



## SUPPLEMENTARY REGULATORY CAPITAL DISCLOSURE

**First Quarter 2015**

(unaudited)

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## Notes to users

- 1) This Supplementary Regulatory Capital Disclosure document is unaudited and should be read in conjunction with the 2014 Annual Report. All amounts are in millions of Canadian dollars unless otherwise stated.
- 2) Financial information is available through the Report to Shareholders for all quarters of 2015 and also in the document entitled *Supplementary Financial Information* which is available on the Bank's website at [nbc.ca](http://nbc.ca).



## Table of Contents

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### **Pilar III and Regulatory Capital Disclosure**

Regulatory Capital and Capital Ratios under Basel III	pages 4-5
Leverage Ratio under Basel III	page 6
Reconciliation Between Financial Accounting and Regulatory Capital Balance Sheets	page 7
Capital Adequacy Under Basel III	page 8
Risk-Weighted Assets Movement by Key Drivers	page 9
Consolidated Balance Sheet Cross Reference to Credit Risk Exposures	page 10
Standardized Credit Risk Exposure Under the Basel Asset Categories and by Risk Weight	page 11
Gross Credit Risk Exposure Under the Basel Asset Categories	pages 12
Credit Quality of AIRB Exposure - Retail Portfolios	pages 13-14
AIRB Credit Risk Exposures: Non-retail Portfolios	pages 15-16
AIRB Credit Risk Exposure - Back-Testing	page 17
Distribution of Gross Credit Exposure (Non-Retail Portfolio by Industries)	page 18
Gross Credit Risk Exposure at Default in Europe	page 19
Formation of Gross Impaired Loans and Allowance for Credit Losses	page 20
Gross Credit Exposure by Residual Contractual Maturity	page 21
Credit Risk Mitigation - Guarantees and Credit Derivatives	page 22
Banking Book Equity	page 23
Credit Derivative Positions (notional amounts)	page 24
Derivatives Financial Instruments According to Basel Definition	page 25
Aggregate Amount of Securitization Exposures	page 26
Capital Requirements for Securitization Exposures Under Securitization Framework	page 27
Asset Securitization - Managed Loans	page 28
Glossary	page 29

## Regulatory Capital and Capital Ratios under Basel III<sup>(1)</sup>

		Reference <sup>(2)</sup>	All-in basis				
			2015	2014			
			Q1	Q4	Q3	Q2	Q1
(unaudited) (millions of Canadian dollars)							
<b>Common Equity Tier 1 capital: instruments and reserves</b>							
1	Directly issued qualifying common share capital plus related contributed surplus <sup>(3)</sup>	a + a'	2 365	2 345	2 313	2 274	2 246
2	Retained earnings	b	5 957	5 850	5 660	5 471	5 277
3	Accumulated other comprehensive income and other reserves	c	362	289	300	260	218
6	<b>Common Equity Tier 1 capital before regulatory adjustments</b>		<b>8 684</b>	<b>8 484</b>	<b>8 273</b>	<b>8 005</b>	<b>7 741</b>
<b>Regulatory adjustments to Common Equity Tier 1 capital</b>							
7	Prudential valuation adjustments		-	-	-	-	-
8	Goodwill (net of related tax liability)	e	1 495	1 397	1 271	1 272	1 272
9	Intangible assets other than mortgage-servicing rights	f - x	891	877	916	906	889
11	Accumulated other comprehensive income related to cash flow hedges	h	116	123	88	46	36
12	Shortfall of total provisions to expected losses	i	-	-	-	-	-
14	Gains (losses) due to changes in own credit risk on fair valued liabilities	j	20	9	18	12	24
15	Defined benefit pension plan assets (net of related tax liability)	k - y	3	93	61	110	60
16	Investments in own shares (if not already netted off contributed surplus on reported balance sheet)		-	-	1	6	5
22	Amount exceeding the 15% threshold		-	-	42	67	93
23	of which: significant investments in the common stock of financials	n	-	-	23	37	52
25	of which: deferred tax assets arising from temporary differences	o	-	-	19	30	41
26	Other deductions or regulatory adjustments to CET1 as determined by OSFI (including regulatory adjustments in respect of own use property)		-	-	-	26	26
28	<b>Total regulatory adjustments to Common equity Tier 1</b>		<b>2 525</b>	<b>2 499</b>	<b>2 397</b>	<b>2 445</b>	<b>2 405</b>
29	<b>Common Equity Tier 1 capital (CET1)</b>		<b>6 159</b>	<b>5 985</b>	<b>5 876</b>	<b>5 560</b>	<b>5 336</b>
<b>Additional Tier 1 capital: instruments</b>							
30	Directly issued qualifying Additional Tier 1 instruments plus related contributed surplus <sup>(3)</sup>	v	650	650	350	350	-
31	of which: classified as equity under applicable accounting standards	v + z	650	650	350	350	-
32	of which: classified as liabilities under applicable accounting standards	p	-	-	-	-	-
33	Directly issued capital instruments subject to phase out from Additional Tier 1 <sup>(3) (4)</sup>	p' + v'	1 348	1 348	1 548	1 548	1 549
36	<b>Additional Tier 1 capital before regulatory adjustments</b>		<b>1 998</b>	<b>1 998</b>	<b>1 898</b>	<b>1 898</b>	<b>1 549</b>
<b>Additional Tier 1 capital: regulatory adjustments</b>							
43	<b>Total regulatory adjustments to Additional Tier 1 capital</b>		-	-	-	-	-
44	<b>Additional Tier 1 capital (AT1)</b>		<b>1 998</b>	<b>1 998</b>	<b>1 898</b>	<b>1 898</b>	<b>1 549</b>
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>		<b>8 157</b>	<b>7 983</b>	<b>7 774</b>	<b>7 458</b>	<b>6 885</b>
<b>Tier 2 capital: instruments and provisions</b>							
47	Directly issued capital instruments subject to phase out from Tier 2 <sup>(3)</sup>	r'	1 520	1 858	1 858	1 865	1 868
50	Collective allowances	t	44	27	18	43	36
51	<b>Tier 2 capital before regulatory adjustments</b>		<b>1 564</b>	<b>1 885</b>	<b>1 876</b>	<b>1 908</b>	<b>1 904</b>
<b>Tier 2 capital: regulatory adjustments</b>							
57	<b>Total regulatory adjustments to Tier 2 capital</b>		-	-	-	-	-
58	<b>Tier 2 capital (T2)</b>		<b>1 564</b>	<b>1 885</b>	<b>1 876</b>	<b>1 908</b>	<b>1 904</b>
59	<b>Total capital (TC = T1 + T2)</b>		<b>9 721</b>	<b>9 868</b>	<b>9 650</b>	<b>9 366</b>	<b>8 789</b>

(1) As requested by the Office of the Superintendent of Financial Institutions (Canada) (OSFI), all the Domestic Systemically Important Banks (D-SIBs) in Canada must fully apply the Basel III deductions and must disclose the all-in-ratios.

(2) Reconciliation with Balance Sheet is presented on page 7.

(3) A complete list of capital instruments and their main features is now available on the Bank's website at [nbc.ca](http://nbc.ca) under *Investor Relations > Capital & Debt Information > Main Features of Regulatory Capital Instruments*.

(4) Figures as at October 31, 2014, include the redemption of Series 16 preferred shares on November 15, 2014.



## Regulatory Capital and Capital Ratios under Basel III<sup>(1)</sup> (continued)

		2015	2014			
		Q1	Q4	Q3	Q2	Q1
(unaudited) (millions of Canadian dollars)		<b>All-in basis</b>				
60a	Common Equity Tier 1 Capital RWA (CET1)	66 264	64 818	64 703	64 235	64 627
60b	Tier 1 Capital RWA	66 534	65 074	64 972		
60c	Total capital RWA	66 766	65 459	65 375		
<b>Capital ratios</b>						
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	9.3%	9.2%	9.1%	8.7%	8.3%
62	Tier 1 (as a percentage of risk weighted assets) <sup>(2)(3)</sup>	12.3%	12.3%	12.0%	11.6%	10.7%
63	Total capital (as a percentage of risk weighted assets) <sup>(2)(3)</sup>	14.6%	15.1%	14.8%	14.6%	13.6%
64	Buffer requirement (minimum CET1 requirement plus capital conservation buffer plus G-SIB buffer requirement plus D-SIBs buffer requirement expressed as a percentage of risk weighted assets)	7.0%	7.0%	7.0%	7.0%	7.0%
65	of which: capital conservation buffer requirement	2.5%	2.5%	2.5%	2.5%	2.5%
67a	of which: D-SIBs buffer requirement	na	na	na	na	na
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	9.3%	9.2%	9.1%	8.7%	8.3%
<b>OSFI all-in target</b>						
69	Common Equity Tier 1 all-in target ratio	7.0%	7.0%	7.0%	7.0%	7.0%
70	Tier 1 capital all-in target ratio <sup>(2)</sup>	8.5%	8.5%	8.5%	8.5%	8.5%
71	Total capital all-in target ratio <sup>(2)</sup>	10.5%	10.5%	10.5%	10.5%	10.5%
<b>Amounts below the thresholds for deduction (before risk weighting)</b>						
72	Non-significant investments in the capital of other financial institutions	245	224	220	233	195
73	Significant investments in the common stock of financial institutions	345	390	510	497	504
75	Deferred tax assets arising from temporary differences (net of related tax liabilities)	424	418	413	405	390
<b>Applicable caps on the inclusion of allowance in Tier 2</b>						
76	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	25	7	11	33	35
77	Cap on inclusion of allowance in Tier 2 under standardised approach	47	53	60	55	59
78	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	19	20	7	10	1
79	Cap on inclusion of allowance in Tier 2 under internal ratings-based approach	313	300	295	284	284
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)</b>						
82	Current cap on AT1 instruments subject to phase out arrangements	1 356	1 549	1 549	1 549	1 549
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	-	-	-	102
84	Current cap on T2 instruments subject to phase out arrangements	1 667	1 905	1 905	1 905	1 905
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	-	-	-	-
<b>Transitional Capital Disclosure Template</b>		Transitional basis				
29	Common Equity Tier 1 capital (CET1)	7 609	7 886	7 724	7 462	7 214
45	Tier 1 capital (T1 = CET1 + AT1)	8 705	8 763	8 596	8 321	7 727
59	Total capital (TC = T1 + T2)	10 274	10 648	10 465	10 217	9 613
60	Total risk weighted assets	72 038	66 972	66 958	65 101	65 453
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	10.6%	11.8%	11.5%	11.5%	11.0%
62	Tier 1 (as a percentage of risk weighted assets) <sup>(3)</sup>	12.1%	13.1%	12.8%	12.8%	11.8%
63	Total capital (as a percentage of risk weighted assets) <sup>(3)</sup>	14.3%	15.9%	15.6%	15.7%	14.7%

(1) As requested by the Office of the Superintendent of Financial Institutions (Canada) (OSFI),

all the Domestic Systemically Important Banks (D-SIBs) in Canada must fully apply the Basel III deductions and must disclose the all-in-ratios.

(2) Prior to Q3 2014, Tier 1 and Total capital ratios had been calculated using the Common Equity Tier 1 Capital RWA (row 60a). Now, these ratios are calculated using the values in rows 60b and 60c, respectively.

(3) Ratios as at October 31, 2014, include the redemption of Series 16 preferred shares on November 15, 2014.



