



SUPPLEMENTARY FINANCIAL INFORMATION

SECOND QUARTER 2017

(unaudited)

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Notes to users

- 1) The quantitative information in this document has been prepared in accordance with International Financial Reporting Standards (IFRS) and should be read in conjunction with the Report to Shareholders for all quarters of 2017. This supplementary financial information (SFI) is unaudited and should be read in conjunction with the 2016 Annual Report (including audited consolidated financial statements and accompanying management's discussion and analysis). Additional financial information is also available through our quarterly investor presentations as well as the quarterly conference call webcast. All amounts are in millions of Canadian dollars, unless otherwise stated.
- 2) Information related to regulatory capital as well as Pillar III and risk disclosures required by the Enhanced Disclosure Task Force is provided in the document entitled *Supplementary Regulatory Capital Disclosure*, which is available on the Bank's website at nbc.ca.
- 3) The Bank uses certain financial measures that do not comply with IFRS, as issued by the International Accounting Standards Board (IASB) when assessing its results and measuring Bank-wide performance. Securities regulators require companies to caution readers that net income and any other measurements adjusted using non-IFRS criteria have not standard meaning under IFRS and cannot be easily compared with similar measurements used by other companies.
- 4) The Bank uses the taxable equivalent basis to calculate net interest income, non-interest income and income taxes. This calculation method consists of grossing up certain tax-exempt income (particularly dividends) by the income tax that would have been otherwise payable.
- 5) The presentation of segment disclosures is consistent with the presentation adopted by the Bank for the fiscal year beginning November 1, 2016. This presentation reflects the fact that the activities of subsidiary Credigy Ltd., which had previously been presented in the Financial Markets segment, and that the activities of subsidiary Advanced Bank of Asia Limited (ABA Bank) and of other international investments, which had previously been presented in the Other heading, are now presented in the U.S. Specialty Finance and International (USSF&I) segment. The Bank made this change to better align the monitoring of its activities with its management structure.



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Highlights

| (unaudited) (millions of Canadian dollars, except per share amounts) | | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|---|--|-------|-------|-------|-------|------|------|-------|-------|-------|-------|-------|------|-----------|-------|
| | | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Net income | | 484 | 497 | 307 | 478 | 210 | 261 | 347 | 453 | 404 | 415 | 981 | 471 | 1,256 | 1,619 |
| Earnings per share | | | | | | | | | | | | | | | |
| - basic | | 1.30 | 1.35 | 0.79 | 1.32 | 0.52 | 0.68 | 0.96 | 1.29 | 1.14 | 1.17 | 2.65 | 1.20 | 3.31 | 4.56 |
| - diluted | | 1.28 | 1.34 | 0.78 | 1.31 | 0.52 | 0.67 | 0.95 | 1.28 | 1.13 | 1.16 | 2.62 | 1.19 | 3.29 | 4.51 |
| Return on common shareholders' equity | | 17.9% | 18.4% | 11.0% | 18.7% | 7.7% | 9.5% | 13.6% | 18.8% | 17.6% | 17.8% | 18.1% | 8.6% | 11.7% | 16.9% |

Excluding specified items

| | | | | | | | | | | | | | | | |
|---|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Net income | | 492 | 502 | 463 | 486 | 237 | 427 | 417 | 444 | 411 | 410 | 994 | 664 | 1,613 | 1,682 |
| Earnings per share | | | | | | | | | | | | | | | |
| - basic | | 1.32 | 1.37 | 1.25 | 1.35 | 0.61 | 1.18 | 1.17 | 1.27 | 1.16 | 1.15 | 2.69 | 1.78 | 4.38 | 4.75 |
| - diluted | | 1.30 | 1.35 | 1.24 | 1.33 | 0.60 | 1.17 | 1.16 | 1.25 | 1.15 | 1.14 | 2.65 | 1.77 | 4.35 | 4.70 |
| Return on common shareholders' equity | | 18.2% | 18.6% | 17.4% | 19.0% | 8.9% | 16.6% | 16.6% | 18.4% | 17.9% | 17.5% | 18.4% | 12.8% | 15.5% | 17.6% |
| Efficiency ratio (taxable equivalent basis) | | 56.6% | 56.5% | 58.5% | 57.9% | 57.8% | 58.6% | 59.0% | 58.0% | 58.7% | 58.7% | 56.6% | 58.2% | 58.2% | 58.6% |
| Effective tax rate (taxable equivalent basis) | | 25.7% | 26.4% | 25.2% | 23.2% | 25.7% | 25.2% | 23.2% | 25.6% | 26.7% | 25.2% | 26.0% | 25.4% | 24.7% | 25.2% |

