30, 2008. Total nonperforming assets (nonaccrual loans and other real estate owned) were \$452.2 million, or 3.70 percent of total loans and other real estate owned, at September 30, 2009. That compares with \$396.3 million, or 3.19 percent, at the end of second quarter of this year and \$153.2 million, or 1.25 percent, at September 30, 2008.

<i>Period-end Loans (in millions)</i>	<i>As of</i> <i>September 30, 2009</i>		<i>As of</i> <i>June 30, 2009</i>		<i>As of</i> <i>September 30, 2008</i>	
	<i>Total</i>	<i>Nonaccrual</i>	<i>Total</i>	<i>Nonaccrual</i>	<i>Total</i>	<i>Nonaccrual</i>
<i>Commercial Loans</i>	\$ 4,594.7	\$ 90.7	\$ 4,764.8	\$ 80.4	\$ 4,746.0	\$ 26.2
<i>Commercial R.E. Mortgages</i>	2,164.4	60.8	2,162.3	36.1	2,159.1	5.9
<i>Real Estate Construction Loans</i>	999.0	233.9	1,116.1	237.8	1,313.7	113.3
<i>Residential Mortgages</i>	3,541.5	13.0	3,511.6	17.3	3,364.3	0.2
<i>Equity Lines of Credit</i>	694.7	2.5	691.2	2.9	541.0	1.4
<i>Other Loans</i>	174.2	7.4	175.3	3.8	154.4	3.9
<i>Total Loans</i>	<u>\$ 12,168.5</u>	<u>\$ 408.3</u>	<u>\$ 12,421.3</u>	<u>\$ 378.3</u>	<u>\$ 12,278.5</u>	<u>\$ 150.9</u>
<i>Other Real Estate Owned</i>		43.9		18.0		2.3
<i>Total Nonperforming Assets</i>		<u>\$ 452.2</u>		<u>\$ 396.3</u>		<u>\$ 153.2</u>

The corporation's \$85 million third-quarter provision for credit losses added \$8.1 million, after net charge-offs, to its allowance for loan and lease losses. City National recorded provisions of \$70 million in the second quarter of this year and \$35 million in the third quarter of 2008. At September 30, 2009, the allowance for loan and lease losses was \$265.0 million, or 2.18 percent of total loans and leases. That compares with \$256.0 million, or 2.06 percent in the second quarter of this year and \$208.0 million, or 1.69 percent, at the end of the third quarter of 2008. City National also maintains an additional \$19.6 million in reserves for off-balance-sheet credit commitments.

The provision reflects management's continuing assessment of the loan portfolio's credit quality, which is affected by a broad range of economic factors, including weak valuations in commercial real estate. Additional factors affecting the provision include net loan charge-offs, nonaccrual loans, specific reserves, risk-rating migration and changes in the portfolio size.

Commercial Loans

Commercial loans accounted for \$28.9 million of City National's net charge-offs in the third quarter of 2009, up from \$17.3 million in the second quarter of this year. More than two-thirds of the commercial loan charge-offs for the quarter were related to two multi-bank credits made to a large California-based company in the import/export business.

Commercial loans on nonaccrual totaled \$90.7 million at September 30, 2009, compared to \$80.4 million at June 30, 2009, and \$26.2 million a year earlier. About 38 percent of commercial nonaccruals are tied to companies in the real estate industry. The remaining loans are not concentrated in any particular industry.

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Construction Loans

City National's \$1.0 billion commercial real estate construction portfolio, which includes loans to developers of residential and non-residential properties, continued to show signs of weakness. In the commercial sector, sales and lease absorption rates slowed, and values and lease rates declined due to the economic slowdown. Meanwhile, in the residential sector, the value of land continued to deteriorate even as new home sales activity in certain markets continues to strengthen.

Net charge-offs of construction loans were \$42.7 million in the third quarter of 2009, up from \$36.2 million in the second quarter of this year. Construction loans on nonaccrual totaled \$233.9 million in the third quarter, down from \$237.8 million in the second quarter of 2009.

At the end of the third quarter, non-residential construction loans amounted to \$759 million. Net charge-offs totaled \$30.5 million, up from \$17.5 million at June 30, 2009 and \$5.4 million at September 30, 2008. Those on nonaccrual were \$137 million, up from \$116 million at June 30, 2009 and \$20 million at September 30, 2008.

Loans to homebuilders accounted for 41 percent of all construction loans on nonaccrual and 16 percent of third-quarter net charge-offs. Overall, loans to homebuilders totaled \$306 million, or 2.5 percent of City National's \$12.2 billion loan portfolio, at September 30, 2009. This total includes \$63 million of homebuilder loans contained in the commercial loan portfolio.

Commercial Real Estate Mortgages

Net charge-offs in the company's \$2.2 billion commercial real estate mortgage portfolio were \$3.4 million, compared with zero in the second quarter of this year. Commercial real estate mortgage loans on nonaccrual totaled \$60.8 million at September 30, 2009, compared to \$36.1 million at June 30, 2009. The increase in nonaccrual loans is tied primarily to three investor-owned properties, one in Northern California and the other two in Nevada.

Residential Mortgage and Equity Lines of Credit

City National's \$3.5 billion residential mortgage portfolio and \$695 million home-equity portfolio continued to perform well. Net charge-offs for the third quarter of 2009 were \$1.1 million, compared to \$1.8 million in the second quarter of this year. Nonaccrual loans totaled \$15.5 million in the third quarter, down from \$20.2 million in the second quarter of 2009.

The average loan-to-value ratios at origination for the residential mortgage and home-equity portfolios are 49 percent and 54 percent, respectively. City National does not originate or purchase subprime or option adjustable rate mortgages, and none of its loans has been originated through brokers or third parties.

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INCOME TAXES

City National's third-quarter 2009 results reflect a tax benefit of \$7.0 million, which was primarily attributable to an updated effective tax rate based on lower expected taxable income for the year. The company's effective tax rate in the third quarter of last year was 18.3 percent.

2009 YEAR-TO-DATE HIGHLIGHTS

- Year to date, City National's net income totaled \$22.3 million. Net income available to common shareholders was \$5.8 million, or \$0.11 per share, compared to \$1.98 per share for the first nine months of 2008.
- Revenue for the first nine months of this year was \$642.2 million, compared with \$662.5 million for the first three quarters of 2008.
- Fully taxable-equivalent net interest income amounted to \$472.1 million, up 2 percent from \$463.8 million in the first nine months of 2008. The company's net interest margin averaged 3.97 percent in the first nine months of 2009, down from 4.24 percent during the same period of the prior year.
- Average loans reached \$12.4 billion, up 3 percent from the first nine months of 2008.
- Average deposits for the first nine months of this year amounted to \$13.9 billion, up 19 percent from the same period of 2008. Core deposit balances totaled \$12.6 billion in the first three quarters of 2009, up 21 percent from the first nine months of 2008.
- Noninterest income totaled \$180.4 million, down 15 percent from the first nine months of 2008.
- During the first nine months of 2009, the company's provisions for credit losses totaled \$205 million. The company made provisions of \$87 million during the first nine months of 2008.
- Noninterest expense for the first nine months of 2009 was down 2 percent from the same period of 2008. Excluding increased FDIC costs, noninterest expense was down 5 percent from the same period of 2008¹.