## Leverage Ratio under Basel III

		2015
		Q1
(unaudited) (millions of Canadian dollars)		
<b>Accounting assets vs. leverage ratio exposure – Transitional basis</b>		
1	Total consolidated assets as per published financial statements	214 474
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	–
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	–
4	Adjustment for derivative financial instruments <sup>(1)</sup>	318
5	Adjustment for securities financing transactions <sup>(1)</sup>	(3 380)
6	Adjustment for off balance-sheet items	17 761
7	Other adjustments	(2 147)
8	<b>Leverage Ratio Exposure (transitional basis)</b>	<b>227 026</b>
<b>Leverage ratio common disclosure</b>		
<b>On-balance sheet exposures</b>		
1	On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	174 579
2	(Asset amounts deducted in determining Basel III transitional Tier 1 capital)	(946)
3	<b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)</b>	<b>173 633</b>
<b>Derivative exposures</b>		
4	Replacement cost associated with all derivative transactions (i.e., net of eligible cash variation margin)	7 764
5	Add-on amounts for PFE associated with all derivative transactions	7 274
6	Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	–
7	(Deductions of receivables assets for cash variation margin provided in derivative transactions)	–
8	(Exempted CCP-leg of client cleared trade exposures)	–
9	Adjusted effective notional amount of written credit derivatives	180
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	–
11	<b>Total derivative exposures (sum of lines 4 to 10)</b>	<b>15 218</b>
<b>Securities financing transaction exposures</b>		
12	Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions	21 297
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(5 270)
14	Counterparty credit risk (CCR) exposure for SFTs	1 889
15	Agent transaction exposures	–
16	<b>Total securities financing transaction exposures (sum of lines 12 to 15)</b>	<b>17 916</b>
<b>Other off-balance sheet exposures</b>		
17	Off-balance sheet exposure at gross notional amount	52 948
18	(Adjustments for conversion to credit equivalent amounts)	(35 187)
19	<b>Off-balance sheet items (sum of lines 17 and 18)</b>	<b>17 761</b>
<b>Capital and Total Exposures - Transitional Basis</b>		
20	<b>Tier 1 capital</b>	<b>8 705</b>
21	<b>Total Exposures (sum of lines 3, 11, 16 and 19)</b>	<b>224 528</b>
<b>Leverage Ratio – Transitional Basis</b>		
22	<b>Basel III leverage ratio</b>	<b>3.88%</b>
<b>All-in basis (Required by OSFI)</b>		
23	<b>Tier 1 capital – All-in basis</b>	<b>8 157</b>
24	(Regulatory adjustments)	(2 506)
25	<b>Total Exposures</b>	<b>224 528</b>
26	<b>Leverage ratio – All-in basis<sup>(2)</sup></b>	<b>3.6%</b>

(1) Adjustments due to differences between accounting and regulatory netting standards.

(2) The ratio came into effect on January 1, 2015.

## Reconciliation between Financial Accounting and Regulatory Capital Balance Sheets<sup>(1)</sup>

(unaudited) (millions of Canadian dollars)	Q1 2015				
	Cross - Reference to Definition of Capital <sup>(2)</sup>	As in Report to Shareholders	Deconsolidation of Insurance <sup>(3)</sup> and other entities <sup>(4)</sup>	Under regulatory scope of consolidation	Of which
<b>Assets</b>					
Cash and deposits with financial institutions		6 728	-	6 728	
Securities		57 547	1 820	59 367	
Assets purchased under reverse repurchase agreements and securities borrowed		21 297	-	21 297	
<b>Loans</b>					
Residential mortgage		40 011	(16 411)	23 600	
Personal and credit card		30 290	(1 365)	28 925	
Business and government		28 477	-	28 477	
Customers' liability under acceptances		9 106	-	9 106	
Less: Allowances for credit losses		(561)	-	(561)	
Collective allowances reflected in Tier 2 regulatory capital	t				(44)
Shortfall of allowances to expected loss	i				-
Allowances not reflected in regulatory capital					(517)
<b>Other assets</b>					
Derivative financial instruments		14 901	-	14 901	
Other		6 678	(42)	6 636	
Goodwill	e				1 495
Intangibles assets	f				1 021
<b>Deferred tax assets</b>					426
Deferred tax assets excluding those arising from temporary differences	g				-
Deferred tax assets arising from temporary differences exceeding regulatory thresholds	o				-
Deferred tax assets - realize through loss carrybacks					2
Deferred tax assets - other temporary differences					424
Defined-benefit pension fund net assets	k				4
<b>Significant investments in other financial institutions</b>					345
Significant investments exceeding regulatory thresholds	m + n				-
Significant investments not exceeding regulatory thresholds					345
<b>Other</b>					3 345
<b>Total assets</b>		<b>214 474</b>	<b>(15 998)</b>	<b>198 476</b>	
<b>Liabilities</b>					
Deposits		119 239	(225)	119 014	
Derivatives financial instruments		13 195	-	13 195	
Other liabilities		70 008	(15 998)	54 010	
Gains and losses due to changes in own credit risk on fair value liabilities	j				20
<b>Deferred tax liabilities</b>					161
Related to goodwill	w				-
Related to intangibles	x				130
Related to pensions	y				1
Other deferred tax liabilities					30
<b>Other</b>					53 829
Subordinated debt		1 539	-	1 539	
Regulatory capital amortization of maturing debentures					-
Fair value adjustment and unamortized issuance cost					31
<b>Subordinated debentures used for regulatory capital</b>					1 508
Allowed for inclusion in Tier 2 capital	r				-
Subject to phase out	r'				1 508
Excluded from Tier 2 capital due to cap					-
<b>Total liabilities</b>		<b>203 981</b>	<b>(16 223)</b>	<b>187 758</b>	
<b>Equity Attributable to Shareholders</b>		<b>9 707</b>	<b>-</b>	<b>9 707</b>	
Common shares	a				2 313
Contributed surplus	a'				52
Retained Earnings	b				5 957
<b>Accumulated Other Comprehensive Income (loss)</b>	c				362
Net gains (losses) on instruments designated as cash flow hedges	h				116
Net foreign currency translation adjustments					246
<b>Preferred shares</b>					1 023
Allowed for inclusion in additional Tier 1 capital	v				650
Subject to phase out	v'				373
Ineligible additional Tier 1 capital					-
Excluded from additional Tier 1 capital due to cap					-
Non-controlling interests		786	225	1 011	
<b>Innovative instruments</b>					1 011
Allowed for inclusion in additional Tier 1 capital					-
Subject to phase out	p'				975
Excluded from additional Tier 1 capital due to cap					-
Other					36
Portion allowed for inclusion into CET1	d				-
Portion allowed for inclusion into Tier 1 capital	q				-
Portion allowed for inclusion into Tier 2 capital	s				-
Portion not allowed for regulatory capital					-
<b>Total Equity</b>		<b>10 493</b>	<b>225</b>	<b>10 718</b>	
<b>Total Liabilities and Equity</b>		<b>214 474</b>	<b>(15 998)</b>	<b>198 476</b>	

(1) The basis of consolidation used for financial accounting purposes, described in note 1 to the 2014 Annual Report audited consolidated financial statements, may differ from regulatory purposes.

The regulatory consolidation does not include structured entities, where significant risk has been transferred to third parties nor subsidiaries and associates engaged in insurance activities.

(2) The references identify balance sheet components which are used in calculation of regulatory capital on page 4.

(3) Total assets related to Insurance activities and National Bank Life Insurance Company, and other are \$161 millions and \$20 millions respectively.

(4) The amount is mainly due to securitization entities. For more information on structured entities, please see pages 186 and 189 of the 2014 Annual Report.



## Capital Adequacy under Basel III<sup>(1)</sup>

(unaudited) (millions of Canadian dollars)	2015					2014				
	Exposure at default	Q1				Capital requirement <sup>(2)</sup>	Q4	Q3	Q2	Q1
		Risk-weighted assets					Risk-weighted assets			
	Standardized	AIRB Approach	Other	Total						
<b>Credit risk</b>										
Retail										
Residential mortgage	41 543	73	4 619	-	4 692	375	4 619	4 483	4 521	4 554
Qualifying revolving retail	4 984	-	1 003	-	1 003	80	1 022	1 012	1 408	1 374
Other retail	12 323	536	4 513	-	5 049	404	5 042	4 951	5 338	5 157
Non-retail										
Corporate	51 006	1 996	22 159	-	24 155	1 932	23 434	23 064	22 378	22 075
Sovereign	23 003	-	550	-	550	44	529	486	462	439
Financial institutions	3 164	95	750	-	845	68	1 030	979	984	1 086
Banking book equity <sup>(3)</sup>	589	-	589	-	589	47	478	469	581	445
Securitization	4 167	-	2 291	-	2 291	183	2 173	2 200	2 066	2 296
Other assets	29 411	-	-	5 202	5 202	416	5 047	5 004	4 869	4 672
<b>Counterparty credit risk</b>										
Corporate	5 420	54	26	-	80	6	112	361	162	217
Sovereign	11 842	-	6	-	6	1	9	9	8	12
Financial institutions	56 595	-	1 423	-	1 423	114	1 827	1 893	2 132	2 820
Trading book	11 476	382	3 361	-	3 743	299	3 275	3 448	3 009	2 941
Credit valuation adjustment charge <sup>(4)</sup>	-	2 475	-	-	2 475	198	1 828	1 914	1 607	1 625
Regulatory scaling factor		-	2 430	-	2 430	194	2 357	2 313	2 319	2 317
<b>Total - Credit risk</b>	<b>255 523</b>	<b>5 611</b>	<b>43 720</b>	<b>5 202</b>	<b>54 533</b>	<b>4 361</b>	<b>52 782</b>	<b>52 586</b>	<b>51 844</b>	<b>52 030</b>
<b>Market risk</b>										
VaR		-	693	-	693	55	860	780	818	903
Stressed VaR		-	1 086	-	1 086	87	1 218	1 351	1 783	1 831
Interest-rate specific risk		1 099	-	-	1 099	88	1 239	1 310	1 287	1 376
<b>Total - Market risk</b>		<b>1 099</b>	<b>1 779</b>	<b>-</b>	<b>2 878</b>	<b>230</b>	<b>3 317</b>	<b>3 441</b>	<b>3 888</b>	<b>4 110</b>
<b>Operational risk</b>		<b>8 853</b>	<b>-</b>	<b>-</b>	<b>8 853</b>	<b>708</b>	<b>8 719</b>	<b>8 676</b>	<b>8 503</b>	<b>8 487</b>
<b>Total</b>	<b>255 523</b>	<b>15 563</b>	<b>45 499</b>	<b>5 202</b>	<b>66 264</b>	<b>5 299</b>	<b>64 818</b>	<b>64 703</b>	<b>64 235</b>	<b>64 627</b>
<b>Capital ratio under Basel III</b>										
Common Equity Tier 1 (CET1)					9.3%		9.2%	9.1%	8.7%	8.3%
Tier 1 <sup>(5)</sup>					12.3%		12.3%	12.0%	11.6%	10.7%
Total <sup>(5)</sup>					14.6%		15.1%	14.8%	14.6%	13.6%
<b>Leverage ratio under Basel III<sup>(6)</sup></b>					3.6%					

(1) Figures are presented in an "all-in" basis.

(2) The capital requirement is equal to 8% of risk-weighted assets.

(3) Calculated using the simple risk-weight method.

(4) Calculated based on CET1 risk-weighted assets.

(5) Ratios as at October 31, 2014, include the redemption of Series 16 preferred shares on November 15, 2014.

(6) The ratio came into effect on January 1, 2015.



**Risk-Weighted Assets Movement by Key Drivers<sup>(1)</sup>**

	2015			2014			
	Q1			Q4	Q3	Q2	Q1
	Non-counterparty credit risk	Counterparty credit risk <sup>(2)</sup>	Total	Total	Total	Total	Total
(unaudited) (millions of Canadian dollars)							
<b>Credit risk – Risk-weighted assets at beginning</b>	45 731	7 051	<b>52 782</b>	52 586	51 844	52 030	49 451
Book size	252	505	<b>757</b>	975	1 082	(141)	1 209
Book quality	388	112	<b>500</b>	(529)	297	(120)	(697)
Model updates	–	(229)	<b>(229)</b>	(433)	(672)	–	–
Methodology and policy	–	–	–	–	–	–	1 625
Acquisitions and disposals	–	–	–	–	–	–	–
Foreign exchange movements	435	288	<b>723</b>	183	35	75	442
<b>Credit risk – Risk-weighted assets at end</b>	<b>46 806</b>	<b>7 727</b>	<b>54 533</b>	52 782	52 586	51 844	52 030
<b>Market risk – Risk-weighted assets at beginning</b>			<b>3 317</b>	3 441	3 888	4 110	3 382
Movement in risk levels <sup>(3)</sup>			<b>(439)</b>	(124)	(447)	(222)	728
Model updates			–	–	–	–	–
Methodology and policy			–	–	–	–	–
Acquisitions and disposals			–	–	–	–	–
<b>Market risk – Risk-weighted assets at end</b>			<b>2 878</b>	3 317	3 441	3 888	4 110
<b>Operational risk – Risk-weighted assets at beginning</b>			<b>8 719</b>	8 676	8 503	8 487	8 418
Movement in risk levels			<b>134</b>	43	173	16	69
Acquisitions and disposals			–	–	–	–	–
<b>Operational risk – Risk-weighted assets at end</b>			<b>8 853</b>	8 719	8 676	8 503	8 487
<b>Risk-weighted assets at end</b>			<b>66 264</b>	64 818	64 703	64 235	64 627

(1) Figures are presented in an "all-in" basis.

(2) Calculated based on CET1 risk-weighted assets.

(3) Also includes foreign exchange movement that is not considered material.