| | | | | | | | | | | | | | | |
|--|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Total assets | 239,020 | 234,119 | 232,206 | 229,896 | 220,734 | 219,301 | 216,090 | 215,560 | 207,123 | 214,474 | 239,020 | 220,734 | 232,206 | 216,090 |
| Average loans and BA's | 127,162 | 126,191 | 125,005 | 122,267 | 119,422 | 117,325 | 113,427 | 110,062 | 106,581 | 104,820 | 126,668 | 118,362 | 121,013 | 108,740 |
| Average assets | 251,033 | 246,060 | 243,284 | 237,447 | 230,593 | 232,213 | 228,613 | 221,644 | 222,931 | 218,530 | 248,505 | 231,412 | 235,913 | 222,929 |
| Average common shareholders' equity | 10,155 | 9,886 | 9,631 | 9,484 | 9,379 | 9,533 | 9,224 | 9,001 | 8,783 | 8,587 | 10,015 | 9,468 | 9,524 | 8,898 |
| Number of common shares outstanding (thousands) | 341,524 | 340,810 | 338,053 | 336,826 | 337,418 | 337,535 | 337,236 | 330,001 | 330,141 | 329,860 | 341,524 | 337,418 | 338,053 | 337,236 |
| Weighted average number of common shares outstanding (thousands) | 341,107 | 339,476 | 337,882 | 337,553 | 337,329 | 337,074 | 331,459 | 329,527 | 329,275 | 328,880 | 340,278 | 337,200 | 337,460 | 329,790 |
| Weighted average diluted number of common shares outstanding (thousands) | 345,416 | 343,270 | 341,018 | 340,196 | 339,530 | 339,265 | 334,138 | 333,127 | 332,849 | 332,925 | 344,292 | 339,377 | 339,895 | 333,139 |
| Gross impaired loans | 422 | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 | 422 | 521 | 492 | 457 |
| Gross impaired loans/common equity-goodwill+allowances | 5.03% | 5.34% | 6.25% | 5.80% | 6.67% | 5.73% | 5.88% | 6.11% | 6.21% | 5.60% | 5.03% | 6.67% | 6.25% | 5.88% |
| Impaired loans, net of individual and collective allowances | (340) | (344) | (289) | (328) | (316) | (132) | (112) | (112) | (117) | (172) | (340) | (316) | (289) | (112) |
| as a % of net loans and bankers' acceptances | -0.3% | -0.3% | -0.2% | -0.3% | -0.3% | -0.1% | -0.1% | -0.1% | -0.1% | -0.2% | -0.3% | -0.3% | -0.2% | -0.1% |
| Dividends declared per common share | 0.56 | 0.56 | 0.55 | 0.55 | 0.54 | 0.54 | 0.52 | 0.52 | 0.50 | 0.50 | 1.12 | 1.08 | 2.18 | 2.04 |
| Dividend payout (trailing 4 quarters) excl. specified items | 42.0% | 48.0% | 49.7% | 49.9% | 50.1% | 43.5% | 42.9% | 41.9% | 42.5% | 41.8% | 42.0% | 50.1% | 49.7% | 42.9% |
| Book value per common share | 29.97 | 29.51 | 28.52 | 28.39 | 27.75 | 27.77 | 28.26 | 27.60 | 27.01 | 26.33 | 29.97 | 27.75 | 28.52 | 28.26 |
| Share price - High | 58.75 | 56.60 | 47.88 | 46.65 | 45.56 | 44.11 | 46.33 | 50.01 | 49.15 | 55.06 | 58.75 | 45.56 | 47.88 | 55.06 |
| Share price - Low | 52.94 | 46.83 | 44.14 | 40.98 | 35.95 | 35.83 | 40.75 | 43.78 | 45.02 | 44.21 | 46.83 | 35.83 | 35.83 | 40.75 |
| Share price - Close | 53.05 | 56.17 | 47.88 | 44.71 | 44.84 | 39.97 | 43.31 | 45.74 | 48.75 | 44.21 | 53.05 | 44.84 | 47.88 | 43.31 |
| Number of registered shareholders | 21,683 | 21,776 | 21,966 | 22,019 | 22,110 | 22,120 | 22,152 | 22,221 | 22,318 | 22,370 | 21,683 | 22,110 | 21,966 | 22,152 |
| Capital ratios under Basel III ⁽¹⁾ | | | | | | | | | | | | | | |
| Common Equity Tier 1 (CET1) | 10.8% | 10.6% | 10.1% | 9.9% | 9.8% | 9.7% | 9.9% | 9.5% | 9.5% | 9.3% | 10.8% | 9.8% | 10.1% | 9.9% |
| Tier 1 ⁽²⁾ | 14.2% | 14.1% | 13.5% | 13.3% | 12.9% | 12.8% | 12.5% | 12.3% | 12.4% | 12.3% | 14.2% | 12.9% | 13.5% | 12.5% |
| Total ⁽²⁾⁽³⁾ | 14.5% | 15.9% | 15.3% | 15.1% | 14.8% | 14.2% | 14.0% | 14.5% | 14.6% | 14.6% | 14.5% | 14.8% | 15.3% | 14.0% |
| Leverage ratio under Basel III ⁽¹⁾⁽⁴⁾ | 3.8% | 3.8% | 3.7% | 3.7% | 3.7% | 3.8% | 3.7% | 3.6% | 3.7% | 3.6% | 3.8% | 3.7% | 3.7% | 3.7% |
| Liquidity coverage ratio (LCR) ⁽⁴⁾ | 139% | 139% | 134% | 137% | 135% | 135% | 131% | 128% | 122% | | 139% | 135% | 134% | 131% |

(1) The ratios are calculated using the "all-in" methodology.

(2) The ratios as at October 31, 2015 include the redemption of the Series 20 preferred shares on November 15, 2015.

(3) The ratio as at October 31, 2015 includes the November 2, 2015 redemption of \$500 million in notes.

(4) The ratios came into effect on January 1, 2015.



Shareholders' Information

| (unaudited) | 2017 | | 2016 | | | | 2015 | | | |
|--|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Credit Rating - Long-term senior debt | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| Moody's ⁽¹⁾ | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 |
| Standard & Poor's | A | A | A | A | A | A | A | A | A | A |
| DBRS | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) | AA (low) |
| Fitch | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ |

(1) On May 10, 2017, Moody's credit rating agency lowered the credit ratings for long-term debt of all Canadian D-SIBs by one notch. The Bank's credit rating for long-term senior debt therefore went to A1 from Aa3.

| Valuation | | | | | | | | | | |
|---|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Market Capitalization (in millions of Canadian dollars) | 18,118 | 19,143 | 16,186 | 15,059 | 15,130 | 13,491 | 14,606 | 15,094 | 16,094 | 14,583 |
| P/E Ratio (trailing 4 Quarters) | 11.26 | 14.22 | 14.60 | 12.96 | 13.11 | 9.92 | 9.58 | 10.23 | 11.21 | 10.00 |
| Market price/Book value | 1.77 | 1.90 | 1.68 | 1.57 | 1.62 | 1.44 | 1.53 | 1.66 | 1.80 | 1.68 |
| Dividend yield (annualized) | 4.22% | 3.99% | 4.59% | 4.92% | 4.82% | 5.40% | 4.80% | 4.55% | 4.10% | 4.52% |

| Other Information | | | | | | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Number of employees | | | | | | | | | | |
| Canada | 19,023 | 19,265 | 19,790 | 19,860 | 19,597 | 19,582 | 19,651 | 19,955 | 20,046 | 20,031 |
| Outside of Canada | 2,267 | 2,030 | 1,980 | 1,871 | 508 | 532 | 538 | 547 | 613 | 660 |
| Total | 21,290 | 21,295 | 21,770 | 21,731 | 20,105 | 20,114 | 20,189 | 20,502 | 20,659 | 20,691 |
| Number of employees (full-time equivalent) | | | | | | | | | | |
| Canada | 17,979 | 18,140 | 18,620 | 18,731 | 18,471 | 18,425 | 18,488 | 18,811 | 18,837 | 18,948 |
| Outside of Canada | 2,267 | 2,030 | 1,980 | 1,871 | 508 | 532 | 538 | 547 | 613 | 660 |
| Total | 20,246 | 20,170 | 20,600 | 20,602 | 18,979 | 18,957 | 19,026 | 19,358 | 19,450 | 19,608 |
| Number of branches in Canada | 445 | 448 | 450 | 453 | 453 | 453 | 452 | 452 | 452 | 452 |
| Number of ATM'S in Canada | 944 | 941 | 938 | 937 | 935 | 932 | 930 | 931 | 933 | 931 |

| | Ticker Symbol |
|------------------------|----------------------|
| Common Shares | NA |
| First Preferred Shares | |
| Series 28 | NA.PR.Q |
| Series 30 | NA.PR.S |
| Series 32 | NA.PR.W |
| Series 34 | NA.PR.X |
| Series 36 | NA.PR.A |

The Common Shares of the Bank as well as the First Preferred Series 28, Series 30, Serie 32, Series 34 and Series 36 are listed on the TSX.