CAPITAL LEVELS

During the third quarter of 2009, City National continued to strengthen its balance sheet by completing the sale of \$180 million in subordinated debt, which qualifies as Tier 2 capital for regulatory purposes. On July 15, 2009, City National Bank sold \$50 million of subordinated debt that may be called after five years. On August 12, 2009, the bank sold an additional \$130 million in subordinated debt, \$55 million of which may be called after five years.

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At September 30, 2009, City National's total risk-based capital and Tier 1 risk-based capital ratios were 15.48 percent and 12.67 percent, respectively, compared with the minimum regulatory standards of 10.0 percent and 6.0 percent for "well-capitalized" institutions. City National's Tier 1 leverage ratio at September 30, 2009 was 9.95 percent, well above the regulatory minimum ratio of 5.0 percent.

Total risk-based capital, Tier 1 risk-based capital and the Tier 1 leverage ratios at June 30, 2009 were 14.31 percent, 12.61 percent and 10.38 percent, respectively.

The period-end ratio of total equity to total assets at September 30, 2009 was 12.06 percent, compared to 12.31 percent at June 30, 2009 and 10.09 percent at September 30, 2008.

2009 OUTLOOK

Management continues to expect that the corporation will remain modestly profitable in 2009.

CONFERENCE CALL

City National Corporation will host a conference call this afternoon to discuss third-quarter 2009 financial results. The call will begin at 2:00 p.m. PDT. Analysts and investors may dial in and participate in the question/answer session. To access the call, please dial (866) 393-6804 and enter Conference ID 31089368. A listen-only live broadcast of the call also will be available on the investor relations page of the company's Website at cnb.com. There, it will be archived and available for 12 months.

ABOUT CITY NATIONAL

City National Bank is the wholly owned subsidiary of City National Corporation (NYSE: CYN). Headquartered in Los Angeles, the company is backed by \$18.4 billion in total assets, and provides banking, investment and trust services through 63 offices, including 15 full-service regional centers, in Southern California, the San Francisco Bay Area, Nevada and New York City. City National and its eight majority-owned investment affiliates manage or administer \$53.4 billion in client investment assets, including nearly \$35 billion under direct management.

For more information about City National, visit the company's Website at cnb.com.

SAFE-HARBOR LANGUAGE

This news release contains forward-looking statements about the company, for which the company claims the protection of the safe harbor provisions contained in the Private Securities Litigation Reform Act of 1995.

Forward-looking statements are based on management's knowledge and belief as of today and include information concerning the company's possible or assumed future financial condition, and its results of operations, business and earnings outlook. These forward-

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looking statements are subject to risks and uncertainties. A number of factors, some of which are beyond the company's ability to control or predict, could cause future results to differ materially from those contemplated by such forward-looking statements. These factors include (1) continuation or worsening of current recessionary conditions (2) continued volatility and disruption in the functioning of financial markets, including the capital and credit markets, (3) significant changes in banking laws or regulations, including without limitation, broad-based restructuring of financial industry regulation and as a result of the Emergency Economic Stabilization Act and the creation of and possible amendments to the Troubled Asset Relief Program (TARP), and rules and regulations issued thereunder, including the TARP Standards for Compensation and Corporate Governance, (4) the ongoing budget crisis in the State of California, (5) continued weakness in the real estate market, including the markets for commercial and residential real estate, which may affect, among other things, the level of nonperforming assets, charge-offs and provision expense, (6) continued volatility in equity, fixed income and other market valuations, (7) changes in market rates and prices which may adversely impact the value of financial products including securities, loans, deposits, debt and derivative financial instruments, and other similar financial instruments, (8) changes in the interest rate environment and market liquidity which may reduce interest margins and impact funding sources, (9) increased competition in the company's markets, (10) changes in the financial performance and/or condition of the company's borrowers, including changes in levels of unemployment, changes in customers' suppliers, and other counterparties' performance and creditworthiness, (11) a substantial and permanent loss of either client accounts and/or assets under management at the company's investment advisory affiliates or its wealth management division, (12) changes in consumer spending, borrowing and savings habits, (13) soundness of other financial institutions which could adversely affect the company, (14) increases and required prepayments in Federal Deposit Insurance Corporation premiums due to market developments and regulatory changes, (15) protracted labor disputes in the company's markets, (16) earthquake, fire or other natural disasters affecting the condition of real estate collateral, (17) the effect of acquisitions and integration of acquired businesses and de novo branching efforts, (18) the impact of changes in regulatory, judicial or legislative tax treatment of business transactions, (19) changes in accounting policies or procedures as may be required by the Financial Accounting Standards Board or regulatory agencies, and (20) the success of the company at managing the risks involved in the foregoing.

Forward-looking statements speak only as of the date they are made, and the company does not undertake to update forward-looking statements to reflect circumstances or events that occur after the date the statements are made, or to update earnings guidance, including the factors that influence earnings.

For a more complete discussion of these risks and uncertainties, see the company's Annual Report on Form 10-K for the year ended December 31, 2008 and particularly Part I, Item 1A, titled "Risk Factors."

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CITY NATIONAL CORPORATION



Selected Financial Information September 30, 2009

(unaudited)

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CITY NATIONAL CORPORATION
FINANCIAL HIGHLIGHTS
(unaudited)

For The Period Ended September 30,	Three Months			Nine Months		
	2009	2008	% Change	2009	2008	% Change
Per Common Share						
Net income available to common shareholders						
Basic.....	\$ 0.05	\$ 0.34	(85)	\$ 0.11	\$ 1.99	(94)
Diluted.....	0.05	0.34	(85)	0.11	1.98	(94)
Dividends.....	0.10	0.48	(79)	0.45	1.44	(69)
Book value.....				34.99	33.69	4
Results of Operations: (In millions)						
Interest income.....	\$ 180	\$ 196	(8)	\$ 526	\$ 597	(12)
Interest expense.....	19	43	(55)	64	146	(56)
Net interest income.....	161	153	6	462	451	2
Net interest income (Fully taxable-equivalent).....	165	157	5	472	464	2
Total revenue.....	230	203	13	642	662	(3)
Provision for credit losses.....	85	35	143	205	87	136
Net income attributable to City National Corporation.....	8	17	(51)	22	96	(77)
Net income available to common shareholders.....	3	17	(85)	6	96	(94)
Financial Ratios:						
Performance Ratios:						
Return on average assets	0.18 %	0.41 %		0.17 %	0.80 %	
Return on average common shareholders' equity.....	0.56	4.03		0.45	7.81	
Period-end equity to period-end assets.....				12.06	10.09	
Net interest margin.....	3.94	4.23		3.97	4.24	
Expense to revenue ratio.....	60.75	70.96		64.01	63.62	
Capital Adequacy Ratios (Period-end):						
Tier 1 leverage.....				9.95	8.01	
Tier 1 risk-based capital.....				12.67	9.13	
Total risk-based capital.....				15.48	11.04	
Asset Quality Ratios:						
Allowance for loan and lease losses to:						
Total loans and leases.....				2.18 %	1.69 %	
Nonaccrual loans.....				64.91	137.88	
Nonperforming assets to:						
Total loans and leases and other real estate owned.....				3.70	1.25	
Total assets.....				2.46	0.94	
Net (charge-offs)/recoveries to						
Average total loans and leases (annualized).....	(2.47) %	(0.42) %		(1.81) %	(0.49) %	
Average Balances: (In millions)						
Loans and leases.....	\$ 12,339	\$ 12,231	1	\$ 12,363	\$ 11,994	3
Interest-earning assets.....	16,588	14,768	12	15,880	14,612	9
Assets.....	17,938	16,121	11	17,245	15,974	8
Core deposits.....	13,556	10,515	29	12,557	10,420	21
Deposits.....	14,777	11,737	26	13,888	11,651	19
Interest-bearing liabilities.....	8,308	8,654	(4)	8,213	8,526	(4)
Common shareholders' equity.....	1,787	1,632	10	1,718	1,643	5
Total equity.....	2,204	1,658	33	2,134	1,668	28
Period-End Balances : (In millions)						
Loans and leases.....				\$ 12,168	\$ 12,279	(1)
Assets.....				18,401	16,331	13
Core deposits.....				13,926	10,792	29
Deposits.....				15,108	12,168	24
Common shareholders' equity.....				1,802	1,622	11
Total equity.....				2,218	1,648	35
Wealth Management: (In millions) (1)						
Assets under management.....				\$ 34,927	\$ 33,106	6
Assets under management or administration.....				53,368	52,367	2