## Consolidated Balance Sheet Cross Reference to Credit Risk Exposures

(unaudited) (millions of Canadian dollars)	Q1 2015							
	Exposures subject to credit risk capital					Other exposures		Total
	Drawn		Other exposures			Subject to market risk capital	All other <sup>(1)</sup>	
	Non-retail	Retail	Securitization	Repo-style transactions	Derivatives			
<b>Assets</b>								
Cash and deposits with financial institutions <sup>(2)</sup>	5 977	-	-	-	-	-	751	6 728
Securities								
At fair value through profit or loss	1 959	-	1 126	-	-	42 975	-	46 060
Available-for-sale	11 277	-	71	-	-	-	139	11 487
	13 236	-	1 197	-	-	42 975	139	57 547
Securities purchased under reverse repurchase agreements and securities borrowed	-	-	-	21 297	-	-	-	21 297
<b>Loans</b>								
Residential mortgage <sup>(3)</sup>	20 984	19 027	-	-	-	-	-	40 011
Personal and credit card	-	28 925	1 365	-	-	-	-	30 290
Business and government	26 661	1 816	-	-	-	-	-	28 477
	47 645	49 768	1 365	-	-	-	-	98 778
Customers' liability under acceptances	9 106	-	-	-	-	-	-	9 106
Allowance for credit losses	(147)	(24)	-	-	-	-	(390)	(561)
	56 604	49 744	1 365	-	-	-	(390)	107 323
<b>Other</b>								
Derivative financial instruments <sup>(2)</sup>	-	-	-	-	14 901	-	-	14 901
Due from clients, dealers and brokers	-	-	-	-	-	-	646	646
Purchase receivables	-	-	-	-	-	-	982	982
Investments in associates and joint ventures	-	-	-	-	-	-	738	738
Premises and equipment	-	-	-	-	-	-	384	384
Goodwill	-	-	-	-	-	-	1 276	1 276
Intangible assets	-	-	-	-	-	-	1 021	1 021
Other assets	-	-	-	-	-	-	1 631	1 631
	-	-	-	-	14 901	-	6 678	21 579
	<b>75 817</b>	<b>49 744</b>	<b>2 562</b>	<b>21 297</b>	<b>14 901</b>	<b>42 975</b>	<b>7 178</b>	<b>214 474</b>

(1) Includes deconsolidated assets related to insurance activities and all other assets that are neither subject to credit nor market risks.

(2) These exposures may also be subject to market risk.

(3) As per Basel definition, NHA MBS pooled and 5 units or more mortgages are included in the non-retail category.



## Standardized Credit Risk Exposure Under the Basel Asset Categories and by Risk Weight<sup>(1)</sup>

		2015							
		Q1							
(unaudited) (millions of Canadian dollars)		0%	20%	35%	50%	75%	100%	150%	Total
Risk Weight									
<b>Retail</b>									
Residential mortgage		-	-	550	-	20	-	-	570
Other retail		-	-	-	-	2 853	-	-	2 853
		-	-	550	-	2 873	-	-	3 423
<b>Non-Retail</b>									
Corporate		-	-	-	-	-	6 465	1	6 466
Sovereign		162	-	-	-	-	-	-	162
Financial Institutions		-	477	-	-	-	-	-	477
		162	477	-	-	-	6 465	1	7 105
<b>Trading</b>		-	-	-	-	-	-	-	1 097
<b>Total</b>		162	477	550	-	2 873	7 562	1	11 625

		2014							
		Q4							
(unaudited) (millions of Canadian dollars)		0%	20%	35%	50%	75%	100%	150%	Total
Risk Weight									
<b>Retail</b>									
Residential mortgage		-	-	495	-	21	-	-	516
Other retail		-	-	-	-	2 812	-	-	2 812
		-	-	495	-	2 833	-	-	3 328
<b>Non-Retail</b>									
Corporate		-	-	-	-	-	5 379	20	5 399
Sovereign		214	-	-	-	-	-	-	214
Financial Institutions		-	455	-	-	-	187	-	642
		214	455	-	-	-	5 566	20	6 255
<b>Trading</b>		-	-	-	-	-	-	-	505
<b>Total</b>		214	455	495	-	2 833	6 071	20	10 088

		Q3							
(unaudited) (millions of Canadian dollars)		0%	20%	35%	50%	75%	100%	150%	Total
Risk Weight									
<b>Retail</b>									
Residential mortgage		-	-	455	-	22	-	-	477
Other retail		-	-	-	-	2 738	-	-	2 738
		-	-	455	-	2 760	-	-	3 215
<b>Non-Retail</b>									
Corporate		-	-	-	-	-	7 900	25	7 925
Sovereign		150	-	-	-	-	-	-	150
Financial Institutions		-	458	-	-	-	-	-	458
		150	458	-	-	-	7 900	25	8 533
<b>Trading</b>		-	-	-	-	-	569	-	569
<b>Total</b>		150	458	455	-	2 760	8 469	25	12 317

		Q2							
(unaudited) (millions of Canadian dollars)		0%	20%	35%	50%	75%	100%	150%	Total
Risk Weight									
<b>Retail</b>									
Residential mortgage		-	-	459	-	24	-	-	483
Other retail		-	-	-	-	2 947	-	-	2 947
		-	-	459	-	2 971	-	-	3 430
<b>Non-Retail</b>									
Corporate		-	-	-	-	-	7 042	20	7 062
Sovereign		229	-	-	-	-	-	-	229
Financial Institutions		-	-	-	-	-	118	-	118
		229	-	-	-	-	7 160	20	7 409
<b>Trading</b>		-	-	-	-	-	597	-	597
<b>Total</b>		229	-	459	-	2 971	7 757	20	11 436

		Q1							
(unaudited) (millions of Canadian dollars)		0%	20%	35%	50%	75%	100%	150%	Total
Risk Weight									
<b>Retail</b>									
Residential mortgage		-	-	457	-	26	-	-	483
Other retail		-	-	-	-	2 560	-	-	2 560
		-	-	457	-	2 586	-	-	3 043
<b>Non-Retail</b>									
Corporate		-	-	-	-	-	5 488	20	5 508
Sovereign		177	-	-	-	-	-	-	177
Financial Institutions		-	322	-	-	-	208	-	530
		177	322	-	-	-	5 696	20	6 215
<b>Trading</b>		-	-	-	-	-	749	-	749
<b>Total</b>		177	322	457	-	2 586	6 445	20	10 007

(1) Exposure amounts are the expected gross exposure upon the default of an obligor. These amounts are net of specific allowance but do not reflect the impact of credit risk mitigation and collateral held.



## Credit Quality of AIRB Exposure - Retail Portfolios <sup>(1)</sup>

			2015									
			Q1									
			EAD	Notional of undrawn commitments	Exposure weighted-average (EAD %)	Exposure weighted-average (PD %)	Exposure weighted-average (LGD %)	Exposure weighted-average risk weight asset (RWA %)	RWA	Expected Losses (EL)	EL adjusted average risk weight % <sup>(2)</sup>	
<i>(unaudited) (millions of Canadian dollars)</i>												
<b>Canadian residential mortgage and HELOCs</b>	<b>Risk Grade</b>	<b>PD bands</b>										
<b>Insured Drawn and Undrawn<sup>(3)</sup></b>	Exceptionally low	0.000% - 0.144%	2 287	–	100%	0.07%	18.3%	3.3%	75	0.3	3%	
	Very low	0.145% - 0.506%	2 443	–	100%	0.29%	10.8%	5.4%	131	0.7	6%	
	Low	0.507% - 1.116%	1 021	–	100%	0.76%	5.6%	5.6%	58	0.4	6%	
	Low	1.117% - 2.681%	486	–	100%	1.72%	3.5%	6.1%	29	0.3	7%	
	Medium	2.682% - 9.348%	406	–	100%	5.01%	2.7%	8.5%	35	0.5	10%	
	High	9.349% - 99.99%	172	–	100%	25.19%	2.6%	13.8%	24	1.2	22%	
	Default	100.00%	63	–	100%	100.00%	2.7%	22.7%	14	0.8	38%	
				<b>6 878</b>	<b>–</b>	<b>100%</b>	<b>2.21%</b>	<b>11.2%</b>	<b>5.3%</b>	<b>366</b>	<b>4.2</b>	<b>6%</b>
<b>Uninsured Undrawn<sup>(4)</sup></b>	Exceptionally low	0.000% - 0.144%	3 817	8 477	59%	0.05%	22.9%	3.2%	121	0.5	3%	
	Very low	0.145% - 0.506%	1 532	3 933	68%	0.27%	23.5%	11.5%	176	0.9	12%	
	Low	0.507% - 1.116%	107	130	85%	0.72%	24.1%	24.0%	26	0.2	26%	
	Low	1.117% - 2.681%	32	40	83%	1.68%	23.8%	41.7%	13	0.1	47%	
	Medium	2.682% - 9.348%	9	11	85%	4.47%	23.9%	72.6%	7	0.1	86%	
	High	9.349% - 99.99%	1	1	91%	17.91%	24.3%	130.6%	2	0.1	188%	
	Default	100.00%	1	3	73%	100.00%	24.5%	306.2%	4	–	306%	
				<b>5 499</b>	<b>12 595</b>	<b>62%</b>	<b>0.17%</b>	<b>23.1%</b>	<b>6.3%</b>	<b>349</b>	<b>1.9</b>	<b>7%</b>
<b>Uninsured Drawn<sup>(5)</sup></b>	Exceptionally low	0.000% - 0.144%	13 580			0.07%	23.7%	4.3%	586	2.4	5%	
	Very low	0.145% - 0.506%	10 869			0.27%	25.8%	12.9%	1 397	7.6	14%	
	Low	0.507% - 1.116%	2 674			0.72%	25.9%	25.8%	689	5.0	28%	
	Low	1.117% - 2.681%	758			1.70%	25.9%	45.5%	345	3.3	51%	
	Medium	2.682% - 9.348%	427			4.84%	27.0%	86.0%	367	5.7	103%	
	High	9.349% - 99.99%	219			27.73%	30.2%	157.7%	345	19.1	267%	
	Default	100.00%	70			100.00%	27.3%	250.3%	175	8.8	409%	
				<b>28 597</b>			<b>0.78%</b>	<b>24.9%</b>	<b>13.7%</b>	<b>3 904</b>	<b>51.9</b>	<b>16%</b>
<b>Qualifying revolving credit</b>	Exceptionally low	0.000% - 0.144%	2 588	4 526	58%	0.05%	70.5%	2.3%	60	0.9	3%	
	Very low	0.145% - 0.506%	880	590	82%	0.29%	69.2%	9.9%	87	1.8	12%	
	Low	0.507% - 1.116%	555	207	90%	0.78%	69.3%	21.9%	121	3.0	29%	
	Low	1.117% - 2.681%	495	121	94%	1.79%	74.4%	44.1%	218	6.6	61%	
	Medium	2.682% - 9.348%	365	43	99%	4.61%	75.2%	84.8%	309	12.5	128%	
	High	9.349% - 99.99%	79	4	101%	20.46%	71.9%	0.0%	142	12.4	374%	
	Default	100.00%	22	–	104%	100.00%	64.1%	305.1%	66	9.9	880%	
				<b>4 984</b>	<b>5 491</b>	<b>73%</b>	<b>1.44%</b>	<b>70.9%</b>	<b>20.1%</b>	<b>1 003</b>	<b>47.1</b>	<b>32%</b>
<b>Other retail<sup>(6)</sup></b>	Exceptionally low	0.000% - 0.144%	2 201	1 361	86%	0.07%	41.1%	7.2%	159	0.6	8%	
	Very low	0.145% - 0.506%	2 660	358	98%	0.29%	46.1%	24.1%	641	3.7	26%	
	Low	0.507% - 1.116%	2 146	257	98%	0.81%	59.7%	54.7%	1 173	10.4	61%	
	Low	1.117% - 2.681%	1 465	81	99%	1.75%	64.5%	79.4%	1 163	16.6	94%	
	Medium	2.682% - 9.348%	697	28	99%	4.49%	64.8%	94.2%	656	19.9	130%	
	High	9.349% - 99.99%	188	6	98%	21.00%	62.2%	134.5%	252	24.6	298%	
	Default	100.00%	112	6	99%	100.00%	61.7%	420.1%	469	34.4	806%	
				<b>9 469</b>	<b>2 097</b>	<b>95%</b>	<b>2.48%</b>	<b>52.7%</b>	<b>47.7%</b>	<b>4 513</b>	<b>110.2</b>	<b>62%</b>
			<b>55 427</b>	<b>20 183</b>	<b>87%</b>	<b>1.24%</b>	<b>31.9%</b>	<b>18.3%</b>	<b>10 135</b>	<b>215.3</b>	<b>23%</b>	

(1) Represents retail exposures under the AIRB approach. Amounts are before allowance for credit losses and after credit risk mitigation.