Detailed Information on Income

| (unaudited) (millions of Canadian dollars) (taxable equivalent basis) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Net interest income | 808 | 866 | 831 | 831 | 790 | 771 | 767 | 747 | 780 | 734 | 1,674 | 1,561 | 3,223 | 3,028 |
| Non-interest income | 842 | 839 | 793 | 774 | 712 | 573 | 702 | 824 | 764 | 739 | 1,681 | 1,285 | 2,852 | 3,029 |
| Total revenues | 1,650 | 1,705 | 1,624 | 1,605 | 1,502 | 1,344 | 1,469 | 1,571 | 1,544 | 1,473 | 3,355 | 2,846 | 6,075 | 6,057 |
| Non-interest expenses | 941 | 969 | 1,159 | 937 | 876 | 903 | 960 | 906 | 936 | 863 | 1,910 | 1,779 | 3,875 | 3,665 |
| Provisions for credit losses | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |
| Income before income taxes | 653 | 676 | 406 | 623 | 309 | 378 | 448 | 609 | 551 | 556 | 1,329 | 687 | 1,716 | 2,164 |
| Income taxes | 169 | 179 | 99 | 145 | 99 | 117 | 101 | 156 | 147 | 141 | 348 | 216 | 460 | 545 |
| Net income | 484 | 497 | 307 | 478 | 210 | 261 | 347 | 453 | 404 | 415 | 981 | 471 | 1,256 | 1,619 |
| Non-controlling interests | 22 | 19 | 18 | 18 | 17 | 22 | 19 | 17 | 16 | 18 | 41 | 39 | 75 | 70 |
| Net income attributable to the Bank's shareholders | 462 | 478 | 289 | 460 | 193 | 239 | 328 | 436 | 388 | 397 | 940 | 432 | 1,181 | 1,549 |
| Effective tax rate | 25.9% | 26.5% | 24.4% | 23.3% | 32.0% | 31.0% | 22.5% | 25.6% | 26.7% | 25.4% | 26.2% | 31.4% | 26.8% | 25.2% |
| Dividends on preferred shares | 20 | 19 | 23 | 14 | 16 | 8 | 11 | 11 | 11 | 12 | 39 | 24 | 61 | 45 |
| Dividends on common shares | 191 | 191 | 186 | 186 | 182 | 182 | 171 | 172 | 164 | 165 | 382 | 364 | 736 | 672 |
| Number of common shares (avg.) (thousands) | 341,107 | 339,476 | 337,882 | 337,553 | 337,329 | 337,074 | 331,459 | 329,527 | 329,275 | 328,880 | 340,278 | 337,200 | 337,460 | 329,790 |

(unaudited) (millions of Canadian dollars)
(taxable equivalent basis)

| Excluding specified items | | | | | | | | | | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Net interest income | 808 | 866 | 833 | 833 | 793 | 773 | 773 | 752 | 784 | 739 | 1,674 | 1,566 | 3,232 | 3,048 |
| Non-interest income | 846 | 841 | 799 | 777 | 714 | 757 | 700 | 801 | 713 | 720 | 1,687 | 1,471 | 3,047 | 2,934 |
| Total revenues | 1,654 | 1,707 | 1,632 | 1,610 | 1,507 | 1,530 | 1,473 | 1,553 | 1,497 | 1,459 | 3,361 | 3,037 | 6,279 | 5,982 |
| Non-interest expenses | 936 | 965 | 954 | 932 | 871 | 896 | 869 | 900 | 879 | 857 | 1,901 | 1,767 | 3,653 | 3,505 |
| Provisions for credit losses | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |
| Income before income taxes | 662 | 682 | 619 | 633 | 319 | 571 | 543 | 597 | 561 | 548 | 1,344 | 890 | 2,142 | 2,249 |
| Income taxes | 170 | 180 | 156 | 147 | 82 | 144 | 126 | 153 | 150 | 138 | 350 | 226 | 529 | 567 |
| Net income | 492 | 502 | 463 | 486 | 237 | 427 | 417 | 444 | 411 | 410 | 994 | 664 | 1,613 | 1,682 |
| Non-controlling interests | 22 | 19 | 18 | 18 | 17 | 22 | 19 | 17 | 16 | 18 | 41 | 39 | 75 | 70 |
| Net income attributable to the Bank's shareholders | 470 | 483 | 445 | 468 | 220 | 405 | 398 | 427 | 395 | 392 | 953 | 625 | 1,538 | 1,612 |
| Effective tax rate | 25.7% | 26.4% | 25.2% | 23.2% | 25.7% | 25.2% | 23.2% | 25.6% | 26.7% | 25.2% | 26.0% | 25.4% | 24.7% | 25.2% |
| Dividends on preferred shares | 20 | 19 | 23 | 14 | 16 | 8 | 11 | 11 | 11 | 12 | 39 | 24 | 61 | 45 |
| Dividends on common shares | 191 | 191 | 186 | 186 | 182 | 182 | 171 | 172 | 164 | 165 | 382 | 364 | 736 | 672 |
| Number of common shares (avg.) (thousands) | 341,107 | 339,476 | 337,882 | 337,553 | 337,329 | 337,074 | 331,459 | 329,527 | 329,275 | 328,880 | 340,278 | 337,200 | 337,460 | 329,790 |

(taxable equivalent basis)

| | | | | | | | | | | | | | | |
|---------------------|----|----|----|----|----|----|----|----|-----|----|-----|-----|-----|-----|
| Net interest income | 46 | 68 | 53 | 48 | 75 | 55 | 64 | 61 | 123 | 63 | 114 | 130 | 231 | 311 |
| Non-interest income | 7 | 4 | 2 | - | 2 | - | - | - | - | - | 11 | 2 | 4 | - |
| Income taxes | 53 | 72 | 55 | 48 | 77 | 55 | 64 | 61 | 123 | 63 | 125 | 132 | 235 | 311 |

Net income by segment

| Excluding specified items | | | | | | | | | | | | | | |
|---|------|------|------|------|------|------|-----|------|------|------|------|------|------|------|
| Personal and Commercial | 233 | 213 | 191 | 199 | (13) | 180 | 183 | 193 | 164 | 171 | 446 | 167 | 557 | 711 |
| Wealth Management | 105 | 106 | 92 | 87 | 84 | 84 | 75 | 82 | 84 | 81 | 211 | 168 | 347 | 322 |
| Financial Markets | 175 | 183 | 176 | 156 | 149 | 149 | 144 | 187 | 167 | 169 | 358 | 298 | 630 | 667 |
| U.S. Specialty Finance and International (USSF&I) | 40 | 38 | 21 | 64 | 22 | 40 | 22 | 16 | 8 | 8 | 78 | 62 | 147 | 54 |
| Other | (61) | (38) | (17) | (20) | (5) | (26) | (7) | (34) | (12) | (19) | (99) | (31) | (68) | (72) |



Results of Operations as a %; Selected B/S items; AUA & AUM

| (unaudited) (taxable equivalent basis) (Excluding specified items) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|---|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-----------|-------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Total revenues | 2.68 | 2.75 | 2.67 | 2.70 | 2.66 | 2.62 | 2.56 | 2.78 | 2.75 | 2.65 | 2.73 | 2.64 | 2.66 | 2.68 |
| Non-interest expenses | 1.52 | 1.56 | 1.56 | 1.56 | 1.54 | 1.54 | 1.51 | 1.61 | 1.62 | 1.56 | 1.54 | 1.54 | 1.55 | 1.57 |
| Provisions for credit losses | 0.09 | 0.10 | 0.10 | 0.08 | 0.56 | 0.11 | 0.11 | 0.10 | 0.10 | 0.10 | 0.09 | 0.33 | 0.21 | 0.10 |
| Income taxes | 0.28 | 0.29 | 0.26 | 0.25 | 0.14 | 0.25 | 0.22 | 0.27 | 0.28 | 0.25 | 0.28 | 0.20 | 0.22 | 0.25 |
| Non-controlling interests | 0.04 | 0.03 | 0.03 | 0.03 | 0.03 | 0.04 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 |
| Net income attributable to the Bank's shareholders | 0.76 | 0.78 | 0.73 | 0.78 | 0.39 | 0.69 | 0.69 | 0.76 | 0.73 | 0.71 | 0.77 | 0.54 | 0.65 | 0.72 |
| Prime rate | 2.70% | 2.70% | 2.70% | 2.70% | 2.70% | 2.70% | 2.70% | 2.83% | 2.85% | 2.99% | 2.70% | 2.70% | 2.70% | 2.84% |
| CDOR | 0.91% | 0.91% | 0.88% | 0.89% | 0.88% | 0.85% | 0.77% | 0.94% | 0.99% | 1.25% | 0.91% | 0.86% | 0.88% | 0.99% |
| Spread | 1.79% | 1.79% | 1.82% | 1.81% | 1.82% | 1.85% | 1.93% | 1.89% | 1.86% | 1.74% | 1.79% | 1.84% | 1.82% | 1.86% |