(1) Excludes \$9.9 billion and \$6.9 billion of assets under management for an asset manager in which City National held a noncontrolling ownership interest as of September 30, 2009 and September 30, 2008, respectively.

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
(unaudited)

(Dollars in thousands except per share data)	Three Months Ended September 30,			Nine Months Ended September 30,		
	2009	2008	% Change	2009	2008	% Change
Interest income	\$ 180,419	\$ 195,606	(8)	\$ 525,786	\$ 597,065	(12)
Interest expense	19,078	42,802	(55)	63,972	145,928	(56)
Net Interest Income	161,341	152,804	6	461,814	451,137	2
Provision for Credit Losses	85,000	35,000	143	205,000	87,000	136
Noninterest Income						
Trust and investment fees	32,289	33,457	(3)	83,342	103,993	(20)
Brokerage and mutual fund fees	6,041	19,470	(69)	22,443	55,601	(60)
Cash management and deposit transaction fees	13,142	12,392	6	39,143	35,712	10
International services	7,895	8,202	(4)	22,416	24,065	(7)
Bank-owned life insurance	639	824	(22)	2,373	2,107	13
Gain (loss) on securities	2,667	(32,472)	108	(10,556)	(31,920)	(67)
Other	6,172	8,205	(25)	21,236	21,800	(3)
Total noninterest income	68,845	50,078	37	180,397	211,358	(15)
Noninterest Expense						
Salaries and employee benefits	80,937	89,373	(9)	235,023	267,072	(12)
Net occupancy of premises	12,613	12,719	(1)	37,433	36,693	2
Legal and professional fees	8,545	8,332	3	24,014	24,423	(2)
Information services	7,342	6,576	12	20,814	19,170	9
Depreciation and amortization	6,472	5,502	18	18,417	16,464	12
Amortization of intangibles	1,726	2,238	(23)	5,237	6,197	(15)
Marketing and advertising	4,615	5,653	(18)	14,034	16,608	(15)
Office services and equipment	3,610	3,683	(2)	11,136	11,468	(3)
FDIC assessments	5,308	2,188	143	22,237	4,359	410
Other	12,597	9,933	27	32,539	25,331	28
Total noninterest expense	143,765	146,197	(2)	420,884	427,785	(2)
Income Before Taxes	1,421	21,685	(93)	16,327	147,710	(89)
Applicable Income Taxes	(6,966)	3,974	(275)	(6,320)	44,960	(114)
Net Income	\$ 8,387	\$ 17,711	(53)	\$ 22,647	\$ 102,750	(78)
Less: Net income attributable to noncontrolling interest	348	1,160	(70)	375	6,728	(94)
Net income attributable to City National Corporation	\$ 8,039	\$ 16,551	(51)	\$ 22,272	\$ 96,022	(77)
Less: Dividends on preferred stock	5,502	-	NM	16,504	-	NM
Net income available to common shareholders	\$ 2,537	\$ 16,551	(85)	\$ 5,768	\$ 96,022	(94)
Other Data:						
Earnings per common share - basic (1)	\$ 0.05	\$ 0.34	(85)	\$ 0.11	\$ 1.99	(94)
Earnings per common share - diluted	\$ 0.05	\$ 0.34	(85)	\$ 0.11	\$ 1.98	(94)
Dividends paid per common share	\$ 0.10	\$ 0.48	(79)	\$ 0.45	\$ 1.44	(69)
Common dividend payout ratio	205.08 %	140.24 %	46	385.15 %	72.51 %	431
Return on average assets	0.18 %	0.41 %	(56)	0.17 %	0.80 %	(79)
Return on average common shareholders' equity	0.56 %	4.03 %	(86)	0.45 %	7.81 %	(94)
Net interest margin (Fully taxable-equivalent)	3.94 %	4.23 %	(7)	3.97 %	4.24 %	(6)
Full-time equivalent employees	2,891	3,027	(4)			

(1) Basic EPS for certain prior periods have been restated as a result of the adoption of FSP EITF 03-6-1 "Determining Whether Instruments Granted in Share-Based Payment Transactions are Participating Securities".

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

(unaudited)

(Dollars in thousands except per share data)	2009			
	Third Quarter	Second Quarter	First Quarter	Year to Date
Interest income	\$ 180,419	\$ 175,876	\$ 169,491	\$ 525,786
Interest expense	19,078	20,300	24,594	63,972
Net Interest Income	161,341	155,576	144,897	461,814
Provision for Credit Losses	85,000	70,000	50,000	205,000
Noninterest Income				
Trust and investment fees	32,289	25,184	25,869	83,342
Brokerage and mutual fund fees	6,041	6,645	9,757	22,443
Cash management and deposit transaction fees	13,142	12,778	13,223	39,143
International services	7,895	7,996	6,525	22,416
Bank-owned life insurance	639	871	863	2,373
Gain (loss) on securities	2,667	1,744	(14,967)	(10,556)
Other	6,172	9,039	6,025	21,236
Total noninterest income	68,845	64,257	47,295	180,397
Noninterest Expense				
Salaries and employee benefits	80,937	75,834	78,252	235,023
Net occupancy of premises	12,613	12,559	12,261	37,433
Legal and professional fees	8,545	7,736	7,733	24,014
Information services	7,342	6,992	6,480	20,814
Depreciation and amortization	6,472	5,953	5,992	18,417
Amortization of intangibles	1,726	1,668	1,843	5,237
Marketing and advertising	4,615	4,743	4,676	14,034
Office services and equipment	3,610	3,922	3,604	11,136
FDIC assessments	5,308	13,861	3,068	22,237
Other	12,597	10,866	9,076	32,539
Total noninterest expense	143,765	144,134	132,985	420,884
Income Before Taxes	1,421	5,699	9,207	16,327
Applicable Income Taxes	(6,966)	(986)	1,632	(6,320)
Net Income	\$ 8,387	\$ 6,685	\$ 7,575	\$ 22,647
Less: Net income (loss) attributable to noncontrolling interest	348	(88)	115	375
Net income attributable to City National Corporation	\$ 8,039	\$ 6,773	\$ 7,460	\$ 22,272
Less: Dividends on preferred stock	5,502	5,501	5,501	16,504
Net income available to common shareholders	\$ 2,537	\$ 1,272	\$ 1,959	\$ 5,768
Other Data:				
Earnings per common share - basic	\$ 0.05	\$ 0.02	\$ 0.04	\$ 0.11
Earnings per common share - diluted	\$ 0.05	\$ 0.02	\$ 0.04	\$ 0.11
Dividends paid per common share	\$ 0.10	\$ 0.10	\$ 0.25	\$ 0.45
Common dividend payout ratio	205.08 %	383.66 %	619.32 %	385.15 %
Return on average assets	0.18 %	0.16 %	0.18 %	0.17 %
Return on average common shareholders' equity	0.56 %	0.29 %	0.49 %	0.45 %
Net interest margin (Fully taxable-equivalent)	3.94 %	3.98 %	4.00 %	3.97 %
Full-time equivalent employees	2,891	2,866	2,933	