(2) EL adjusted average risk weight is calculated as  $(RWA + 12.5 \times EL) / EAD$ .

(3) Includes insured drawn and undrawn retail mortgages and home equity lines of credit.

(4) Includes only uninsured undrawn retail mortgages and home equity lines of credit.

(5) Includes only uninsured drawn retail mortgages and home equity lines of credit.

(6) Includes all other drawn and undrawn retail exposures.

**Credit Quality of AIRB Exposure - Retail Portfolios<sup>(1)</sup> (continued)**

			2014								
			Q4								
			EAD	Notional of undrawn commitments	Exposure weighted-average (EAD %)	Exposure weighted-average (PD %)	Exposure weighted-average (LGD %)	Exposure weighted-average risk weight asset (RWA %)	RWA	Expected Losses (EL)	EL adjusted average risk weight % <sup>(2)</sup>
(unaudited) (millions of Canadian dollars)											
<b>Canadian residential mortgage and HELOCs</b>	<b>Risk Grade</b>	<b>PD bands</b>									
<b>Insured Drawn and Undrawn<sup>(3)</sup></b>	Exceptionally low	0.000% - 0.144%	2 242	–	100%	0.07%	18.0%	3%	73	0.3	3%
	Very low	0.145% - 0.506%	2 488	–	100%	0.29%	11.0%	5%	133	0.7	6%
	Low	0.507% - 1.116%	1 128	–	100%	0.76%	6.0%	6%	64	0.5	6%
	Low	1.117% - 2.681%	568	–	100%	1.71%	4.0%	6%	35	0.3	7%
	Medium	2.682% - 9.348%	345	–	100%	4.72%	3.0%	8%	29	0.4	10%
	High	9.349% - 99.99%	177	–	100%	26.38%	3.0%	14%	24	1.3	22%
	Default	100.00%	63	–	100%	100.00%	3.0%	24%	15	0.6	37%
				<b>7 011</b>	<b>–</b>	<b>100%</b>	<b>2.19%</b>	<b>11.0%</b>	<b>5%</b>	<b>373</b>	<b>4.1</b>
<b>Uninsured Undrawn<sup>(4)</sup></b>	Exceptionally low	0.000% - 0.144%	3 704	8 252	59%	0.05%	23.0%	3%	117	0.4	3%
	Very low	0.145% - 0.506%	1 486	3 799	68%	0.27%	24.0%	12%	171	0.9	12%
	Low	0.507% - 1.116%	106	131	84%	0.72%	24.0%	24%	25	0.2	26%
	Low	1.117% - 2.681%	29	36	83%	1.68%	24.0%	41%	12	0.1	46%
	Medium	2.682% - 9.348%	11	12	87%	4.37%	24.0%	72%	8	0.1	85%
	High	9.349% - 99.99%	2	2	81%	15.88%	23.0%	119%	2	0.1	166%
	Default	100.00%	1	2	72%	100.00%	24.0%	300%	4	–	300%
				<b>5 339</b>	<b>12 234</b>	<b>62%</b>	<b>0.17%</b>	<b>23.0%</b>	<b>6%</b>	<b>339</b>	<b>1.8</b>
<b>Uninsured Drawn<sup>(5)</sup></b>	Exceptionally low	0.000% - 0.144%	13 355			0.07%	24.0%	4%	574	2.3	5%
	Very low	0.145% - 0.506%	10 584			0.27%	26.0%	13%	1 355	7.4	14%
	Low	0.507% - 1.116%	2 553			0.72%	26.0%	26%	661	4.8	28%
	Low	1.117% - 2.681%	757			1.70%	26.0%	45%	343	3.3	51%
	Medium	2.682% - 9.348%	429			4.83%	27.0%	85%	365	5.6	102%
	High	9.349% - 99.99%	241			27.21%	31.0%	160%	387	20.9	268%
	Default	100.00%	64			100.00%	27.0%	236%	151	8.6	405%
				<b>27 983</b>			<b>0.79%</b>	<b>25.0%</b>	<b>14%</b>	<b>3 836</b>	<b>52.9</b>
<b>Qualifying revolving credit</b>	Exceptionally low	0.000% - 0.144%	2 608	4 477	58%	0.05%	71.0%	2%	61	0.9	3%
	Very low	0.145% - 0.506%	897	592	82%	0.29%	69.0%	10%	88	1.8	12%
	Low	0.507% - 1.116%	554	207	90%	0.78%	69.0%	22%	121	3.0	29%
	Low	1.117% - 2.681%	502	141	93%	1.78%	75.0%	44%	223	6.8	61%
	Medium	2.682% - 9.348%	362	44	99%	4.60%	75.0%	84%	305	12.4	127%
	High	9.349% - 99.99%	82	4	101%	19.55%	72.0%	177%	145	12.0	360%
	Default	100.00%	22	–	103%	100.00%	70.0%	358%	79	9.5	898%
				<b>5 027</b>	<b>5 465</b>	<b>73%</b>	<b>1.43%</b>	<b>71.0%</b>	<b>20%</b>	<b>1 022</b>	<b>46.4</b>
<b>Other retail<sup>(6)</sup></b>	Exceptionally low	0.000% - 0.144%	2 243	1 313	87%	0.07%	40.0%	7%	159	0.6	7%
	Very low	0.145% - 0.506%	2 684	366	98%	0.29%	46.0%	24%	641	3.7	26%
	Low	0.507% - 1.116%	2 096	235	98%	0.81%	59.0%	54%	1 142	10.1	60%
	Low	1.117% - 2.681%	1 445	79	99%	1.76%	65.0%	80%	1 149	16.4	94%
	Medium	2.682% - 9.348%	686	30	99%	4.47%	65.0%	94%	647	19.6	130%
	High	9.349% - 99.99%	204	6	98%	20.11%	63.0%	134%	272	26.1	294%
	Default	100.00%	111	6	99%	100.00%	63.0%	446%	494	33.5	825%
				<b>9 469</b>	<b>2 035</b>	<b>96%</b>	<b>2.47%</b>	<b>52.0%</b>	<b>48%</b>	<b>4 504</b>	<b>110.0</b>
			<b>54 829</b>	<b>19 734</b>	<b>87%</b>	<b>1.26%</b>	<b>32.0%</b>	<b>18%</b>	<b>10 074</b>	<b>215.2</b>	<b>23%</b>

(1) Represents retail exposures under the AIRB approach. Amounts are before allowance for credit losses and after credit risk mitigation.

(2) EL adjusted average risk weight is calculated as (RWA + 12.5 x EL) / EAD.

(3) Includes insured drawn and undrawn retail mortgages and home equity lines of credit.

(4) Includes only uninsured undrawn retail mortgages and home equity lines of credit.

(5) Includes only uninsured drawn retail mortgages and home equity lines of credit.

(6) Includes all other drawn and undrawn retail exposures.









## AIRB Credit Risk Exposure - Back-Testing<sup>(1)</sup>

2015						
Q1						
	Average estimated (PD %)	Actual default rate (%)	Average estimated (LGD %) <sup>(2)</sup>	Actual (LGD %) <sup>(3)</sup>	Estimated (EAD %) <sup>(4)</sup>	Actual (EAD %) <sup>(4)</sup>
(unaudited) (millions of Canadian dollars)						
<b>Retail portfolio<sup>(5)</sup></b>						
Uninsured residential mortgages incl. Home equity line of credit <sup>(6) (7) (13)</sup>	0.48%	0.23%	28.24%	8.60%	98.16%	85.55%
Insured residential mortgages <sup>(7) (8)</sup>	1.47%	1.09%	2.71%	na	na	na
Qualifying revolving retail <sup>(9)</sup>	1.43%	1.24%	76.88%	78.11%	96.02%	96.58%
Other retail <sup>(10)</sup>	1.87%	1.87%	68.34%	61.98%	92.39%	88.88%
<b>Wholesale &amp; Sovereign portfolio<sup>(11)</sup></b>						
Corporate	1.61%	0.72%	39.24%	30.80%	82.30%	70.86%
Sovereign <sup>(12)</sup>	0.03%	0.00%	11.54%	na	81.00%	na
Financial Institutions <sup>(12)</sup>	0.59%	0.00%	39.00%	na	100.00%	na

2014												
Q4							Q3					
	Average estimated (PD %)	Actual default rate (%)	Average estimated (LGD %) <sup>(2)</sup>	Actual (LGD %) <sup>(3)</sup>	Estimated (EAD %) <sup>(4)</sup>	Actual (EAD %) <sup>(4)</sup>	Average estimated (PD %)	Actual default rate (%)	Average estimated (LGD %) <sup>(2)</sup>	Actual (LGD %) <sup>(3)</sup>	Estimated (EAD %) <sup>(4)</sup>	Actual (EAD %) <sup>(4)</sup>
(unaudited) (millions of Canadian dollars)												
<b>Retail portfolio<sup>(5)</sup></b>												
Uninsured residential mortgages incl. Home equity line of credit <sup>(6) (7)</sup>	0.31%	0.17%	32.22%	13.06%	99.03%	88.32%	0.30%	0.14%	27.56%	15.67%	98.14%	87.24%
Insured residential mortgages <sup>(7) (8)</sup>	1.42%	0.99%	2.71%	na	na	na	1.22%	0.88%	1.51%	na	na	na
Qualifying revolving retail <sup>(9)</sup>	1.38%	1.20%	76.95%	77.33%	96.08%	95.57%	1.45%	1.21%	93.44%	92.86%	95.52%	97.06%
Other retail <sup>(10)</sup>	1.83%	1.71%	68.40%	61.74%	92.55%	89.70%	1.39%	1.74%	67.09%	62.41%	92.25%	88.98%
<b>Wholesale &amp; Sovereign portfolio<sup>(11)</sup></b>												
Corporate	1.60%	0.67%	36.89%	30.45%	82.33%	75.59%	1.61%	0.67%	36.73%	29.16%	82.07%	81.06%
Sovereign <sup>(12)</sup>	0.03%	0.00%	11.54%	na	81.00%	na	0.03%	0.00%	11.54%	na	81.00%	na
Financial Institutions <sup>(12)</sup>	0.50%	0.00%	39.00%	na	100.00%	na	0.47%	0.00%	39.00%	na	100.00%	na

2014												
Q2							Q1					
	Average estimated (PD %)	Actual default rate (%)	Average estimated (LGD %) <sup>(2)</sup>	Actual (LGD %) <sup>(3)</sup>	Estimated (EAD %) <sup>(4)</sup>	Actual (EAD %) <sup>(4)</sup>	Average estimated (PD %)	Actual default rate (%)	Average estimated (LGD %) <sup>(2)</sup>	Actual (LGD %) <sup>(3)</sup>	Estimated (EAD %) <sup>(4)</sup>	Actual (EAD %) <sup>(4)</sup>
(unaudited) (millions of Canadian dollars)												
<b>Retail portfolio<sup>(5)</sup></b>												
Uninsured residential mortgages incl. Home equity line of credit <sup>(6) (7)</sup>	0.32%	0.14%	27.63%	17.19%	98.56%	86.66%	0.31%	0.15%	22.96%	14.12%	97.36%	87.51%
Insured residential mortgages <sup>(7) (8)</sup>	1.25%	0.87%	1.44%	na	na	na	1.22%	0.91%	1.43%	na	na	na
Qualifying revolving retail <sup>(9)</sup>	1.55%	1.25%	92.97%	92.12%	95.43%	97.06%	1.54%	1.29%	93.10%	92.67%	95.53%	96.86%
Other retail <sup>(10)</sup>	1.45%	1.73%	66.77%	61.56%	92.50%	86.55%	1.45%	1.74%	66.22%	60.36%	92.56%	86.87%
<b>Wholesale &amp; Sovereign portfolio<sup>(11)</sup></b>												
Corporate	1.61%	0.55%	38.11%	29.54%	82.33%	82.53%	1.65%	0.61%	38.24%	25.79%	83.40%	82.42%
Sovereign <sup>(12)</sup>	0.03%	0.00%	11.54%	na	81.00%	na	0.03%	0.00%	11.54%	na	81.00%	na
Financial Institutions <sup>(12)</sup>	0.40%	0.00%	39.00%	na	100.00%	na	0.36%	0.00%	39.00%	na	100.00%	na

(1) Actual and estimated parameters are reported on a three-month lag. For example, for Q1-2015, estimated percentages are as of October 31, 2013 and actual percentages reflect experience in the following 12 months .