Selected average Consolidated balance sheet items (millions of Canadian dollars)

| | | | | | | | | | | | | | | |
|--|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Securities | 70,075 | 69,005 | 66,675 | 61,035 | 57,686 | 57,675 | 57,618 | 56,938 | 58,451 | 57,002 | 69,531 | 57,680 | 60,784 | 57,494 |
| Securities purchased under reverse repurchase agreements and securities borrowed | 18,754 | 18,251 | 18,360 | 18,964 | 19,086 | 19,743 | 23,551 | 24,185 | 25,832 | 28,887 | 18,498 | 19,418 | 19,038 | 25,610 |
| Loans and BA's | 127,162 | 126,191 | 125,005 | 122,267 | 119,422 | 117,325 | 113,427 | 110,062 | 106,581 | 104,820 | 126,668 | 118,362 | 121,013 | 108,740 |
| Average earning assets | 226,350 | 219,238 | 216,781 | 208,086 | 202,625 | 200,122 | 198,461 | 193,715 | 193,070 | 192,389 | 222,735 | 201,360 | 206,927 | 194,419 |
| Average assets | 251,033 | 246,060 | 243,284 | 237,447 | 230,593 | 232,213 | 228,613 | 221,644 | 222,931 | 218,530 | 248,505 | 231,412 | 235,913 | 222,929 |
| Average deposits | 153,220 | 150,336 | 147,741 | 142,243 | 139,166 | 142,178 | 135,382 | 129,872 | 127,715 | 124,846 | 151,754 | 140,689 | 142,852 | 129,468 |
| Common shares (Balance) | 2,793 | 2,763 | 2,645 | 2,592 | 2,620 | 2,623 | 2,614 | 2,313 | 2,323 | 2,313 | 2,793 | 2,620 | 2,645 | 2,614 |
| Common shareholders' equity | 10,155 | 9,886 | 9,631 | 9,484 | 9,379 | 9,533 | 9,224 | 9,001 | 8,783 | 8,587 | 10,015 | 9,468 | 9,524 | 8,898 |

Assets under administration and under management (millions of Canadian dollars)

| | | | | | | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Assets under administration | 364,077 | 352,926 | 341,047 | 332,231 | 316,262 | 302,832 | 308,396 | 314,933 | 318,019 | 312,695 |
| Assets under management | | | | | | | | | | |
| Individual | 30,831 | 28,879 | 27,589 | 26,728 | 24,687 | 23,946 | 23,614 | 29,213 | 27,802 | 26,646 |
| Mutual funds | 30,939 | 29,431 | 28,706 | 28,068 | 26,707 | 25,515 | 25,783 | 20,899 | 20,625 | 19,849 |
| | 61,770 | 58,310 | 56,295 | 54,796 | 51,394 | 49,461 | 49,397 | 50,112 | 48,427 | 46,495 |
| Assets under administration and under management | 425,847 | 411,236 | 397,342 | 387,027 | 367,656 | 352,293 | 357,793 | 365,045 | 366,446 | 359,190 |



Segment Disclosures (excluding specified items)

(unaudited) (millions of Canadian dollars)
(taxable equivalent basis)

| | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|------------|------------|------------|------------|-------------|------------|------------|------------|------------|------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Personal and Commercial | | | | | | | | | | | | | | |
| Net interest income | 496 | 510 | 502 | 497 | 471 | 485 | 481 | 476 | 447 | 456 | 1,006 | 956 | 1,955 | 1,860 |
| Non-interest income | 238 | 245 | 237 | 242 | 227 | 239 | 240 | 255 | 236 | 236 | 483 | 466 | 945 | 967 |
| Total revenues | 734 | 755 | 739 | 739 | 698 | 724 | 721 | 731 | 683 | 692 | 1,489 | 1,422 | 2,900 | 2,827 |
| Non-interest expenses | 410 | 412 | 423 | 422 | 401 | 416 | 411 | 412 | 403 | 404 | 822 | 817 | 1,662 | 1,630 |
| Provisions for credit losses | 6 | 52 | 54 | 44 | 315 | 62 | 60 | 55 | 56 | 54 | 58 | 377 | 475 | 225 |
| Income before income taxes | 318 | 291 | 262 | 273 | (18) | 246 | 250 | 264 | 224 | 234 | 609 | 228 | 763 | 972 |
| Income taxes | 85 | 78 | 71 | 74 | (5) | 66 | 67 | 71 | 60 | 63 | 163 | 61 | 206 | 261 |
| Net income | 233 | 213 | 191 | 199 | (13) | 180 | 183 | 193 | 164 | 171 | 446 | 167 | 557 | 711 |
| Non-controlling interests | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net income attributable to the Bank's shareholders | 233 | 213 | 191 | 199 | (13) | 180 | 183 | 193 | 164 | 171 | 446 | 167 | 557 | 711 |
| Net interest margin ⁽¹⁾ | 2.24% | 2.24% | 2.25% | 2.26% | 2.21% | 2.25% | 2.28% | 2.31% | 2.28% | 2.27% | 2.24% | 2.23% | 2.24% | 2.28% |
| Efficiency ratio | 55.9% | 54.6% | 57.2% | 57.1% | 57.4% | 57.5% | 57.0% | 56.4% | 59.0% | 58.4% | 55.2% | 57.5% | 57.3% | 57.7% |
| Average loans and BA's - Personal | 64,094 | 63,973 | 62,940 | 61,850 | 60,884 | 60,417 | 59,230 | 58,038 | 56,909 | 56,408 | 64,032 | 60,648 | 61,526 | 57,652 |
| Mortgages loans | 52,573 | 52,597 | 51,643 | 50,748 | 49,993 | 49,485 | 48,491 | 47,499 | 46,633 | 46,177 | 52,585 | 49,736 | 50,470 | 47,205 |
| Personal loans | 9,371 | 9,167 | 9,134 | 8,949 | 8,822 | 8,805 | 8,683 | 8,496 | 8,296 | 8,201 | 9,267 | 8,813 | 8,928 | 8,420 |
| Credit Card | 2,150 | 2,209 | 2,163 | 2,153 | 2,069 | 2,127 | 2,056 | 2,043 | 1,980 | 2,030 | 2,180 | 2,098 | 2,128 | 2,028 |
| Average loans and BA's - Commercial | 31,270 | 30,509 | 30,352 | 30,113 | 30,613 | 30,353 | 29,678 | 29,066 | 28,853 | 28,125 | 30,883 | 30,482 | 30,356 | 28,931 |
| Commercial (excluding Oil & Gas) | 30,269 | 29,423 | 29,177 | 28,621 | 28,553 | 28,036 | 27,365 | 26,456 | 26,144 | 25,790 | 29,839 | 28,292 | 28,597 | 26,441 |
| Oil & Gas | 1,001 | 1,086 | 1,175 | 1,492 | 2,060 | 2,317 | 2,313 | 2,610 | 2,709 | 2,335 | 1,044 | 2,190 | 1,759 | 2,490 |
| Average assets | 95,755 | 94,840 | 93,638 | 92,300 | 91,841 | 91,147 | 89,320 | 87,497 | 86,147 | 84,915 | 95,290 | 91,490 | 92,234 | 86,977 |
| Average interest-bearing assets | 91,068 | 90,162 | 88,841 | 87,302 | 86,680 | 85,779 | 83,751 | 81,856 | 80,531 | 79,552 | 90,608 | 86,224 | 87,153 | 81,430 |
| Average deposits - Personal | 27,182 | 27,022 | 26,696 | 26,529 | 26,125 | 25,564 | 24,980 | 24,746 | 24,437 | 24,424 | 27,101 | 25,841 | 26,229 | 24,648 |
| Average deposits - Commercial | 26,398 | 24,723 | 23,863 | 22,789 | 21,299 | 20,857 | 20,735 | 20,313 | 19,277 | 19,401 | 25,547 | 21,076 | 22,207 | 19,937 |
| Wealth Management | | | | | | | | | | | | | | |
| Net interest income | 102 | 104 | 98 | 94 | 91 | 89 | 81 | 78 | 81 | 83 | 206 | 180 | 372 | 323 |
| Non-interest income | 293 | 295 | 277 | 269 | 264 | 269 | 259 | 269 | 278 | 263 | 588 | 533 | 1,079 | 1,069 |
| Total revenues | 395 | 399 | 375 | 363 | 355 | 358 | 340 | 347 | 359 | 346 | 794 | 713 | 1,451 | 1,392 |
| Non-interest expenses | 253 | 255 | 250 | 244 | 239 | 244 | 238 | 236 | 245 | 236 | 508 | 483 | 977 | 955 |
| Provisions for credit losses | - | 1 | 1 | 1 | 2 | 1 | 1 | 1 | 1 | - | 1 | 3 | 5 | 3 |
| Income before income taxes | 142 | 143 | 124 | 118 | 114 | 113 | 101 | 110 | 113 | 110 | 285 | 227 | 469 | 434 |
| Income taxes | 37 | 37 | 32 | 31 | 30 | 29 | 26 | 28 | 29 | 29 | 74 | 59 | 122 | 112 |
| Net income | 105 | 106 | 92 | 87 | 84 | 84 | 75 | 82 | 84 | 81 | 211 | 168 | 347 | 322 |
| Non-controlling interests | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net income attributable to the Bank's shareholders | 105 | 106 | 92 | 87 | 84 | 84 | 75 | 82 | 84 | 81 | 211 | 168 | 347 | 322 |
| Efficiency ratio | 64.1% | 63.9% | 66.7% | 67.2% | 67.3% | 68.2% | 70.0% | 68.0% | 68.2% | 68.2% | 64.0% | 67.7% | 67.3% | 68.6% |
| Average loans and BA's | 9,687 | 9,557 | 9,448 | 9,413 | 9,391 | 9,266 | 9,095 | 8,818 | 8,568 | 8,600 | 9,621 | 9,328 | 9,379 | 8,772 |
| Average assets | 11,382 | 11,299 | 11,053 | 11,007 | 11,022 | 10,944 | 10,701 | 10,442 | 10,177 | 10,227 | 11,340 | 10,983 | 11,006 | 10,388 |
| Average deposits | 31,984 | 31,734 | 30,096 | 28,743 | 27,857 | 26,671 | 25,348 | 24,609 | 24,757 | 24,861 | 31,857 | 27,257 | 28,344 | 24,895 |

(1) Net interest margin is calculated by dividing net interest income by average interest-bearing assets.

Segment Disclosures (excluding specified items) (continued)

(unaudited) (millions of Canadian dollars)

| | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Financial Markets | | | | | | | | | | | | | | |
| Net interest income | 197 | 232 | 225 | 231 | 254 | 228 | 241 | 237 | 286 | 237 | 429 | 482 | 938 | 1,001 |
| Non-interest income | 207 | 187 | 176 | 139 | 104 | 120 | 93 | 170 | 100 | 140 | 394 | 224 | 539 | 503 |
| Total revenues | 404 | 419 | 401 | 370 | 358 | 348 | 334 | 407 | 386 | 377 | 823 | 706 | 1,477 | 1,504 |
| Non-interest expenses | 165 | 170 | 160 | 156 | 155 | 144 | 141 | 153 | 158 | 147 | 335 | 299 | 615 | 599 |
| Provisions for credit losses | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Income before income taxes | 239 | 249 | 241 | 214 | 203 | 204 | 193 | 254 | 228 | 230 | 488 | 407 | 862 | 905 |
| Income taxes | 64 | 66 | 65 | 58 | 54 | 55 | 49 | 67 | 61 | 61 | 130 | 109 | 232 | 238 |
| Net income | 175 | 183 | 176 | 156 | 149 | 149 | 144 | 187 | 167 | 169 | 358 | 298 | 630 | 667 |
| Non-controlling interests | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Net income attributable to the Bank's shareholders | 175 | 183 | 176 | 156 | 149 | 149 | 144 | 187 | 167 | 169 | 358 | 298 | 630 | 667 |
| Efficiency ratio | 40.8% | 40.6% | 39.9% | 42.2% | 43.3% | 41.4% | 42.2% | 37.6% | 40.9% | 39.0% | 40.7% | 42.4% | 41.6% | 39.8% |
| Average loans and BA's (Corporate Banking only) | 12,546 | 12,739 | 13,364 | 13,234 | 11,863 | 11,732 | 10,985 | 10,380 | 9,655 | 9,195 | 12,644 | 11,797 | 12,552 | 10,057 |
| Average assets | 98,210 | 96,803 | 94,008 | 88,449 | 81,841 | 85,596 | 85,159 | 84,598 | 87,682 | 88,463 | 97,495 | 83,739 | 87,504 | 86,466 |
| Average deposits | 20,266 | 20,843 | 16,668 | 14,677 | 13,813 | 15,617 | 13,765 | 13,818 | 13,475 | 13,141 | 20,559 | 14,725 | 15,201 | 13,550 |
| U.S. Specialty Finance and International (USSF&I) | | | | | | | | | | | | | | |
| Net interest income | 48 | 42 | 29 | 28 | 7 | 7 | (3) | (4) | (1) | 1 | 90 | 14 | 71 | (7) |
| Non-interest income | 74 | 76 | 73 | 97 | 69 | 101 | 77 | 70 | 45 | 41 | 150 | 170 | 340 | 233 |
| Total revenues | 122 | 118 | 102 | 125 | 76 | 108 | 74 | 66 | 44 | 42 | 240 | 184 | 411 | 226 |
| Non-interest expenses | 55 | 56 | 66 | 52 | 41 | 48 | 43 | 42 | 32 | 30 | 111 | 89 | 207 | 147 |
| Provisions for credit losses | 10 | 7 | 4 | – | – | – | – | – | – | – | 17 | – | 4 | – |
| Income before income taxes | 57 | 55 | 32 | 73 | 35 | 60 | 31 | 24 | 12 | 12 | 112 | 95 | 200 | 79 |
| Income taxes (recovery) | 17 | 17 | 11 | 9 | 13 | 20 | 9 | 8 | 4 | 4 | 34 | 33 | 53 | 25 |
| Net income | 40 | 38 | 21 | 64 | 22 | 40 | 22 | 16 | 8 | 8 | 78 | 62 | 147 | 54 |
| Non-controlling interests | 8 | 6 | 4 | 4 | 4 | 8 | 5 | 3 | 2 | 3 | 14 | 12 | 20 | 13 |
| Net income attributable to the Bank's shareholders | 32 | 32 | 17 | 60 | 18 | 32 | 17 | 13 | 6 | 5 | 64 | 50 | 127 | 41 |
| Efficiency ratio | 45.1% | 47.5% | 64.7% | 41.6% | 53.9% | 44.4% | 58.1% | 63.6% | 72.7% | 71.4% | 46.3% | 48.4% | 50.4% | 65.0% |
| Average loans and receivables | 5,269 | 4,733 | 4,363 | 3,739 | 3,370 | 2,522 | 1,558 | 1,416 | 1,261 | 973 | 4,997 | 2,941 | 3,499 | 1,302 |
| Average revenue-bearing other assets | 578 | 801 | 927 | 1,064 | 1,235 | 1,424 | 1,451 | 911 | 208 | – | 691 | 1,331 | 1,162 | 646 |
| Average assets | 6,799 | 6,655 | 6,312 | 5,586 | 5,010 | 4,360 | 3,516 | 2,628 | 1,728 | 1,211 | 6,726 | 4,681 | 5,319 | 2,275 |
| Average deposits | 1,225 | 1,122 | 1,095 | 843 | | | | | | | 1,173 | | 487 | |