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CONSOLIDATED QUARTERLY STATEMENTS OF INCOME
(unaudited)

(Dollars in thousands except per share data)	2008				
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Year to Date
Interest income	\$ 187,623	\$ 195,606	\$ 193,707	\$ 207,752	\$ 784,688
Interest expense	38,864	42,802	43,539	59,587	184,792
Net Interest Income	148,759	152,804	150,168	148,165	599,896
Provision for Credit Losses	40,000	35,000	35,000	17,000	127,000
Noninterest Income					
Trust and investment fees	28,221	33,457	34,187	36,349	132,214
Brokerage and mutual fund fees	17,845	19,470	18,709	17,422	73,446
Cash management and deposit transaction fees	12,595	12,392	12,196	11,124	48,307
International services	8,384	8,202	8,176	7,687	32,449
Bank-owned life insurance	645	824	628	655	2,752
(Loss) gain on securities	(18,871)	(32,472)	(417)	969	(50,791)
Other	6,807	8,205	7,985	5,610	28,607
Total noninterest income	55,626	50,078	81,464	79,816	266,984
Noninterest Expense					
Salaries and employee benefits	89,943	89,373	87,520	90,179	357,015
Net occupancy of premises	12,821	12,719	12,462	11,512	49,514
Legal and professional fees	8,419	8,332	7,531	8,560	32,842
Information services	7,799	6,576	6,388	6,206	26,969
Depreciation and amortization	5,737	5,502	5,460	5,502	22,201
Amortization of intangibles	11,541	2,238	1,528	2,431	17,738
Marketing and advertising	6,289	5,653	5,360	5,595	22,897
Office services and equipment	4,080	3,683	3,886	3,899	15,548
FDIC assessments	1,883	2,188	1,820	351	6,242
Other	11,466	9,933	8,546	6,852	36,797
Total noninterest expense	159,978	146,197	140,501	141,087	587,763
Income Before Taxes	4,407	21,685	56,131	69,894	152,117
Applicable Income Taxes	(3,177)	3,974	18,385	22,601	41,783
Net Income	\$ 7,584	\$ 17,711	\$ 37,746	\$ 47,293	\$ 110,334
Less: Net (loss) income attributable to noncontrolling interest	(1,350)	1,160	2,262	3,306	5,378
Net income attributable to City National Corporation	\$ 8,934	\$ 16,551	\$ 35,484	\$ 43,987	\$ 104,956
Less: Dividends on preferred stock	2,445	-	-	-	2,445
Net income available to common shareholders	\$ 6,489	\$ 16,551	\$ 35,484	\$ 43,987	\$ 102,511
Other Data:					
Earnings per common share - basic (1)	\$ 0.13	\$ 0.34	\$ 0.74	\$ 0.91	\$ 2.12
Earnings per common share - diluted	\$ 0.13	\$ 0.34	\$ 0.73	\$ 0.91	\$ 2.11
Dividends paid per common share	\$ 0.48	\$ 0.48	\$ 0.48	\$ 0.48	\$ 1.92
Common dividend payout ratio	358.52 %	140.24 %	65.40 %	52.75 %	90.61 %
Return on average assets	0.22 %	0.41 %	0.89 %	1.13 %	0.65 %
Return on average common equity	1.60 %	4.03 %	8.65 %	10.75 %	6.26 %
Net interest margin (Fully taxable-equivalent)	4.09 %	4.23 %	4.23 %	4.26 %	4.20 %
Full-time equivalent employees	2,989	3,027	3,013	2,959	

(1) Basic EPS for certain prior periods have been restated as a result of the adoption of FSP EITF 03-6-1 "Determining Whether Instruments Granted in Share-Based Payment Transactions are Participating Securities".

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CONSOLIDATED PERIOD END BALANCE SHEETS
(unaudited)

(In thousands)	2009		
	Third Quarter	Second Quarter	First Quarter
Assets			
Cash and due from banks	\$ 348,958	\$ 350,931	\$ 378,289
Federal funds sold	240,000	125,000	12,300
Due from banks - interest-bearing	767,362	205,656	140,484
Securities-available-for-sale	3,512,072	3,330,326	2,915,883
Trading securities	188,904	138,137	67,582
Loans and leases:			
Commercial	4,594,683	4,764,755	4,708,627
Commercial real estate mortgages	2,164,398	2,162,294	2,173,983
Residential mortgages	3,541,534	3,511,598	3,413,538
Real estate construction	999,045	1,116,154	1,189,594
Equity lines of credit	694,660	691,226	651,127
Installment	174,170	175,315	168,245
Total loans and leases	12,168,490	12,421,342	12,305,114
Allowance for loan and lease losses	(265,005)	(256,018)	(241,586)
Net loans and leases	11,903,485	12,165,324	12,063,528
Premises and equipment, net	126,097	125,510	128,189
Goodwill and other intangibles	533,367	496,562	498,194
Other assets	780,359	723,339	729,081
Total assets	\$ 18,400,604	\$ 17,660,785	\$ 16,933,530
Liabilities			
Deposits:			
Noninterest-bearing	\$ 7,441,898	\$ 7,118,660	\$ 6,611,752
Interest-bearing	7,666,545	7,379,591	7,077,798
Total deposits	15,108,443	14,498,251	13,689,550
Federal funds purchased and securities sold under repurchase agreements	231,903	316,388	519,687
Other short-term borrowed funds	720	50,000	28,405
Subordinated debt	341,587	162,434	164,296
Other long-term debt	233,536	233,456	242,122
Other liabilities	216,026	189,588	199,863
Total liabilities	16,132,215	15,450,117	14,843,923
Redeemable noncontrolling interest	49,897	36,752	40,237
Equity			
City National Corporation shareholders' equity:			
Preferred stock	391,593	391,091	390,590
Common stock	53,886	53,886	50,961
Additional paid-in capital	514,904	511,939	393,114
Retained earnings	1,363,176	1,365,842	1,369,451
Accumulated other comprehensive income (loss)	24,329	(18,110)	(23,093)
Treasury shares	(154,245)	(156,119)	(157,094)
Total common shareholders' equity	1,802,050	1,757,438	1,633,339
Total shareholders' equity	2,193,643	2,148,529	2,023,929
Noncontrolling interest	24,849	25,387	25,441
Total equity	2,218,492	2,173,916	2,049,370
Total liabilities and equity	\$ 18,400,604	\$ 17,660,785	\$ 16,933,530

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CONSOLIDATED PERIOD END BALANCE SHEETS
(unaudited)