(2) Estimated LGD reflects loss estimates under a downturn economic scenario and is based on defaulted accounts.

(3) Actual LGD includes indirect costs and discount rate and is based on defaulted accounts on which recovery process is completed.

(4) Estimated and actual EAD are computed for revolving products only and are based on defaulted accounts.

(5) Retail PD and EAD are based on account weighted average whilst retail LGD is based on exposure weighted average.

(6) Actual and estimated EAD for residential mortgage is computed only for Home equity lines of credit since the conventional residential mortgages are non-revolving.

(7) Residential mortgages PD and LGD models were revised in Q3 2014.

(8) Actual LGD for insured residential mortgages is n/a to reflect the credit risk mitigation from government backed entities.

(9) Lines of credit PD, LGD and EAD models were revised in Q3 2014.

(10) Personal installment loans PD and LGD models were revised in Q3 2014.

(11) Wholesale and Sovereign's PD is based on borrower weighted average whilst the LGD and EAD are based on facility weighted average.

(12) Actual LGD for the Financial Institutions and Sovereign are n/a because no defaulted facilities recovery were completed during the period. Actual EAD are n/a because no default was observed during the period.

(13) The increase of both estimated and actual Residential mortgages PD in Q1 2015 is due to the addition of a portfolio.



## DISTRIBUTION OF GROSS CREDIT RISK EXPOSURE (Non-Retail Portfolio by Industries)

(unaudited)  
(millions of Canadian dollars)

Non-Retail Portfolio	2015						2014						2013					
	Q1			Q4			Q4			Q3								
	EAD - Gross Exposure <sup>(1)</sup>																	
	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total
Agriculture	3 064	188	4	-	-	3 256	2 938	165	4	-	-	3 107	2 878	169	4	-	-	3 051
Mining, Oil and Gas	3 721	2 455	147	-	-	6 323	3 250	2 463	140	-	-	5 853	3 366	2 317	138	-	-	5 821
Utilities	1 490	1 582	220	-	-	3 292	1 184	1 752	210	-	4	3 150	1 042	1 800	205	-	1	3 048
Construction	1 751	1 108	195	-	-	3 054	1 736	1 117	156	-	-	3 009	1 635	1 110	136	-	-	2 881
Manufacturing	3 374	1 972	283	-	-	5 629	3 471	1 842	243	-	-	5 556	3 298	1 764	255	-	-	5 317
Wholesale Trade	1 782	655	57	-	-	2 494	1 867	658	51	-	-	2 576	1 878	580	48	-	-	2 506
Retail Trade	3 074	972	40	-	-	4 086	3 075	903	40	-	-	4 018	3 168	783	42	-	-	3 993
Transportation	1 680	1 612	73	-	-	3 365	1 231	1 677	57	-	-	2 965	1 140	1 724	56	-	-	2 920
Communications	1 213	611	348	-	-	2 172	1 364	599	265	-	-	2 228	1 373	665	231	-	-	2 269
Finance and Insurance	16 294	1 359	1 257	71 450	611	90 971	18 224	1 241	1 129	69 975	699	91 268	16 012	1 189	717	68 071	883	86 872
Real Estate <sup>(2)</sup>	6 521	725	22	78	-	7 346	6 425	608	22	77	-	7 132	6 056	598	17	74	-	6 745
Professional Services	1 106	767	336	-	-	2 209	1 443	828	314	-	-	2 585	1 383	693	340	-	-	2 416
Education & Health Care	2 494	729	5	-	-	3 228	2 607	666	5	-	-	3 278	2 616	535	3	-	-	3 154
Other Services	4 145	998	206	12	-	5 361	3 554	844	169	-	-	4 567	3 516	751	171	-	-	4 438
Government	4 091	1 098	5	1 698	-	6 892	3 321	1 106	5	651	-	5 083	2 579	1 024	4	1 254	-	4 861
Other	978	-	366	8	-	1 352	1 159	-	370	1	-	1 530	1 655	-	719	1	-	2 375
Total - Non-retail <sup>(3)</sup>	56 778	16 831	3 564	73 246	611	151 030	56 849	16 469	3 180	70 704	703	147 905	53 595	15 702	3 086	69 400	884	142 667

Non-Retail Portfolio	2014						2014						2013					
	Q2			Q1			Q1			Q4								
	EAD - Gross Exposure <sup>(1)</sup>																	
	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total	Drawn	Undrawn commitments	Other	Repo-style transactions	OTC Derivatives	Total
Agriculture	2 786	162	5	-	-	2 953	2 698	167	6	-	-	2 871	2 652	168	6	-	-	2 826
Mining, Oil and Gas	3 551	2 452	166	-	-	6 169	3 622	2 305	167	-	-	6 094	3 766	2 422	168	-	-	6 356
Utilities	1 051	1 707	195	-	2	2 955	1 103	1 561	195	-	-	2 859	941	1 503	165	-	-	2 609
Construction	1 515	976	116	-	-	2 607	1 413	1 058	132	-	-	2 603	1 572	1 008	118	-	-	2 698
Manufacturing	3 264	1 448	242	-	-	4 954	3 252	1 565	253	-	-	5 070	3 312	1 489	234	-	-	5 035
Wholesale Trade	1 912	538	53	-	-	2 503	1 682	571	52	-	-	2 305	1 647	599	50	-	-	2 296
Retail Trade	3 379	795	49	-	-	4 223	3 126	1 158	50	-	-	4 334	2 752	1 685	51	-	-	4 488
Transportation	1 195	1 513	61	-	-	2 769	1 164	1 528	59	-	-	2 751	1 238	1 484	61	-	-	2 783
Communications	1 382	570	110	-	-	2 062	1 505	484	139	-	-	2 128	1 409	517	132	-	-	2 058
Finance and Insurance	16 555	1 094	773	61 874	1 028	81 324	16 332	1 107	972	66 225	761	85 397	15 067	1 139	1 015	62 717	721	80 659
Real Estate <sup>(2)</sup>	5 701	531	17	-	-	6 249	5 404	543	18	-	-	5 965	5 120	547	17	-	-	5 684
Professional Services	1 639	617	337	-	-	2 593	1 521	659	334	-	-	2 514	1 374	672	374	-	-	2 420
Education & Health Care	2 367	737	3	-	-	3 107	2 389	727	5	-	-	3 121	2 489	640	5	-	-	3 134
Other Services	3 073	730	170	18	-	3 991	3 126	725	172	2	-	4 025	3 207	676	166	9	-	4 058
Government	2 460	1 304	3	1 715	-	5 482	2 245	1 137	4	1 606	-	4 992	2 170	1 224	6	1 961	-	5 361
Other	1 648	-	753	1 560	-	3 961	1 798	-	734	1 601	-	4 133	1 580	-	485	1 132	-	3 197
Total - Non-retail <sup>(3)</sup>	53 478	15 174	3 053	65 167	1 030	137 902	52 380	15 295	3 292	69 434	761	141 162	50 296	15 773	3 053	65 819	721	135 662

(1) EAD amounts are after securitization and exclude trading related portfolio.

(2) Includes non residential mortgages (5 units and more).

(3) This total excludes SME retail exposure.

## Gross Credit Risk Exposure at Default in Europe<sup>(1)</sup>

(unaudited) (millions of Canadian dollars)	2015						2014						2013					
	Q1						Q4						Q3					
	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total
Greece	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ireland	-	-	-	-	-	-	-	-	1 026	-	-	1 026	-	-	67	-	-	67
Italy	-	-	-	-	1	1	-	-	50	-	2	52	-	-	50	-	2	52
Portugal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Spain	26	-	-	-	134	160	27	-	-	1	134	162	29	-	-	-	137	166
<b>Total GIIPS</b>	<b>26</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>135</b>	<b>161</b>	<b>27</b>	<b>-</b>	<b>1 076</b>	<b>1</b>	<b>136</b>	<b>1 240</b>	<b>29</b>	<b>-</b>	<b>117</b>	<b>-</b>	<b>139</b>	<b>285</b>
France	20	4	31	586	295	936	17	3	1 239	681	294	2 234	27	3	1 014	671	299	2 014
Germany	-	-	1	15	39	55	-	-	173	18	35	226	7	-	2	18	38	65
United Kingdom	1 062	6	3 129	773	1	4 971	590	4	3 808	684	2	5 088	450	6	2 258	771	2	3 487
Other Europe	30	16	85	383	31	545	91	10	1 739	331	46	2 217	57	14	976	300	53	1 400
<b>Total - Credit Risk</b>	<b>1 138</b>	<b>26</b>	<b>3 246</b>	<b>1 757</b>	<b>501</b>	<b>6 668</b>	<b>725</b>	<b>17</b>	<b>8 035</b>	<b>1 715</b>	<b>513</b>	<b>11 005</b>	<b>570</b>	<b>23</b>	<b>4 367</b>	<b>1 760</b>	<b>531</b>	<b>7 251</b>

(unaudited) (millions of Canadian dollars)	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total
<b>Total - Net Credit Risk<sup>(4)</sup></b>	<b>1 138</b>	<b>26</b>	<b>1 792</b>	<b>501</b>	<b>3 457</b>	<b>725</b>	<b>17</b>	<b>2 538</b>	<b>513</b>	<b>3 793</b>	<b>570</b>	<b>23</b>	<b>2 475</b>	<b>531</b>	<b>3 599</b>

(unaudited) (millions of Canadian dollars)	2014						2013											
	Q2						Q1						Q4					
	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Repo-style transactions <sup>(2)</sup>	OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total
Greece	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ireland	7	-	52	-	-	59	-	-	-	-	-	-	-	-	-	-	-	-
Italy	1	-	-	-	2	3	-	-	-	-	4	4	-	-	-	-	3	3
Portugal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Spain	31	-	-	-	134	165	31	-	-	-	134	165	31	-	-	-	144	175
<b>Total GIIPS</b>	<b>39</b>	<b>-</b>	<b>52</b>	<b>-</b>	<b>136</b>	<b>227</b>	<b>31</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>138</b>	<b>169</b>	<b>31</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>147</b>	<b>178</b>
France	37	6	1 064	511	294	1 912	47	5	1 255	353	289	1 949	27	5	562	319	87	1 000
Germany	9	-	3	9	55	76	12	-	2	21	47	82	16	-	3	21	44	84
United Kingdom	307	10	2 190	697	2	3 206	386	9	1 918	858	4	3 175	300	8	1 856	698	6	2 868
Other Europe	68	24	646	293	57	1 088	52	22	795	329	46	1 244	126	18	1 563	202	36	1 945
<b>Total - Credit Risk</b>	<b>460</b>	<b>40</b>	<b>3 955</b>	<b>1 510</b>	<b>544</b>	<b>6 509</b>	<b>528</b>	<b>36</b>	<b>3 970</b>	<b>1 561</b>	<b>524</b>	<b>6 619</b>	<b>500</b>	<b>31</b>	<b>3 984</b>	<b>1 240</b>	<b>320</b>	<b>6 075</b>

(unaudited) (millions of Canadian dollars)	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total	Drawn	Undrawn commitments	Net Repo-Style transactions and OTC derivatives	Other off-balance sheet items <sup>(3)</sup>	Total
<b>Total - Net Credit Risk<sup>(4)</sup></b>	<b>460</b>	<b>40</b>	<b>1 964</b>	<b>544</b>	<b>3 008</b>	<b>528</b>	<b>36</b>	<b>2 316</b>	<b>524</b>	<b>3 404</b>	<b>500</b>	<b>31</b>	<b>1 806</b>	<b>320</b>	<b>2 657</b>

(1) Exposure at default is the expected gross exposure upon the default of an obligor. This amount is before any specific allowance or partial write-offs and does not reflect the impact of credit risk mitigation and collateral held. This table excludes Equity exposures.

(2) Represents securities purchased under reverse repurchase agreements and sold under repurchase agreements, and securities borrowed and loaned.

(3) Letters of guarantee and credit that represent the Bank's commitment to make payments in the event that a client cannot meet its financial obligations to third parties.

(4) For drawn, undrawn and Other off-balance sheet exposures, eligible financial collateral is taken into account in the Bank's Loss Given Default (LGD) models.