Segment Disclosures (excluding specified items) (continued)

(unaudited) (millions of Canadian dollars)

| | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Other | | | | | | | | | | | | | | |
| Net interest income | (81) | (90) | (74) | (65) | (105) | (91) | (91) | (96) | (152) | (101) | (171) | (196) | (335) | (440) |
| Non-interest income | 27 | 34 | 34 | 30 | 48 | 28 | 31 | 37 | 54 | 40 | 61 | 76 | 140 | 162 |
| Total revenues | (54) | (56) | (40) | (35) | (57) | (63) | (60) | (59) | (98) | (61) | (110) | (120) | (195) | (278) |
| Non-interest expenses | 53 | 72 | 55 | 58 | 35 | 44 | 36 | 57 | 41 | 40 | 125 | 79 | 192 | 174 |
| Provisions for credit losses | 40 | – | – | – | – | – | – | – | – | – | 40 | – | – | – |
| Income before income taxes | (147) | (128) | (95) | (93) | (92) | (107) | (96) | (116) | (139) | (101) | (275) | (199) | (387) | (452) |
| Income taxes (recovery) | (86) | (90) | (78) | (73) | (87) | (81) | (89) | (82) | (127) | (82) | (176) | (168) | (319) | (380) |
| Net income | (61) | (38) | (17) | (20) | (5) | (26) | (7) | (34) | (12) | (19) | (99) | (31) | (68) | (72) |
| Non-controlling interests | 14 | 13 | 14 | 14 | 13 | 14 | 14 | 14 | 14 | 15 | 27 | 27 | 55 | 57 |
| Net income attributable to the Bank's shareholders | (75) | (51) | (31) | (34) | (18) | (40) | (21) | (48) | (26) | (34) | (126) | (58) | (123) | (129) |
| Average assets | 38,887 | 36,463 | 38,273 | 40,105 | 40,879 | 40,166 | 39,917 | 36,479 | 37,197 | 33,714 | 37,654 | 40,519 | 39,850 | 36,824 |
| Average deposits | 46,165 | 44,892 | 49,323 | 48,662 | 50,072 | 53,469 | 50,554 | 46,386 | 45,769 | 43,019 | 45,517 | 51,789 | 50,384 | 46,438 |
| Total | | | | | | | | | | | | | | |
| Net interest income | 762 | 798 | 780 | 785 | 718 | 718 | 709 | 691 | 661 | 676 | 1,560 | 1,436 | 3,001 | 2,737 |
| Non-interest income | 839 | 837 | 797 | 777 | 712 | 757 | 700 | 801 | 713 | 720 | 1,676 | 1,469 | 3,043 | 2,934 |
| Total revenues | 1,601 | 1,635 | 1,577 | 1,562 | 1,430 | 1,475 | 1,409 | 1,492 | 1,374 | 1,396 | 3,236 | 2,905 | 6,044 | 5,671 |
| Non-interest expenses | 936 | 965 | 954 | 932 | 871 | 896 | 869 | 900 | 879 | 857 | 1,901 | 1,767 | 3,653 | 3,505 |
| Provisions for credit losses | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |
| Income before income taxes | 609 | 610 | 564 | 585 | 242 | 516 | 479 | 536 | 438 | 485 | 1,219 | 758 | 1,907 | 1,938 |
| Income taxes | 117 | 108 | 101 | 99 | 5 | 89 | 62 | 92 | 27 | 75 | 225 | 94 | 294 | 256 |
| Net income | 492 | 502 | 463 | 486 | 237 | 427 | 417 | 444 | 411 | 410 | 994 | 664 | 1,613 | 1,682 |
| Non-controlling interests | 22 | 19 | 18 | 18 | 17 | 22 | 19 | 17 | 16 | 18 | 41 | 39 | 75 | 70 |
| Net income attributable to the Bank's shareholders | 470 | 483 | 445 | 468 | 220 | 405 | 398 | 427 | 395 | 392 | 953 | 625 | 1,538 | 1,612 |
| Efficiency ratio (taxable equivalent basis) | 56.6% | 56.5% | 58.5% | 57.9% | 57.8% | 58.6% | 59.0% | 58.0% | 58.7% | 58.7% | 56.6% | 58.2% | 58.2% | 58.6% |
| Average loans and BA's | 127,162 | 126,191 | 125,005 | 122,267 | 119,422 | 117,325 | 113,427 | 110,062 | 106,581 | 104,820 | 126,668 | 118,362 | 121,013 | 108,740 |
| Average assets | 251,033 | 246,060 | 243,284 | 237,447 | 230,593 | 232,213 | 228,613 | 221,644 | 222,931 | 218,530 | 248,505 | 231,412 | 235,913 | 222,929 |
| Average deposits | 153,220 | 150,336 | 147,741 | 142,243 | 139,166 | 142,178 | 135,382 | 129,872 | 127,715 | 124,846 | 151,754 | 140,689 | 142,852 | 129,468 |