(In thousands)	2008			
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter
Assets				
Cash and due from banks	\$ 279,921	\$ 428,557	\$ 513,736	\$ 514,878
Federal funds sold	-	-	-	1,000
Due from banks - interest-bearing	144,344	95,993	88,149	77,567
Securities-available-for-sale	2,144,870	2,159,918	2,302,982	2,389,459
Trading securities	295,598	310,251	204,825	121,152
Loans and leases:				
Commercial	4,783,565	4,746,035	4,703,307	4,442,448
Commercial real estate mortgages	2,184,688	2,159,101	2,016,090	2,011,221
Residential mortgages	3,414,868	3,364,332	3,319,741	3,215,871
Real estate construction	1,252,034	1,313,735	1,483,193	1,462,641
Equity lines of credit	635,325	540,937	495,334	449,177
Installment	173,779	154,377	160,665	173,507
Total loans and leases	12,444,259	12,278,517	12,178,330	11,754,865
Allowance for loan and lease losses	(224,046)	(208,046)	(185,070)	(168,278)
Net loans and leases	12,220,213	12,070,471	11,993,260	11,586,587
Premises and equipment, net	131,294	127,361	122,959	119,243
Goodwill and other intangibles	500,037	512,297	514,584	514,811
Other assets	739,238	626,020	598,763	609,335
Total assets	<u>\$ 16,455,515</u>	<u>\$ 16,330,868</u>	<u>\$ 16,339,258</u>	<u>\$ 15,934,032</u>
Liabilities				
Deposits:				
Noninterest-bearing	\$ 6,140,619	\$ 5,744,863	\$ 5,861,823	\$ 5,680,845
Interest-bearing	6,511,505	6,422,797	6,034,514	6,111,524
Total deposits	12,652,124	12,167,660	11,896,337	11,792,369
Federal funds purchased and securities sold under repurchase agreements	908,157	1,272,359	1,221,428	1,118,478
Other short-term borrowed funds	124,500	630,673	955,000	720,992
Subordinated debt	161,595	157,769	157,080	162,813
Other long-term debt	246,554	231,321	237,867	243,439
Other liabilities	287,340	170,686	171,598	181,414
Total liabilities	14,380,270	14,630,468	14,639,310	14,219,505
Redeemable noncontrolling interest	44,811	52,556	59,234	50,216
Equity				
City National Corporation shareholders' equity:				
Preferred stock	390,089	-	-	-
Common stock	50,961	50,966	50,972	50,982
Additional paid-in capital	389,077	371,279	369,045	375,374
Retained earnings	1,379,624	1,396,400	1,403,062	1,390,781
Accumulated other comprehensive loss	(48,022)	(38,071)	(24,853)	(3,431)
Treasury shares	(156,736)	(158,193)	(183,222)	(175,048)
Total common shareholders' equity	1,614,904	1,622,381	1,615,004	1,638,658
Total shareholders' equity	2,004,993	1,622,381	1,615,004	1,638,658
Noncontrolling interest	25,441	25,463	25,710	25,653
Total equity	2,030,434	1,647,844	1,640,714	1,664,311
Total liabilities and equity	<u>\$ 16,455,515</u>	<u>\$ 16,330,868</u>	<u>\$ 16,339,258</u>	<u>\$ 15,934,032</u>

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CREDIT LOSS EXPERIENCE
(unaudited)

(Dollars in thousands)	2009				2008				
	Third Quarter	Second Quarter	First Quarter	Year To Date	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Year To Date
Allowance for Loan and Lease Losses									
Balance at beginning of period	\$ 256,018	\$ 241,586	\$ 224,046	\$ 224,046	\$ 208,046	\$ 185,070	\$ 168,278	\$ 168,523	\$ 168,523
Net (charge-offs)/recoveries:									
Commercial	(28,852)	(17,283)	(18,459)	(64,594)	(12,123)	(4,331)	(5,195)	(1,574)	(23,223)
Commercial real estate mortgages	(3,372)	-	-	(3,372)	-	-	-	(552)	(552)
Residential mortgages	(682)	(731)	(367)	(1,780)	37	8	10	8	63
Real estate construction	(42,651)	(36,189)	(14,049)	(92,889)	(12,279)	(8,370)	(13,196)	(9,905)	(43,750)
Equity lines of credit	(387)	(1,039)	(38)	(1,464)	-	-	-	-	-
Installment	(915)	(1,448)	(706)	(3,069)	(316)	(101)	(535)	(64)	(1,016)
Total net (charge-offs)/recoveries	(76,859)	(56,690)	(33,619)	(167,168)	(24,681)	(12,794)	(18,916)	(12,087)	(68,478)
Provision for credit losses	85,000	70,000	50,000	205,000	40,000	35,000	35,000	17,000	127,000
Transfers from (to) reserve for off-balance sheet credit commitments	846	1,122	1,159	3,127	681	770	708	(5,158)	(2,999)
Balance at end of period	<u>\$ 265,005</u>	<u>\$ 256,018</u>	<u>\$ 241,586</u>	<u>\$ 265,005</u>	<u>\$ 224,046</u>	<u>\$ 208,046</u>	<u>\$ 185,070</u>	<u>\$ 168,278</u>	<u>\$ 224,046</u>

Net (Charge-Offs)/Recoveries to Average Total Loans and Leases: (annualized)

Commercial	(2.42) %	(1.47) %	(1.57) %	(1.82) %	(1.01) %	(0.36) %	(0.45) %	(0.14) %	(0.50) %
Commercial real estate mortgages	(0.62) %	0.00 %	0.00 %	(0.21) %	0.00 %	0.00 %	0.00 %	(0.11) %	(0.03) %
Residential mortgage	(0.08) %	(0.08) %	(0.04) %	(0.07) %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Real estate construction	(15.68) %	(12.59) %	(4.63) %	(10.76) %	(3.79) %	(2.37) %	(3.61) %	(2.72) %	(3.11) %
Equity lines of credit	(0.22) %	(0.62) %	(0.02) %	(0.29) %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Installment	(2.05) %	(3.33) %	(1.67) %	(2.36) %	(0.76) %	(0.26) %	(1.32) %	(0.15) %	(0.61) %
Total loans and leases	(2.47) %	(1.84) %	(1.10) %	(1.81) %	(0.79) %	(0.42) %	(0.63) %	(0.42) %	(0.57) %

Reserve for Off-Balance Sheet Credit Commitments

Balance at beginning of period	\$ 20,422	\$ 21,544	\$ 22,703	\$ 22,703	\$ 23,384	\$ 24,154	\$ 24,862	\$ 19,704	\$ 19,704
Recovery of prior charge-off	-	-	-	-	-	-	-	-	-
Transfers (to) from allowance	(846)	(1,122)	(1,159)	(3,127)	(681)	(770)	(708)	5,158	2,999
Balance at end of period	<u>\$ 19,576</u>	<u>\$ 20,422</u>	<u>\$ 21,544</u>	<u>\$ 19,576</u>	<u>\$ 22,703</u>	<u>\$ 23,384</u>	<u>\$ 24,154</u>	<u>\$ 24,862</u>	<u>\$ 22,703</u>

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
NONPERFORMING ASSETS
(unaudited)