## Formation of Gross Impaired Loans and Allowance for Credit Losses

(unaudited) (millions of Canadian dollars)

	2015					2014					2013				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2015	2014	2014	2013	
<b>Formation of Gross Impaired Loans<sup>(1)</sup> (by sector)</b>																		
<b>Opening balance</b>	486	411	417	417	395	377	346	354	387	486	395	395	387	486	395	395	387	
Write-offs																		
Retail	(21)	(19)	(18)	(19)	(20)	(16)	(18)	(16)	(16)	(21)	(20)	(76)	(66)	(21)	(20)	(76)	(66)	
Commercial	(62)	(14)	(10)	(10)	(3)	(7)	(8)	(5)	(4)	(62)	(3)	(37)	(24)	(62)	(3)	(37)	(24)	
Wealth Management	(1)	(2)	(1)	(1)	(1)	(1)	(1)	(1)	-	(1)	(1)	(5)	(3)	(1)	(1)	(5)	(3)	
Corporate	-	-	-	-	-	-	-	-	(14)	-	-	-	(14)	-	-	-	(14)	
Real Estate	-	-	-	-	-	-	-	-	-	-	-	-	(1)	-	-	-	(1)	
<b>Total write-offs</b>	<b>(84)</b>	<b>(35)</b>	<b>(29)</b>	<b>(30)</b>	<b>(24)</b>	<b>(24)</b>	<b>(27)</b>	<b>(23)</b>	<b>(34)</b>	<b>(84)</b>	<b>(24)</b>	<b>(118)</b>	<b>(108)</b>	<b>(84)</b>	<b>(24)</b>	<b>(118)</b>	<b>(108)</b>	
Formation																		
Retail	22	29	20	15	36	21	26	20	21	22	36	100	88	22	36	100	88	
Commercial	(16)	79	2	15	9	29	30	(13)	35	(16)	9	105	81	(16)	9	105	81	
Wealth Management	2	2	1	-	1	1	2	1	1	2	1	4	5	2	1	4	5	
Corporate	-	-	-	-	-	(6)	(6)	7	(56)	-	-	-	(61)	-	-	-	(61)	
Real estate	(21)	-	-	-	-	-	3	-	-	(21)	-	-	3	(21)	-	-	3	
Other	-	-	-	-	-	(3)	3	-	-	-	-	-	-	-	-	-	-	
<b>Total formation</b>	<b>(13)</b>	<b>110</b>	<b>23</b>	<b>30</b>	<b>46</b>	<b>42</b>	<b>58</b>	<b>15</b>	<b>1</b>	<b>(13)</b>	<b>46</b>	<b>209</b>	<b>116</b>	<b>(13)</b>	<b>46</b>	<b>209</b>	<b>116</b>	
<b>Closing balance</b>	<b>389</b>	<b>486</b>	<b>411</b>	<b>417</b>	<b>417</b>	<b>395</b>	<b>377</b>	<b>346</b>	<b>354</b>	<b>389</b>	<b>417</b>	<b>486</b>	<b>395</b>	<b>389</b>	<b>417</b>	<b>486</b>	<b>395</b>	

(1) Credit card receivables are not included

	2015					2014					YTD				Full Year	
	Q1	Q4	Q3	Q2	Q1	Q1	Q4	Q3	Q2	Q1	2015	2014	2014	2013		
<b>Formation of Gross Impaired Loans (by activity)</b>																
<b>Opening balance</b>	486	411	417	417	395					486	395	395	387	486	395	
Classified as impaired during the year	107	196	142	139	127					107	127	604	587	107	127	
Transferred to not impaired during the period	(3)	(4)	(6)	(7)	(2)					(3)	(2)	(19)	(16)	(3)	(2)	
Net repayments	(100)	(63)	(88)	(77)	(57)					(100)	(57)	(285)	(363)	(100)	(57)	
Write-offs	(97)	(50)	(48)	(48)	(40)					(97)	(40)	(186)	(177)	(97)	(40)	
Recoveries of loans previously written off	(5)	(3)	(4)	(5)	(5)					(5)	(5)	(17)	(17)	(5)	(5)	
Disposals of loans	(1)	(1)	(2)	(2)	(1)					(1)	(1)	(6)	(6)	(1)	(1)	
Exchange and other movements	2	-	-	-	-					2	-	-	-	2	-	
<b>Closing balance</b>	<b>389</b>	<b>486</b>	<b>411</b>	<b>417</b>	<b>417</b>					<b>389</b>	<b>417</b>	<b>486</b>	<b>395</b>	<b>389</b>	<b>417</b>	

	2015					2014					YTD				Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2015	2014	2014	2013			
<b>Allowance for Credit Losses</b>																
<b>Allowances at beginning</b>	604	593	592	589	578	571	566	556	577	604	578	578	577	604	578	
Write-offs	(103)	(54)	(54)	(54)	(47)	(43)	(47)	(45)	(55)	(103)	(47)	(209)	(203)	(103)	(47)	
Recoveries of amounts written off in previous years	5	7	4	4	6	2	4	2	2	5	6	21	17	5	6	
Charge to income statement (provision for credit losses)	54	57	49	51	51	48	48	53	32	54	51	208	181	54	51	
Disposal of loans	1	1	2	2	1					1	1	6	6	1	1	
Exchange and other movements	-	-	-	-	-					-	-	-	-	-	-	
<b>Allowances at end</b>	<b>561</b>	<b>604</b>	<b>593</b>	<b>592</b>	<b>589</b>	<b>578</b>	<b>571</b>	<b>566</b>	<b>556</b>	<b>561</b>	<b>589</b>	<b>604</b>	<b>578</b>	<b>561</b>	<b>589</b>	



## Gross Credit Exposure by Residual Contractual Maturity<sup>(1)</sup>

(unaudited) (millions of Canadian dollars)	2015				2014							
	Q1				Q4				Q3			
	Within 1 year	1 to 5 years	Over 5 years	Total	Within 1 year	1 to 5 years	Over 5 years	Total	Within 1 year	1 to 5 years	Over 5 years	Total
<b>Retail</b>												
Residential mortgages	27 260	13 465	249	40 974	26 560	13 503	270	40 333	26 008	13 619	283	39 910
Qualifying revolving retail	4 984	-	-	4 984	5 027	-	-	5 027	4 992	-	-	4 992
Other retail	5 292	2 632	1 545	9 469	5 316	2 650	1 503	9 469	5 391	2 632	1 453	9 476
	<b>37 536</b>	<b>16 097</b>	<b>1 794</b>	<b>55 427</b>	<b>36 903</b>	<b>16 153</b>	<b>1 773</b>	<b>54 829</b>	<b>36 391</b>	<b>16 251</b>	<b>1 736</b>	<b>54 378</b>
<b>Non-retail</b>												
Corporate	34 091	14 366	1 503	49 960	34 279	13 835	1 441	49 555	33 322	13 300	1 579	48 201
Sovereign	22 855	6 217	5 611	34 683	24 358	6 244	5 162	35 764	20 535	6 472	4 565	31 572
Financial Institutions	52 071	6 901	310	59 282	49 592	6 733	6	56 331	46 570	7 785	6	54 361
	<b>109 017</b>	<b>27 484</b>	<b>7 424</b>	<b>143 925</b>	<b>108 229</b>	<b>26 812</b>	<b>6 609</b>	<b>141 650</b>	<b>100 427</b>	<b>27 557</b>	<b>6 150</b>	<b>134 134</b>
<b>Trading book</b>	<b>1 942</b>	<b>5 597</b>	<b>2 840</b>	<b>10 379</b>	<b>1 180</b>	<b>6 028</b>	<b>2 268</b>	<b>9 476</b>	<b>1 345</b>	<b>5 945</b>	<b>1 987</b>	<b>9 277</b>
<b>Total</b>	<b>148 495</b>	<b>49 178</b>	<b>12 058</b>	<b>209 731</b>	<b>146 312</b>	<b>48 993</b>	<b>10 650</b>	<b>205 955</b>	<b>138 163</b>	<b>49 753</b>	<b>9 873</b>	<b>197 789</b>

(unaudited) (millions of Canadian dollars)	2014				2013							
	Q2				Q1				Q4			
	Within 1 year	1 to 5 years	Over 5 years	Total	Within 1 year	1 to 5 years	Over 5 years	Total	Within 1 year	1 to 5 years	Over 5 years	Total
<b>Retail</b>												
Residential mortgages	25 022	13 238	356	38 616	24 417	13 654	395	38 466	23 995	13 568	425	37 988
Qualifying revolving retail	4 610	-	-	4 610	4 502	-	-	4 502	4 574	-	-	4 574
Other retail	5 410	2 683	1 355	9 448	5 481	2 656	1 328	9 465	5 552	2 687	1 308	9 547
	<b>35 042</b>	<b>15 921</b>	<b>1 711</b>	<b>52 674</b>	<b>34 400</b>	<b>16 310</b>	<b>1 723</b>	<b>52 433</b>	<b>34 121</b>	<b>16 255</b>	<b>1 733</b>	<b>52 109</b>
<b>Non-retail</b>												
Corporate	32 391	12 462	1 341	46 194	29 721	12 878	1 153	43 752	28 940	12 871	1 429	43 240
Sovereign	23 229	6 812	3 959	34 000	21 833	8 708	3 789	34 330	25 050	5 312	4 269	34 631
Financial Institutions	41 569	8 729	1	50 299	46 417	10 419	29	56 865	41 923	9 860	-	51 783
	<b>97 189</b>	<b>28 003</b>	<b>5 301</b>	<b>130 493</b>	<b>97 971</b>	<b>32 005</b>	<b>4 971</b>	<b>134 947</b>	<b>95 913</b>	<b>28 043</b>	<b>5 698</b>	<b>129 654</b>
<b>Trading book</b>	<b>1 735</b>	<b>5 692</b>	<b>1 640</b>	<b>9 067</b>	<b>2 425</b>	<b>4 839</b>	<b>1 583</b>	<b>8 847</b>	<b>1 912</b>	<b>4 045</b>	<b>1 311</b>	<b>7 268</b>
<b>Total</b>	<b>133 966</b>	<b>49 616</b>	<b>8 652</b>	<b>192 234</b>	<b>134 796</b>	<b>53 154</b>	<b>8 277</b>	<b>196 227</b>	<b>131 946</b>	<b>48 343</b>	<b>8 742</b>	<b>189 031</b>

(1) Gross credit exposure is the expected exposure upon the default of an obligor before any specific allowances or credit risk mitigation.



## Credit Risk Mitigation - Guarantees and Credit Derivatives

(unaudited) (millions of Canadian dollars)	2015		2014			
	Q1		Q4		Q3	
Total exposure covered by:	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>
<b>Retail</b>						
Residential mortgage	373	5 823	327	5 960	293	6 480
Qualifying revolving retail	-	-	-	-	-	-
Other retail	2 139	306	2 095	306	2 051	303
	<b>2 512</b>	<b>6 129</b>	<b>2 422</b>	<b>6 266</b>	<b>2 344</b>	<b>6 783</b>
<b>Non-retail</b>						
Corporate	733	2 255	485	2 553	444	2 437
Sovereign	-	-	-	-	-	-
Financial Institutions	-	-	-	11	-	-
	733	2 255	485	2 564	444	2 437
<b>Trading book</b>	-	4	-	110	-	105
<b>Total</b>	<b>3 245</b>	<b>8 388</b>	<b>2 907</b>	<b>8 940</b>	<b>2 788</b>	<b>9 325</b>

(unaudited) (millions of Canadian dollars)	2014				2013	
	Q2		Q1		Q4	
Total exposure covered by:	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>	Standardized <sup>(1)</sup>	AIRB <sup>(2)</sup>
<b>Retail</b>						
Residential mortgage	296	5 707	296	5 928	242	6 147
Qualifying revolving retail	-	-	-	-	-	-
Other retail	2 164	304	1 899	313	1 201	306
	<b>2 460</b>	<b>6 011</b>	<b>2 195</b>	<b>6 241</b>	<b>1 443</b>	<b>6 453</b>
<b>Non-retail</b>						
Corporate	652	2 414	520	2 376	254	2 338
Sovereign	-	-	-	-	-	-
Financial Institutions	-	-	-	-	-	2
	652	2 414	520	2 376	254	2 340
<b>Trading book</b>	-	86	-	12	-	9
<b>Total</b>	<b>3 112</b>	<b>8 511</b>	<b>2 715</b>	<b>8 629</b>	<b>1 697</b>	<b>8 802</b>

(1) No eligible financial collateral.

(2) For exposures under the AIRB approach, eligible financial collateral is taken into account in the Bank's Loss Given Default (LGD) models. Separate disclosure of eligible financial collateral is, therefore, not required.