U.S. Specialty Finance and International - Detailed Information

| (unaudited) (millions of Canadian dollars) | 2017 | | | | | | | | Full Year | | | |
|--|-----------|-----------|----------------------|------------|-----------|-----------|----------------------|------------|------------|-----------|----------------------|------------|
| U.S. Specialty Finance and International (USSF&I) | Q2 | | | | Q1 | | | | 2017 | | | |
| | Credigy | ABA Bank | Other ⁽¹⁾ | Total | Credigy | ABA Bank | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total |
| Net interest income | 24 | 24 | – | 48 | 21 | 22 | (1) | 42 | 45 | 46 | (1) | 90 |
| Non-interest income | 67 | 3 | 4 | 74 | 69 | 6 | 1 | 76 | 136 | 9 | 5 | 150 |
| Total revenues | 91 | 27 | 4 | 122 | 90 | 28 | – | 118 | 181 | 55 | 4 | 240 |
| Non-interest expenses | 39 | 14 | 2 | 55 | 43 | 13 | – | 56 | 82 | 27 | 2 | 111 |
| Provisions for credit losses | 9 | 1 | – | 10 | 6 | 1 | – | 7 | 15 | 2 | – | 17 |
| Income before income taxes | 43 | 12 | 2 | 57 | 41 | 14 | – | 55 | 84 | 26 | 2 | 112 |
| Income taxes (recovery) | 15 | 2 | – | 17 | 14 | 3 | – | 17 | 29 | 5 | – | 34 |
| Net income | 28 | 10 | 2 | 40 | 27 | 11 | – | 38 | 55 | 21 | 2 | 78 |
| Non-controlling interests | 6 | 2 | – | 8 | 5 | 1 | – | 6 | 11 | 3 | – | 14 |
| Net income attributable to the Bank's shareholders | 22 | 8 | 2 | 32 | 22 | 10 | – | 32 | 44 | 18 | 2 | 64 |
| Efficiency ratio | 42.9% | 51.9% | – | 45.1% | 47.8% | 46.4% | – | 47.5% | 45.3% | 49.1% | – | 46.3% |
| Average loans and receivables | 4,111 | 1,131 | 27 | 5,269 | 3,697 | 1,010 | 26 | 4,733 | 3,901 | 1,069 | 26 | 4,997 |
| Average revenue-bearing other assets | 578 | – | – | 578 | 801 | 691 | – | 1,499 | 801 | 691 | – | 1,492 |
| Average assets | 4,923 | 1,580 | 296 | 6,799 | 4,942 | 1,433 | 280 | 6,655 | 4,933 | 1,505 | 288 | 6,726 |
| Average deposits | – | 1,225 | – | 1,225 | – | 1,122 | – | 1,122 | – | 1,173 | – | 1,173 |

| (unaudited) (millions of Canadian dollars) | 2016 | | | | | | | | | | | | | | | | Full Year | | | |
|--|-----------|-----------|----------------------|------------|-------------------|-----------|-------------------------|------------|-----------|----------|----------------------|------------|----------|------------|----------------------|-----------|-----------|------------|----------------------|-------|
| U.S. Specialty Finance and International (USSF&I) | Q4 | | | | Q3 ⁽²⁾ | | | | Q2 | | | | Q1 | | | | 2016 | | | |
| | Credigy | ABA Bank | Other ⁽¹⁾ | Total | Credigy | ABA Bank | Other ⁽¹⁾⁽³⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total |
| Net interest income | 10 | 20 | (1) | 29 | 16 | 14 | (2) | 28 | 8 | (1) | 7 | 8 | (1) | 7 | 42 | 34 | (5) | 71 | | |
| Non-interest income | 70 | 4 | (1) | 73 | 54 | 3 | 40 | 97 | 63 | 6 | 69 | 95 | 6 | 101 | 282 | 7 | 51 | 340 | | |
| Total revenues | 80 | 24 | (2) | 102 | 70 | 17 | 38 | 125 | 71 | 5 | 76 | 103 | 5 | 108 | 324 | 41 | 46 | 411 | | |
| Non-interest expenses | 53 | 10 | 3 | 66 | 42 | 7 | 3 | 52 | 40 | 1 | 41 | 47 | 1 | 48 | 182 | 17 | 8 | 207 | | |
| Provisions for credit losses | 4 | – | – | 4 | – | – | – | – | – | – | – | – | – | – | 4 | – | – | 4 | | |
| Income before income taxes | 23 | 14 | (5) | 32 | 28 | 10 | 35 | 73 | 31 | 4 | 35 | 56 | 4 | 60 | 138 | 24 | 38 | 200 | | |
| Income taxes (recovery) | 8 | 3 | – | 11 | 10 | 2 | (3) | 9 | 11 | 2 | 13 | 20 | – | 20 | 49 | 5 | (1) | 53 | | |
| Net income | 15 | 11 | (5) | 21 | 18 | 8 | 38 | 64 | 20 | 2 | 22 | 36 | 4 | 40 | 89 | 19 | 39 | 147 | | |
| Non-controlling interests | 3 | 1 | – | 4 | 3 | 1 | – | 4 | 4 | – | 4 | 8 | – | 8 | 18 | 2 | – | 20 | | |
| Net income attributable to the Bank's shareholders | 12 | 10 | (5) | 17 | 15 | 7 | 38 | 60 | 16 | 2 | 18 | 28 | 4 | 32 | 71 | 17 | 39 | 127 | | |
| Efficiency ratio | 66.3% | 41.7% | – | 64.7% | 60.0% | 41.2% | – | 41.6% | 56.3% | – | 53.9% | 45.6% | – | 44.4% | 56.2% | 41.5% | – | 50.4% | | |
| Average loans and receivables | 3,410 | 924 | 29 | 4,363 | 3,051 | 656 | 32 | 3,739 | 3,330 | 40 | 3,370 | 2,511 | 11 | 2,522 | 3,074 | 397 | 28 | 3,499 | | |
| Average revenue-bearing other assets | 927 | – | – | 927 | 1,064 | – | – | 1,064 | 1,235 | – | 1,235 | 1,424 | – | 1,424 | 1,162 | – | – | 1,162 | | |
| Average assets | 4,681 | 1,362 | 269 | 6,312 | 4,247 | 1,032 | 307 | 5,586 | 4,685 | 325 | 5,010 | 4,086 | 274 | 4,360 | 4,424 | 601 | 294 | 5,319 | | |
| Average deposits | – | 1,095 | – | 1,095 | – | 843 | – | 843 | – | – | – | – | – | – | – | – | – | 487 | | |