(Dollars in thousands)	2009			2008			
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter	Second Quarter	First Quarter
Nonaccrual loans							
Commercial	\$ 90,744	\$ 80,372	\$ 56,246	\$ 46,238	\$ 26,184	\$ 16,444	\$ 16,293
Commercial real estate mortgages	60,833	36,112	16,923	8,924	5,878	5,903	1,841
Residential mortgages	12,961	17,262	13,270	3,171	266	549	706
Real estate construction	233,848	237,828	223,416	149,536	113,288	81,120	93,296
Equity lines of credit	2,507	2,919	2,432	1,921	1,380	1,398	1,422
Installment	7,373	3,768	1,354	1,352	3,890	763	64
Total nonaccrual loans	408,266	378,261	313,641	211,142	150,886	106,177	113,622
Other real estate owned	43,969	18,064	12,639	11,388	2,279	9,113	3,812
Total nonperforming assets	\$ 452,235	\$ 396,325	\$ 326,280	\$ 222,530	\$ 153,165	\$ 115,290	\$ 117,434
Loans 90 days or more past due on accrual status	\$ 10,395	\$ -	\$ 16,261	\$ 663	\$ 4,930	\$ 2	\$ 13
Allowance for loan and lease losses as a percentage of:							
Nonaccrual loans	64.91 %	67.68 %	77.03 %	106.11 %	137.88 %	174.30 %	148.10 %
Total nonperforming assets	58.60 %	64.60 %	74.04 %	100.68 %	135.83 %	160.53 %	143.30 %
Total loans and leases	2.18 %	2.06 %	1.96 %	1.80 %	1.69 %	1.52 %	1.43 %
Nonaccrual loans as a percentage of total loans	3.36 %	3.05 %	2.55 %	1.70 %	1.23 %	0.87 %	0.97 %
Nonperforming assets as a percentage of:							
Total loans and other real estate owned	3.70 %	3.19 %	2.65 %	1.79 %	1.25 %	0.95 %	1.00 %
Total assets	2.46 %	2.24 %	1.93 %	1.35 %	0.94 %	0.71 %	0.74 %

CITY NATIONAL CORPORATION
AVERAGE BALANCES AND RATES
(unaudited)

(Dollars in millions)	2009							
	Third Quarter		Second Quarter		First Quarter		Year to Date	
	Average Balance	Average Rate	Average Balance	Average Rate	Average Balance	Average Rate	Average Balance	Average Rate
Assets								
Interest-earning assets								
Loans and leases								
Commercial	\$ 4,724	4.26 %	\$ 4,721	4.21 %	\$ 4,756	4.22 %	\$ 4,734	4.23 %
Commercial real estate mortgages	2,144	5.49	2,178	5.69	2,200	5.74	2,174	5.64
Residential mortgages	3,528	5.50	3,454	5.51	3,406	5.58	3,463	5.53
Real estate construction	1,079	3.58	1,153	3.04	1,232	3.20	1,154	3.27
Equity lines of credit	687	3.51	674	3.46	630	3.39	664	3.45
Installment	177	5.08	174	5.05	171	5.12	174	5.08
Total loans and leases	12,339	4.72	12,354	4.70	12,395	4.75	12,363	4.73
Due from banks - interest-bearing	204	0.50	195	0.60	134	0.47	178	0.53
Federal funds sold and securities								
purchased under resale agreements	338	0.15	15	0.23	11	0.24	123	0.16
Securities available-for-sale	3,560	4.03	3,252	4.08	2,302	4.65	3,042	4.20
Trading securities	71	0.18	112	1.36	115	0.19	99	0.63
Other interest-earning assets	76	3.76	75	3.45	76	3.48	75	3.57
Total interest-earning assets	16,588	4.40	16,003	4.49	15,033	4.67	15,880	4.51
Allowance for loan and lease losses	(260)		(246)		(236)		(247)	
Cash and due from banks	308		324		335		322	
Other non-earning assets	1,302		1,288		1,279		1,290	
Total assets	\$ 17,938		\$ 17,369		\$ 16,411		\$ 17,245	
Liabilities and Equity								
Interest-bearing deposits								
Interest checking accounts	\$ 1,637	0.25 %	\$ 1,388	0.29 %	\$ 1,098	0.32 %	\$ 1,377	0.28 %
Money market accounts	4,232	0.66	4,111	0.86	3,897	1.01	4,081	0.84
Savings deposits	262	0.64	222	0.74	166	0.65	217	0.68
Time deposits - under \$100,000	211	1.05	221	1.42	234	2.22	222	1.58
Time deposits - \$100,000 and over	1,221	1.24	1,311	1.56	1,463	2.06	1,331	1.64
Total interest-bearing deposits	7,563	0.67	7,253	0.89	6,858	1.16	7,228	0.90
Federal funds purchased and securities								
sold under repurchase agreements	234	3.41	472	1.77	723	1.22	475	1.77
Other borrowings	511	3.27	494	1.75	526	2.20	510	2.41
Total interest-bearing liabilities	8,308	0.91	8,219	0.99	8,107	1.23	8,213	1.04
Noninterest-bearing deposits	7,214		6,770		5,983		6,660	
Other liabilities	212		234		271		238	
Total equity	2,204		2,146		2,050		2,134	
Total liabilities and equity	\$ 17,938		\$ 17,369		\$ 16,411		\$ 17,245	
Net interest spread		3.49 %		3.50 %		3.44 %		3.47 %
Net interest margin		3.94 %		3.98 %		4.00 %		3.97 %
Average prime rate		3.25 %		3.25 %		3.25 %		3.25 %

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
AVERAGE BALANCES AND RATES
(unaudited)