## Banking Book Equity

(unaudited)  
(millions of Canadian dollars)

	2015				2014							
	Q1				Q4				Q3			
	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)
Public	313	–	313	23	272	–	272	29	261	–	261	55
Private	276	30	246	20	206	35	171	25	208	35	173	23
	<b>589</b>	<b>30</b>	<b>559</b>	<b>43</b>	<b>478</b>	<b>35</b>	<b>443</b>	<b>54</b>	<b>469</b>	<b>35</b>	<b>434</b>	<b>78</b>

(unaudited)  
(millions of Canadian dollars)

	2014								2013			
	Q2				Q1				Q4			
	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)	Total exposures	Unfunded commitments	On balance sheet exposures at carrying value	Gross unrealized gains (losses)
Public	379	–	379	55	257	–	257	24	226	–	226	34
Private	202	38	164	18	235	38	197	30	211	38	173	21
	<b>581</b>	<b>38</b>	<b>543</b>	<b>73</b>	<b>492</b>	<b>38</b>	<b>454</b>	<b>54</b>	<b>437</b>	<b>38</b>	<b>399</b>	<b>55</b>



## Credit Derivative Positions (notional amounts)

(unaudited) (millions of Canadian dollars)	2015				2014							
	Q1				Q4				Q3			
	Credit portfolio <sup>(1)</sup>		Trading		Credit portfolio <sup>(1)</sup>		Trading		Credit portfolio <sup>(1)</sup>		Trading	
	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold
Credit default swaps												
Indices, singles names and other	51	-	847	219	56	-	851	286	55	-	593	253
Tranches on indices	-	-	-	1	-	-	-	1	-	-	-	1
Total return swaps	-	-	30	-	-	-	33	6	-	-	40	7
Credit options	-	-	-	-	-	-	39	39	-	-	-	-

(unaudited) (millions of Canadian dollars)	2014								2013			
	Q2				Q1				Q4			
	Credit portfolio <sup>(1)</sup>		Trading		Credit portfolio <sup>(1)</sup>		Trading		Credit portfolio <sup>(1)</sup>		Trading	
	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold	Protection purchased	Protection sold
Credit default swaps												
Indices, singles names and other	44	-	469	195	45	-	742	201	42	-	1 071	235
Tranches on indices	-	-	-	1	-	-	-	1	-	-	-	1
Total return swaps	-	-	10	7	-	-	-	10	-	-	-	9

(1) Protection sold solely for the purpose of reducing protection purchased.





## Derivatives Financial Instruments According to Basel Definition

	2015		2014			
	Q1	Q4	Q3	Q2	Q1	
(unaudited) (millions of Canadian dollars)						
<b>Under Basel III</b>						
<b>Foreign Exchange Related Contracts</b>						
Swaps	150 030	118 324	111 293	110 949	96 916	96 916
Options	5 780	4 528	4 639	4 754	3 550	3 550
- purchased	6 663	4 947	4 370	5 014	4 073	4 073
- sold	22 398	17 983	14 181	14 564	14 308	14 308
Exchange traded and OTC futures contracts						
Total notional amount	184 871	145 782	134 483	135 281	118 847	118 847
Replacement cost	7 195	2 294	1 519	1 595	2 392	2 392
- gross	3 037	1 263	956	985	1 367	1 367
- net <sup>(1)</sup>	1 455	2 000	1 792	1 697	1 430	1 430
Future credit risk	4 492	3 263	2 748	2 682	2 797	2 797
Credit equivalent <sup>(2)</sup>	1 407	1 012	967	915	966	966
Risk-weighted equivalent <sup>(3)</sup>						
<b>Interest Rate Related Contracts</b>						
Swaps	429 950	419 781	411 810	422 061	359 892	359 892
Options	54 989	16 859	35 751	16 333	8 325	8 325
- purchased	61 376	16 204	36 847	22 604	8 460	8 460
- sold	7 093	7 097	21 203	14 544	27 783	27 783
Exchange traded and OTC futures contracts						
Total notional amount	553 408	459 941	505 611	475 542	404 460	404 460
Replacement cost	7 261	3 515	3 193	2 974	3 253	3 253
- gross	1 795	1 127	1 143	1 169	1 158	1 158
- net <sup>(1)</sup>	1 683	2 142	2 302	2 269	2 027	2 027
Future credit risk	3 478	3 269	3 445	3 438	3 185	3 185
Credit equivalent <sup>(2)</sup>	1 052	893	996	920	933	933
Risk-weighted equivalent <sup>(3)</sup>						
<b>Financial Futures</b>						
Total notional amount	117 475	65 503	61 899	58 387	53 658	53 658
<b>Equity and Commodity Contracts</b>						
Total notional amount	40 224	43 691	44 559	42 829	40 039	40 039
Replacement cost	3 342	2 372	1 971	1 965	2 045	2 045
- gross	2 939	1 977	1 648	1 681	1 794	1 794
- net <sup>(1)</sup>	3 723	3 904	4 214	4 017	3 975	3 975
Future credit risk	6 662	5 881	5 862	5 698	5 770	5 770
Credit equivalent <sup>(2)</sup>	1 464	1 450	1 602	1 258	1 107	1 107
Risk-weighted equivalent <sup>(3)</sup>						
<b>Credit Derivatives</b>						
Total notional amount (trading only)	1 097	1 255	894	682	954	954
Total Return Swap Notional Amount <sup>(4)</sup>	20 896	19 830	18 545	17 602	16 693	16 693
Replacement cost	65	74	97	84	110	110
- gross	40	29	18	15	15	15
- net <sup>(1)</sup>	358	362	401	502	477	477
Future credit risk	398	391	419	517	492	492
Credit equivalent <sup>(2)</sup>	72	83	117	123	122	122
Risk-weighted equivalent <sup>(3)</sup>						
<b>Total Derivatives</b>						
Total notional amount	917 971	736 002	765 991	730 323	634 651	634 651
Replacement cost	17 863	8 255	6 780	6 618	7 800	7 800
- gross	7 811	4 396	3 765	3 850	4 334	4 334
- net <sup>(1)</sup>	7 219	8 408	8 709	8 485	7 909	7 909
Future credit risk	15 030	12 804	12 474	12 335	12 244	12 244
Credit equivalent <sup>(2)</sup>	3 995	3 438	3 682	3 216	3 128	3 128
Risk-weighted equivalent <sup>(3)</sup>						

(1) Net replacement cost is gross positive replacement cost with consideration of master netting agreements without consideration of collateral.

(2) Includes the impact of master netting agreements but excludes collateral.

(3) Risk weighted amounts reported are net of impact of collaterals and master netting agreements.

(4) Securitised exposure recognized for capital ratio but not for consolidated balance sheet purposes due to IFRS standards.

## Aggregate Amount of Securitization Exposures

	2015			2014											
	Q1			Q4			Q3			Q2			Q1		
	Banking Book		Trading book	Banking Book		Trading book	Banking Book		Trading book	Banking Book		Trading book	Banking Book		Trading book
(unaudited) (millions of Canadian dollars)	On balance sheet	Off balance sheet	On balance sheet	On balance sheet	Off balance sheet	On balance sheet	On balance sheet	Off balance sheet	On balance sheet	On balance sheet	Off balance sheet	On balance sheet	On balance sheet	Off balance sheet	On balance sheet
<b>Bank's own assets</b>															
Traditional exposures															
Insured Mortgage loans															
Retained <sup>(1)</sup>	1 976	-	-	2 173	-	-	2 164	-	-	2 236	-	-	1 772	-	-
Credit Cards															
Retained <sup>(1)</sup>															
Seller's interest	192	359	-	203	376	-	203	376	-	190	353	-	165	312	-
Purchased <sup>(2)</sup>	85	-	-	85	-	-	85	-	-	85	-	-	85	-	-
<b>Total - Bank's own assets</b>	<b>2 253</b>	<b>359</b>	<b>-</b>	<b>2 461</b>	<b>376</b>	<b>-</b>	<b>2 452</b>	<b>376</b>	<b>-</b>	<b>2 511</b>	<b>353</b>	<b>-</b>	<b>2 022</b>	<b>312</b>	<b>-</b>
<b>Third party assets</b>															
Sponsored															
Traditional exposures <sup>(3)</sup>															
Residential Mortgages - Insured	-	1 405	21	-	1 488	21	-	1 428	2	-	1 494	16	-	1 621	16
Residential Mortgages - conventional	-	244	4	-	244	3	-	177	-	-	46	-	-	18	-
Fleet Lease Receivables	-	99	1	-	99	1	-	100	-	-	99	1	-	96	1
Auto Floorplans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Auto Loans	-	264	4	-	299	4	-	329	1	-	373	4	-	424	4
Purchased															
Traditional exposures															
Insured Mortgage loans - MBS	3 971	-	834	3 599	-	1 212	3 550	-	1 132	3 251	-	1 085	3 074	-	738
Credit Cards - ABS	-	-	78	-	-	63	-	-	83	-	-	51	-	-	88
Home Equity - ABS	-	-	-	-	-	2	-	-	2	-	-	2	-	-	2
Commercial mortgage back securities (CMBS)	61	-	3	14	-	5	14	-	4	-	-	16	-	-	13
Collateralized debt obligation (CDO)	-	-	-	-	-	1	-	-	3	-	-	3	-	-	3
Collateralized mortgage obligation (CMO)	-	-	-	-	-	5	-	-	4	-	-	1	-	-	4
Synthetic exposures															
CDX tranches	-	-	1	-	-	1	-	-	1	-	-	-	-	-	-
Resecuritized exposures															
Master Asset Vehicules <sup>(4)</sup>	1 056	825	-	1 088	831	-	1 120	835	-	1 138	844	-	1 264	873	-
Commercial paper not included in the Pan-Canadian restructuring plan	101	-	-	101	-	-	103	-	-	103	-	-	98	-	-
Collateralized mortgage obligation (CMO)	-	-	-	-	-	2	-	-	2	-	-	3	-	-	3
<b>Total - Third party assets</b>	<b>5 189</b>	<b>2 837</b>	<b>946</b>	<b>4 802</b>	<b>2 961</b>	<b>1 320</b>	<b>4 787</b>	<b>2 869</b>	<b>1 234</b>	<b>4 492</b>	<b>2 856</b>	<b>1 182</b>	<b>4 436</b>	<b>3 032</b>	<b>872</b>
<b>Total - Bank</b>	<b>7 442</b>	<b>3 196</b>	<b>946</b>	<b>7 263</b>	<b>3 337</b>	<b>1 320</b>	<b>7 239</b>	<b>3 245</b>	<b>1 234</b>	<b>7 003</b>	<b>3 209</b>	<b>1 182</b>	<b>6 458</b>	<b>3 344</b>	<b>872</b>

(1) The Retained exposures for insured mortgage loans and credit card receivables are treated under the AIRB Framework as if they remained on the Bank's balance sheet.

(2) The credit card receivable purchased held from Bank's own assets securitization represent the Bank's interest in investment grade subordinated notes issued.

(3) Sponsored Traditional exposures comprise Bank's committed amount to the Fusion Trust liquidity facility line and the Bank's purchased note of Fusion Trust.

(4) Resecuritized exposures comprise the carrying value of the restructured notes held by the Bank and the Bank's committed amount to the margin funding facility related to the MAV.