(Dollars in millions)	2008									
	Fourth Quarter		Third Quarter		Second Quarter		First Quarter		Year to Date	
	Average Balance	Average Rate	Average Balance	Average Rate	Average Balance	Average Rate	Average Balance	Average Rate	Average Balance	Average Rate
Assets										
Interest-earning assets										
Loans and leases										
Commercial	\$ 4,790	4.89 %	\$ 4,727	5.30 %	\$ 4,675	5.30 %	\$ 4,456	6.28 %	\$ 4,663	5.42 %
Commercial real estate mortgages	2,149	6.31	2,095	6.52	2,009	6.50	1,975	6.84	2,058	6.54
Residential mortgages	3,386	5.65	3,335	5.62	3,271	5.57	3,179	5.61	3,293	5.61
Real estate construction	1,288	4.57	1,404	5.05	1,470	5.43	1,464	6.47	1,406	5.41
Equity lines of credit	591	3.62	513	4.34	470	4.45	438	5.65	503	4.44
Installment	167	5.45	157	5.89	164	5.88	177	6.49	166	5.93
Total loans and leases	12,371	5.25	12,231	5.53	12,059	5.57	11,689	6.20	12,089	5.63
Due from banks - interest-bearing	120	1.34	94	1.85	95	2.24	78	2.69	97	1.96
Federal funds sold and securities purchased under resale agreements	18	0.33	5	1.88	9	2.54	8	3.33	10	1.61
Securities available-for-sale	2,136	4.96	2,241	4.97	2,351	4.89	2,446	4.81	2,293	4.90
Trading securities	123	1.06	118	1.94	102	1.65	78	3.11	105	1.83
Other interest-earning assets	76	5.64	79	5.92	79	5.24	72	5.75	76	5.63
Total interest-earning assets	14,844	5.13	14,768	5.39	14,695	5.42	14,371	5.93	14,670	5.46
Allowance for loan and lease losses	(204)		(182)		(163)		(165)		(179)	
Cash and due from banks	341		375		386		379		371	
Other non-earning assets	1,210		1,160		1,159		1,139		1,167	
Total assets	\$ 16,191		\$ 16,121		\$ 16,077		\$ 15,724		\$ 16,029	
Liabilities and Equity										
Interest-bearing deposits										
Interest checking accounts	\$ 888	0.57 %	\$ 826	0.72 %	\$ 867	0.70 %	\$ 823	0.69 %	\$ 851	0.67 %
Money market accounts	3,911	1.85	3,781	1.68	3,738	1.70	3,610	2.47	3,761	1.92
Savings deposits	146	0.52	138	0.44	133	0.28	135	0.36	138	0.40
Time deposits - under \$100,000	240	2.85	213	2.89	208	2.89	220	3.54	220	3.04
Time deposits - \$100,000 and over	1,502	2.32	1,222	2.45	1,143	2.94	1,329	3.99	1,299	2.91
Total interest-bearing deposits	6,687	1.80	6,180	1.72	6,089	1.80	6,117	2.55	6,269	1.96
Federal funds purchased and securities sold under repurchase agreements	636	1.62	1,357	2.28	1,262	2.42	1,141	3.39	1,099	2.51
Other borrowings	848	2.87	1,117	2.97	1,193	2.91	1,119	4.00	1,068	3.20
Total interest-bearing liabilities	8,171	1.89	8,654	1.97	8,544	2.05	8,377	2.86	8,436	2.19
Noninterest-bearing deposits	5,952		5,557		5,606		5,404		5,631	
Other liabilities	250		252		251		272		256	
Total equity	1,818		1,658		1,676		1,671		1,706	
Total liabilities and equity	\$ 16,191		\$ 16,121		\$ 16,077		\$ 15,724		\$ 16,029	
Net interest spread		3.24 %		3.42 %		3.37 %		3.07 %		3.27 %
Net interest margin		4.09 %		4.23 %		4.23 %		4.26 %		4.20 %
Average prime rate		4.06 %		5.00 %		5.08 %		6.22 %		5.09 %

Note: Certain prior period balances have been reclassified to conform to current period presentation.

CITY NATIONAL CORPORATION
CAPITAL AND CREDIT RATING DATA
(unaudited)

	2009				2008				
	Third Quarter	Second Quarter	First Quarter	Year To Date	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Year To Date
Per Common Share:									
Shares Outstanding (in thousands):									
Average - Basic	51,482	50,416	48,046	49,855	48,105	47,934	47,849	47,829	47,930
Average - Diluted (1)	51,660	50,551	48,130	49,987	48,280	48,207	48,179	48,185	48,196
Period-end	51,499	51,471	48,224		48,180	48,155	47,777	47,871	
Book value for common shareholders	\$ 34.99	\$ 34.14	\$ 33.87		\$ 33.52	\$ 33.69	\$ 33.80	\$ 34.23	
Closing price:									
High	\$ 43.80	\$ 44.14	\$ 47.76	\$ 47.76	\$ 57.56	\$ 65.35	\$ 51.75	\$ 60.00	\$ 65.35
Low	33.13	31.87	22.83	22.83	34.97	37.60	40.98	48.57	34.97
Period-end	38.93	36.83	33.77		48.70	54.30	42.07	49.46	
Capital Ratios (Dollars in millions):									
Risk-based capital									
Risk-weighted assets (2)	\$ 13,669	\$ 13,887	\$ 13,619		\$ 13,943	\$ 13,653	\$ 13,546	\$ 13,160	
Tier I capital	\$ 1,732	\$ 1,752	\$ 1,635		\$ 1,633	\$ 1,246	\$ 1,224	\$ 1,222	
Percentage of risk-weighted assets	12.67 %	12.61 %	12.00 %		11.71 %	9.13 %	9.03 %	9.29 %	
Total capital	\$ 2,116	\$ 1,987	\$ 1,866		\$ 1,868	\$ 1,507	\$ 1,483	\$ 1,477	
Percentage of risk-weighted assets	15.48 %	14.31 %	13.70 %		13.40 %	11.04 %	10.95 %	11.22 %	
Tier I leverage ratio	9.95 %	10.38 %	10.30 %		10.44 %	8.01 %	7.89 %	8.06 %	
Period-end equity to period-end assets	12.06 %	12.31 %	12.10 %		12.34 %	10.09 %	10.04 %	10.45 %	
Period-end common shareholders' equity to period-end assets	9.79 %	9.95 %	9.65 %		9.81 %	9.93 %	9.88 %	10.28 %	
Average equity to average assets	12.29 %	12.35 %	12.49 %	12.37 %	11.23 %	10.28 %	10.43 %	10.63 %	10.64 %
Average common shareholders' equity to average assets	9.96 %	9.96 %	9.96 %	9.96 %	9.99 %	10.12 %	10.27 %	10.46 %	10.21 %
Period-end tangible equity to period-end tangible assets (3)	9.43 %	9.77 %	9.44 %		9.59 %	7.18 %	7.12 %	7.45 %	
Period-end tangible common shareholders' equity to period-end tangible assets (3)	7.10 %	7.35 %	6.91 %		6.99 %	7.02 %	6.95 %	7.29 %	
Average tangible equity to average tangible assets (3)	9.72 %	9.77 %	9.75 %	9.75 %	8.34 %	7.33 %	7.47 %	7.58 %	7.68 %
Average tangible common shareholders' equity to average tangible assets (3)	7.33 %	7.30 %	7.14 %	7.26 %	7.07 %	7.17 %	7.31 %	7.41 %	7.24 %

Senior Debt Credit Ratings

For The Period Ended September 30, 2009

	Moody's	Fitch	Standard & Poor's	DBRS
City National Bank	Aa3	A-	A-	A (high)
City National Corporation	A1	A-	BBB+	A

Note: Certain prior period balances have been reclassified to conform to current period presentation.

- (1) Average diluted shares outstanding for prior periods in 2008 have been restated as a result of the adoption of FSP EITF 03-6-1 "Determining Whether Instruments Granted in Share-Based Payment Transactions are Participating Securities".
- (2) In accordance with applicable bank regulatory guidelines, the Company calculates risk-weighted assets by assigning assets and credit equivalent amounts of derivatives and off-balance sheet items to one of several broad risk categories according to the obligor, or, if relevant, the guarantor or the nature of the collateral. The aggregate dollar amount in each risk category is then multiplied by the risk weight associated with that category. The resulting weighted values from each of the risk categories are added together for determining risk-weighted assets.
- (3) Tangible equity to tangible assets and tangible common shareholders' equity to tangible assets are non-GAAP financial measures. For notes on non-GAAP measures, see page 13 of the Selected Financial Information.

CITY NATIONAL CORPORATION
NON-GAAP FINANCIAL MEASURES
(unaudited)

(a) Net income available to common shareholders, excluding FDIC special assessment fee

A reconciliation of the GAAP to non-GAAP measure is set forth below:

(in thousands, except per share amounts)	Year To Date 2009	
	\$	Per Share
Net income available to common shareholders	\$ 5,768	\$ 0.11
Add: FDIC special assessment fee, after tax	6,030	0.12
Net income per share, excluding FDIC special assessment fee	<u>\$ 11,798</u>	<u>\$ 0.23</u>

Management believes these non-GAAP financial measures enhance the comparability of the financial results with prior periods as well as to highlight the effects of unusual charges in the periods presented. The Company believes that investors may find it useful to see these non-GAAP financial measures to analyze the Company's underlying financial performance without the impact of unusual items.