## Capital Requirements for Securitization Exposures Under Securitization Framework

(unaudited) (millions of Canadian dollars)	2015												2014					
	Q1						Q4						Q3					
	Banking Book			Trading book			Banking Book			Trading book			Banking Book			Trading book		
	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets
	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets
<b>Bank's own assets <sup>(1)</sup></b>																		
Credit Cards																		
Seller's interest exposure <sup>(2)</sup>	192	130	359	49	-	-	203	135	376	51	-	-	203	138	376	54	-	-
	85	38	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total - Bank's own assets</b>	<b>277</b>	<b>168</b>	<b>359</b>	<b>49</b>	<b>-</b>	<b>-</b>	<b>203</b>	<b>135</b>	<b>376</b>	<b>51</b>	<b>-</b>	<b>-</b>	<b>203</b>	<b>138</b>	<b>376</b>	<b>54</b>	<b>-</b>	<b>-</b>
<b>Third party assets</b>																		
<b>Securitized</b>																		
7% - 30%	61	5	2 012	144	78	60	14	2	2 130	151	63	44	14	2	2 034	144	85	59
35% - 100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1	-
150% - 850%	-	-	-	-	-	-	-	-	-	-	-	1	-	-	-	-	1	3
1250 %	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Home Equity - ABS	-	-	-	-	-	-	-	-	-	-	2	19	-	-	-	-	2	24
Collateralized mortgage obligation (CMO)	-	-	-	-	-	-	-	-	-	-	5	57	-	-	-	-	4	47
Others	-	-	-	-	3	41	-	-	-	-	4	51	-	-	-	-	4	47
<b>Resecuritized</b>																		
7% - 30%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35% - 100%	924	505	825	330	-	-	966	526	831	324	-	-	998	538	835	325	-	-
150% - 850%	170	486	-	-	-	-	168	479	-	-	-	-	168	477	-	-	-	-
1250 %	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Master Asset Vehicles	63	784	-	-	-	-	55	691	-	-	-	-	57	715	-	-	-	-
Commercial paper not included in the Pan-Canadian restructuring plan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized mortgage obligation (CMO)	-	-	-	-	-	-	-	-	-	-	2	29	-	-	-	-	2	26
<b>Total - Third party assets</b>	<b>1 218</b>	<b>1 780</b>	<b>2 837</b>	<b>474</b>	<b>81</b>	<b>101</b>	<b>1 203</b>	<b>1 698</b>	<b>2 961</b>	<b>475</b>	<b>76</b>	<b>201</b>	<b>1 237</b>	<b>1 732</b>	<b>2 869</b>	<b>469</b>	<b>99</b>	<b>206</b>
<b>Total</b>	<b>1 495</b>	<b>1 948</b>	<b>3 196</b>	<b>523</b>	<b>81</b>	<b>101</b>	<b>1 406</b>	<b>1 833</b>	<b>3 337</b>	<b>526</b>	<b>76</b>	<b>201</b>	<b>1 440</b>	<b>1 870</b>	<b>3 245</b>	<b>523</b>	<b>99</b>	<b>206</b>

(unaudited) (millions of Canadian dollars)	2014												2013					
	Q2						Q1						Q4					
	Banking Book			Trading book			Banking Book			Trading book			Banking Book			Trading book		
	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets	On balance sheet		Off balance sheet	On balance sheet		Risk-Weighted Assets
	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets	RBA/Inferred Ratings Exposure Amount	Risk-Weighted Assets
<b>Bank's own assets <sup>(1)</sup></b>																		
Credit Cards																		
Seller's interest exposure <sup>(2)</sup>	190	131	353	50	-	-	165	119	312	44	-	-	188	132	343	48	-	-
<b>Total - Bank's own assets</b>	<b>190</b>	<b>131</b>	<b>353</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>165</b>	<b>119</b>	<b>312</b>	<b>44</b>	<b>-</b>	<b>-</b>	<b>188</b>	<b>132</b>	<b>343</b>	<b>48</b>	<b>-</b>	<b>-</b>
<b>Third party assets</b>																		
<b>Securitized</b>																		
7% - 30%	-	-	2 012	145	53	36	-	-	2 160	153	92	74	-	-	2 098	148	54	5
35% - 100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1	1
150% - 850%	-	-	-	-	1	5	-	-	-	-	3	11	-	-	-	-	3	11
1250 %	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Home Equity - ABS	-	-	-	-	2	20	-	-	-	-	2	20	-	-	-	-	2	20
Collateralized mortgage obligation (CMO)	-	-	-	-	4	51	-	-	-	-	3	42	-	-	-	-	3	40
Others	-	-	-	-	10	127	-	-	-	-	9	107	-	-	-	-	8	104
<b>Resecuritized</b>																		
7% - 30%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35% - 100%	1 033	564	844	338	-	-	1 146	637	873	349	-	-	1 101	608	886	355	-	-
150% - 850%	166	495	-	-	-	-	163	490	-	-	-	-	171	490	520	-	2	20
1250 %	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Master Asset Vehicles	42	526	-	-	-	-	53	667	-	-	-	-	51	638	-	-	-	-
Commercial paper not included in the Pan-Canadian restructuring plan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized mortgage obligation (CMO)	-	-	-	-	3	39	-	-	-	-	3	42	-	-	-	-	4	45
<b>Total - Third party assets</b>	<b>1 241</b>	<b>1 585</b>	<b>2 856</b>	<b>483</b>	<b>73</b>	<b>278</b>	<b>1 362</b>	<b>1 794</b>	<b>3 033</b>	<b>502</b>	<b>112</b>	<b>296</b>	<b>1 323</b>	<b>1 766</b>	<b>2 984</b>	<b>503</b>	<b>77</b>	<b>246</b>
<b>Total</b>	<b>1 431</b>	<b>1 716</b>	<b>3 209</b>	<b>533</b>	<b>73</b>	<b>278</b>	<b>1 527</b>	<b>1 913</b>	<b>3 345</b>	<b>546</b>	<b>112</b>	<b>296</b>	<b>1 511</b>	<b>1 898</b>	<b>3 327</b>	<b>551</b>	<b>77</b>	<b>246</b>

(1) Since inception, no capital has been assessed for the Bank's early amortization provisions associated with the securitized credit cards portfolio because the excess spread of the underlying portfolio has remained above the threshold for which capital charge would be incurred.

(2) Seller's interest exposure are treated under AIRB Approach.



## Asset Securitization - Managed Loans

	2015					2014														
						Q1					Q4					Q3				
	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized					
<b>Banking Book</b>																				
Insured mortgage loans	13 405	-	-	1 220	-	13 102	-	-	1 512	-	12 628	-	-	1 540	-					
Credit card receivables	1 365	9	10	-	-	1 365	5	13	-	-	1 365	5	12	-	-					
<b>Total</b>	<b>14 770</b>	<b>9</b>	<b>10</b>	<b>1 220</b>	<b>-</b>	<b>14 467</b>	<b>5</b>	<b>13</b>	<b>1 512</b>	<b>-</b>	<b>13 993</b>	<b>5</b>	<b>12</b>	<b>1 540</b>	<b>-</b>					
<b>Trading Book</b>																				
Insured mortgage loans	2 680	-	-	330	282	2 398	-	-	266	242	2 214	-	-	339	202					

	2014										2013				
	Q2					Q1					Q4				
	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized	Total gross loans <sup>(1)</sup>	Gross impaired loans and other past due loans <sup>(2)</sup>	Net write-offs	Securitization activities for the quarter ended	Exposure amount intended to be securitized
<b>Banking Book</b>															
Insured mortgage loans	12 455	-	-	1 162	-	12 088	-	-	1 035	-	12 012	-	-	1 106	-
Credit card receivables	1 365	6	15	-	-	1 365	6	13	-	-	1 365	5	13	-	-
<b>Total</b>	<b>13 820</b>	<b>6</b>	<b>15</b>	<b>1 162</b>	<b>-</b>	<b>13 453</b>	<b>6</b>	<b>13</b>	<b>1 035</b>	<b>-</b>	<b>13 377</b>	<b>5</b>	<b>13</b>	<b>1 106</b>	<b>-</b>
<b>Trading Book</b>															
Insured mortgage loans	1 921	-	-	231	200	1 842	-	-	282	195	1 435	-	-	148	141

(1) Notional amount.

(2) Comprises impaired loans and fully secured loans that are 90 days or more past due and for which, in the opinion of management, there is reasonable assurance that principal and interest will ultimately be collected.

Credit card receivables are not classified as impaired loans but, instead, are written off when payments are 180 days in arrears.



## GLOSSARY

<b>Advanced Internal Ratings-Based (AIRB) approach</b>	See risk-weighted assets below.
<b>Banking Book Equities</b>	Banking book equities comprise mainly exposures held for strategic and other reasons.
<b>Capital Ratio</b>	The Bank's capital divided by risk-weighted assets. The Bank's capital can be either CET1 Capital, Tier 1 capital or Total capital, producing three different capital ratios.
<b>Common Equity Tier 1 (CET1) capital</b>	Common Equity Tier 1 capital consists of common shareholders' equity less goodwill, intangible assets and other capital deductions. Common Equity Tier 1 capital ratio is calculated by dividing Common Equity Tier 1 capital by risk-weighted assets.
<b>Corporate</b>	All direct credit risk exposures to corporations, partnerships and proprietorships, exposures guaranteed by those entities.
<b>Credit Risk</b>	Credit risk is the risk of a financial loss if an obligor does not fully honour its contractual commitments to the Bank. Obligors may be borrowers, issuers, counterparties or guarantors. Credit risk is the most significant risk facing the Bank in the normal course of business. The Bank is exposed to credit risk not only through its direct lending activities and transactions but also through commitments to extend credit, letters of guarantee, letters of credit, over-the-counter derivatives trading, available-for-sale debt securities, securities purchased under reverse repurchase agreements, deposits with financial institutions, brokerage activities and transactions carrying a settlement risk for the Bank such as irrevocable fund transfers to third parties via electronic payment systems.
<b>Drawn exposure</b>	The amount of credit risk exposure resulting from loans already advanced to the customer.
<b>Exposure at default (EAD)</b>	An estimate of the amount of exposure to a customer at the event of, and at the time of, default.
<b>Financial institutions</b>	All direct credit risk exposures to deposit-taking institutions and regulated securities firms, and exposures guaranteed by those entities.
<b>Leverage ratio</b>	The leverage ratio is calculated by dividing the amount of Tier 1 capital by the total exposure. Total exposure is defined as the sum of on-balance-sheet assets (including derivative exposures and securities financing transaction exposures) and off-balance-sheet items. Assets deducted from Tier 1 capital are also deducted from the total exposure.
<b>Loss given default (LGD)</b>	An estimate of the amount of exposure to a customer that will not be recovered following a default by that customer, expressed as a percentage of the exposure at default.
<b>Market risk</b>	Market risk is the risk of financial loss resulting from adverse movements in underlying market factors. Market risk at the Bank arises from its participation in market-making, trading, investment and asset/liability management activities.
<b>Operational risk</b>	Operational risk is the risk of loss resulting from an inadequacy or a failure ascribable to people, processes, technology or external events. Operational risks are present in every activity of the Bank. Theft, fraud, unauthorized transactions, system errors, human error, amendments to or misinterpretation of acts and regulations, litigation or disputes with clients or property damage are just a few examples of events likely to cause financial loss, harm the Bank's reputation or result in regulatory penalties or sanctions.
<b>Other off-balance sheet</b>	Letters of guarantee, documentary letters of credit and securitized assets that represent the Bank's commitment to make payments in the event that a client cannot meet its financial obligations to third parties.
<b>Other retail</b>	This exposure class includes consumer loans, SME credit card receivables, SME loans (excluding mortgages of five units or more), and other personal loans.
<b>Over-the-counter derivatives (OTC)</b>	The amount of credit risk exposure resulting from derivatives that trade directly between two counterparties, rather than through exchanges.
<b>Probability of default (PD)</b>	An estimate of the likelihood of default for any particular customer which occurs when that customer is not able to repay its obligations as they become contractually due.
<b>Qualifying revolving retail (QRR)</b>	This exposure class includes lines of credit and credit card receivables.
<b>Repo-style transactions</b>	Financial obligations related to securities sold (repos) or repurchased (reverse repos) pursuant to an agreement under which the securities will be repurchased (repos) or resold (reverse repos) on a specified date and at a specified price. Such an agreement is a form of short-term funding (repos) or collateralized lending (reverse repos). Repo-style transactions also include loaned and borrowed securities that are off-balance sheet.
<b>Retail Residential Mortgage</b>	This exposure class includes loans to individuals against residential property (four units or less) and lines of credit secured by equity in residential property (HELOC).
<b>Risk-weighted assets (RWA)</b>	Assets are risk weighted according to the guidelines established by the Office of the Superintendent of Financial Institutions. In the standardized calculation approach, factors are applied to the face value of certain assets in order to reflect comparable risk levels. In the advanced approach, risk-weighted assets are derived from the Bank's internal models which represents the Bank's own assessment of the risks it incurs. Off-balance sheet instruments are converted to balance sheet (or credit) equivalents by adjusting the notional values before applying the appropriate risk-weighting factors.
<b>Scaling Factor</b>	An add-on of 6% is applied as a calibration adjustment to the risk weighted assets amount for credit risk assessed under the AIRB approach.
<b>Sovereign</b>	All direct credit risk exposures to governments, central banks and certain public sector entities, and exposures guaranteed by those entities.
<b>Standardized approach</b>	See risk-weighted assets.
<b>Tier 1 capital</b>	Tier 1 capital ratio consists of Common Equity Tier 1 capital and Additional Tier 1 instruments, namely, eligible non-cumulative preferred shares and the eligible amount of innovative instruments. Tier 1 capital ratio is calculated by dividing Tier 1 capital by risk-weighted assets.
<b>Tier 2 capital</b>	Tier 2 capital is mainly comprised of subordinated debentures and the collective allowance.
<b>Total capital</b>	Total capital is the sum of Tier 1 and Tier 2 capital. Total capital ratio is calculated by dividing total capital, less adjustments or regulatory deductions, by risk-weighted assets.
<b>Undrawn commitments</b>	The amount of credit risk exposure resulting from loans that have not been advanced to a customer, but which a customer may be entitled to draw in the future.