(b) Tangible equity and tangible common shareholders' equity ratios

Tangible equity to tangible assets is a non-GAAP financial measure that represents total equity less identifiable intangible assets and goodwill divided by total assets less identifiable intangible assets and goodwill. Tangible common shareholders' equity to tangible assets is a non-GAAP financial measure that represents tangible equity less preferred stock and noncontrolling interest divided by total assets less identifiable intangible assets and goodwill. Management reviews both these measures in evaluating the Company's capital levels and has included these ratios in response to market participant interest in tangible equity and tangible common shareholders' equity as a measure of capital. A reconciliation of the GAAP to non-GAAP measure is set forth below:

(in thousands)	2009				2008				Year To Date
	Third Quarter	Second Quarter	First Quarter	Year To Date	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	
Period End:									
Total equity	\$ 2,218,492	\$ 2,173,916	\$ 2,049,370		\$ 2,030,434	\$ 1,647,844	\$ 1,640,714	\$ 1,664,311	
Less: Goodwill and other intangibles	(533,367)	(496,562)	(498,194)		(500,037)	(512,297)	(514,584)	(514,811)	
Tangible equity (A)	1,685,125	1,677,354	1,551,176		1,530,397	1,135,547	1,126,130	1,149,500	
Less: Noncontrolling interest	(24,849)	(25,387)	(25,441)		(25,441)	(25,463)	(25,710)	(25,653)	
Less: Preferred stock	(391,593)	(391,091)	(390,590)		(390,089)	-	-	-	
Tangible common shareholders' equity (B)	\$ 1,268,683	\$ 1,260,876	\$ 1,135,145		\$ 1,114,867	\$ 1,110,084	\$ 1,100,420	\$ 1,123,847	
Total assets	\$ 18,400,604	\$ 17,660,785	\$ 16,933,530		\$ 16,455,515	\$ 16,330,868	\$ 16,339,258	\$ 15,934,032	
Less: Goodwill and other intangibles	(533,367)	(496,562)	(498,194)		(500,037)	(512,297)	(514,584)	(514,811)	
Tangible assets (C)	\$ 17,867,237	\$ 17,164,223	\$ 16,435,336		\$ 15,955,478	\$ 15,818,571	\$ 15,824,674	\$ 15,419,221	
Period-end tangible equity to period-end tangible assets (A)/(C)	9.43%	9.77%	9.44%		9.59%	7.18%	7.12%	7.45%	
Period-end tangible common shareholders' equity to period-end tangible assets (B)/(C)	7.10%	7.35%	6.91%		6.99%	7.02%	6.95%	7.29%	
Average Balance:									
Total equity	\$ 2,204,220	\$ 2,145,859	\$ 2,050,401	\$ 2,134,057	\$ 1,818,392	\$ 1,657,813	\$ 1,676,430	\$ 1,671,030	\$ 1,706,092
Less: Goodwill and other intangibles	(510,514)	(497,487)	(499,229)	(502,451)	(510,125)	(513,609)	(513,791)	(518,913)	(514,097)
Tangible equity (D)	1,693,706	1,648,372	1,551,172	1,631,606	1,308,267	1,144,204	1,162,639	1,152,117	1,191,995
Less: Noncontrolling interest	(25,369)	(25,438)	(25,441)	(25,416)	(25,455)	(25,612)	(25,677)	(25,608)	(25,588)
Less: Preferred stock	(391,353)	(390,838)	(390,348)	(390,850)	(174,677)	-	-	-	(43,908)
Tangible common shareholders' equity (E)	\$ 1,276,984	\$ 1,232,096	\$ 1,135,383	\$ 1,215,340	\$ 1,108,135	\$ 1,118,591	\$ 1,136,962	\$ 1,126,509	\$ 1,122,499
Total assets	\$ 17,938,231	\$ 17,369,311	\$ 16,411,240	\$ 17,245,187	\$ 16,191,243	\$ 16,120,584	\$ 16,077,156	\$ 15,723,507	\$ 16,028,821
Less: Goodwill and other intangibles	(510,514)	(497,487)	(499,229)	(502,451)	(510,125)	(513,609)	(513,791)	(518,913)	(514,097)
Tangible assets (F)	\$ 17,427,717	\$ 16,871,824	\$ 15,912,011	\$ 16,742,736	\$ 15,681,118	\$ 15,606,975	\$ 15,563,365	\$ 15,204,594	\$ 15,514,724
Average tangible equity to average tangible assets (D)/(F)	9.72%	9.77%	9.75%	9.75%	8.34%	7.33%	7.47%	7.58%	7.68%
Average tangible common shareholders' equity to average tangible assets (E)/(F)	7.33%	7.30%	7.14%	7.26%	7.07%	7.17%	7.31%	7.41%	7.24%

CITY NATIONAL CORPORATION
NON-GAAP FINANCIAL MEASURES (continued)
(unaudited)

(c) Tier 1 common shareholders' equity to risk-based assets

The Tier 1 common shareholders' equity to risk-based assets ratio, also known as Tier 1 common ratio, is calculated by dividing (a) Tier 1 capital less non-common components including qualifying perpetual preferred stock, qualifying noncontrolling interest in subsidiaries and qualifying trust preferred securities by (b) risk-weighted assets. Tier 1 capital and risk-weighted assets are calculated in accordance with applicable bank regulatory guidelines. This ratio is a non-GAAP measure that is used by investors, analysts and bank regulatory agencies, including the Federal Reserve in the Supervisory Capital Assessment Program, to assess the capital position of financial services companies. Management reviews this measure in evaluating the Company's capital levels and has included these ratios in response to market participant interest in the Tier 1 common shareholders' equity to risk-based assets ratio.

Tier 1 capital was \$1.73 billion as of September 30, 2009. To calculate Tier 1 common shareholders' equity, Tier 1 capital was reduced by preferred stock of \$391.6 million, noncontrolling interest in subsidiaries of \$74.6 million and trust preferred securities of \$5.2 million, resulting in Tier 1 common shareholders' equity of \$1.26 billion as of September 30, 2009. Refer to page 12 of the Selected Financial Information for risk-weighted assets as of September 30, 2009.

(d) Noninterest expense, excluding higher FDIC costs and lease write-off expense

Noninterest expense for the three-months ending September 30, 2009 was \$143.8 million, a decrease of 2 percent compared to the three-months ending September 30, 2008. Noninterest expense, excluding higher FDIC costs of \$2.2 million and lease write-off expense of \$1.3 million, was \$140.2 million, a decrease of 4 percent compared to the three-months ending September 30, 2008.

Noninterest expense for the nine-months ending September 30, 2009 was \$420.9 million, a decrease of 2 percent compared to the nine-months ending September 30, 2008. Noninterest expense, excluding higher FDIC costs of \$13.0 million (which includes the special assessment fee), was \$407.9 million, a decrease of 5 percent compared to the nine-months ending September 30, 2008.

Management believes these non-GAAP financial measures enhance the comparability of the financial results with prior periods as well as to highlight the effects of unusual charges in the periods presented. The Company believes that investors may find it useful to see these non-GAAP financial measures to analyze the Company's underlying financial performance without the impact of unusual items.