| (unaudited) (millions of Canadian dollars) | 2015 | | | | | | | | | | | | | | | | Full Year | | | |
|--|-----------|----------|----------------------|-----------|-----------|----------|----------------------|-----------|-----------|----------|----------------------|-----------|----------|-----------|----------------------|----------|-----------|------------|----------------------|-------|
| U.S. Specialty Finance and International (USSF&I) | Q4 | | | | Q3 | | | | Q2 | | | | Q1 | | | | 2015 | | | |
| | Credigy | ABA Bank | Other ⁽¹⁾ | Total | Credigy | ABA Bank | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total | Credigy | ABA | Other ⁽¹⁾ | Total |
| Total revenues | 70 | – | 4 | 74 | 63 | – | 3 | 66 | 42 | 2 | 44 | 41 | 1 | 42 | 216 | – | 10 | 226 | | |
| Non-interest expenses | 43 | – | – | 43 | 41 | – | 1 | 42 | 31 | 1 | 32 | 29 | 1 | 30 | 144 | – | 3 | 147 | | |
| Provisions for credit losses | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | | |
| Income before income taxes | 27 | – | 4 | 31 | 22 | – | 2 | 24 | 11 | 1 | 12 | 12 | – | 12 | 72 | – | 7 | 79 | | |
| Income taxes (recovery) | 9 | – | – | 9 | 8 | – | – | 8 | 4 | – | 4 | 4 | – | 4 | 25 | – | – | 25 | | |
| Net income | 18 | – | 4 | 22 | 14 | – | 2 | 16 | 7 | 1 | 8 | 8 | – | 8 | 47 | – | 7 | 54 | | |
| Non-controlling interests | 5 | – | – | 5 | 3 | – | – | 3 | 2 | – | 2 | 3 | – | 3 | 13 | – | – | 13 | | |
| Net income attributable to the Bank's shareholders | 13 | – | 4 | 17 | 11 | – | 2 | 13 | 5 | 1 | 6 | 5 | – | 5 | 34 | – | 7 | 41 | | |
| Efficiency ratio | 61.4% | – | – | 58.1% | 65.1% | – | – | 63.6% | 73.8% | – | 72.7% | 70.7% | – | 71.4% | 66.7% | – | – | 65.0% | | |
| Average loans and receivables | 1,558 | – | – | 1,558 | 1,416 | – | – | 1,416 | 1,261 | – | 1,261 | 973 | – | 973 | 1,302 | – | – | 1,302 | | |
| Average revenue-bearing other assets | 1,451 | – | – | 1,451 | 911 | – | – | 911 | 208 | – | 208 | – | – | – | 646 | – | – | 646 | | |
| Average assets | 3,287 | – | 229 | 3,516 | 2,466 | – | 162 | 2,628 | 1,646 | 82 | 1,728 | 1,183 | 28 | 1,211 | 2,150 | 126 | – | 2,275 | | |
| Average deposits | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | | |

(1) Includes other international investments, including Advanced Bank of Asia Limited (ABA Bank) before its acquisition completed during the third quarter of 2016.

(2) The Bank completed the acquisition of ABA Bank during the third quarter of 2016. Before the acquisition, our share in the net income of ABA Bank was recognized in the Non-interest income of other international investments.

(3) During the third quarter of 2016, the Bank recognized, in the Non-interest income a \$41 million non-taxable gain on the revaluation of its previously held equity interest in ABA Bank.



Specified Items

| (unaudited) (millions of Canadian dollars) | | | Net interest income | Non-interest income | Total revenues | Non-interest expenses | Provision for credit losses | Income before income taxes | Income taxes | Net income |
|--|---|--------------------------|---------------------|---------------------|----------------|-----------------------|-----------------------------|----------------------------|--------------|--------------|
| 2017 | | | | | | | | | | |
| Q2 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 5 | – | (7) | (1) | (6) |
| | Items related to TMX Group | <i>Other</i> | – | (2) | (2) | – | – | (2) | – | (2) |
| | Total | | – | (4) | (4) | 5 | – | (9) | (1) | (8) |
| Q1 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 4 | – | (6) | (1) | (5) |
| | Total | | – | (2) | (2) | 4 | – | (6) | (1) | (5) |
| Total | | | – | (6) | (6) | 9 | – | (15) | (2) | (13) |
| 2016 | | | | | | | | | | |
| Q4 | Acquisition related-items | <i>Wealth Management</i> | – | (4) | (4) | 5 | – | (9) | (2) | (7) |
| | MAV restructured notes - Total | <i>Other</i> | (2) | – | (2) | – | – | (2) | (1) | (1) |
| | Items related to TMX Group | <i>Other</i> | – | (2) | (2) | – | – | (2) | – | (2) |
| | Restructuring charge | <i>Other</i> | – | – | – | 131 | – | (131) | (35) | (96) |
| | Impairment losses on intangible assets | <i>Other</i> | – | – | – | 44 | – | (44) | (12) | (32) |
| | Litigation charges | <i>Other</i> | – | – | – | 25 | – | (25) | (7) | (18) |
| | Total | | (2) | (6) | (8) | 205 | – | (213) | (57) | (156) |
| Q3 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 5 | – | (7) | (1) | (6) |
| | MAV restructured notes - Total | <i>Other</i> | (2) | – | (2) | – | – | (2) | (1) | (1) |
| | Items related to TMX Group | <i>Other</i> | – | (1) | (1) | – | – | (1) | – | (1) |
| | Total | | (2) | (3) | (5) | 5 | – | (10) | (2) | (8) |
| Q2 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 5 | – | (7) | (1) | (6) |
| | MAV restructured notes - Total | <i>Other</i> | (3) | – | (3) | – | – | (3) | – | (3) |
| | Impact of changes to tax measures | <i>Other</i> | – | – | – | – | – | – | 18 | (18) |
| | Total | | (3) | (2) | (5) | 5 | – | (10) | 17 | (27) |
| Q1 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 7 | – | (9) | (2) | (7) |
| | Write-off of an equity interest in an associate | <i>Financial Markets</i> | – | (164) | (164) | – | – | (164) | (19) | (145) |
| | MAV restructured notes - Total | <i>Other</i> | (2) | – | (2) | – | – | (2) | (1) | (1) |
| | Items related to TMX Group | <i>Other</i> | – | (18) | (18) | – | – | (18) | (5) | (13) |
| | Total ⁽¹⁾ | | (2) | (184) | (186) | 7 | – | (193) | (27) | (166) |
| Total | | | (9) | (195) | (204) | 222 | – | (426) | (69) | (357) |
| 2015 | | | | | | | | | | |
| Q4 | Acquisition related-items | <i>Wealth Management</i> | – | (1) | (1) | 5 | – | (6) | (1) | (5) |
| | MAV restructured notes - Total | <i>Other</i> | (6) | 4 | (2) | – | – | (2) | – | (2) |
| | Items related to TMX Group | <i>Other</i> | – | (1) | (1) | – | – | (1) | – | (1) |
| | Restructuring charge | <i>Other</i> | – | – | – | 86 | – | (86) | (24) | (62) |
| | Total | | (6) | 2 | (4) | 91 | – | (95) | (25) | (70) |
| Q3 | Acquisition related-items | <i>Wealth Management</i> | – | (1) | (1) | 6 | – | (7) | (1) | (6) |
| | MAV restructured notes - Total | <i>Other</i> | (5) | 26 | 21 | – | – | 21 | 5 | 16 |
| | Items related to TMX Group | <i>Other</i> | – | (2) | (2) | – | – | (2) | (1) | (1) |
| | Total | | (5) | 23 | 18 | 6 | – | 12 | 3 | 9 |
| Q2 | Acquisition related-items | <i>Wealth Management</i> | – | (2) | (2) | 6 | – | (8) | (2) | (6) |
| | Gain on disposal of Fiera Capital shares | <i>Wealth Management</i> | – | 34 | 34 | 5 | – | 29 | 4 | 25 |
| | Share of current tax asset write-down of an associate | <i>Financial Markets</i> | – | (18) | (18) | – | – | (18) | (2) | (16) |
| | MAV restructured notes - Total | <i>Other</i> | (4) | 37 | 33 | – | – | 33 | 10 | 23 |
| | Impairment losses on intangible assets | <i>Other</i> | – | – | – | 46 | – | (46) | (13) | (33) |
| | Total | | (4) | 51 | 47 | 57 | – | (10) | (3) | (7) |
| Q1 | Acquisition related-items | <i>Wealth Management</i> | – | (3) | (3) | 6 | – | (9) | (2) | (7) |
| | MAV restructured notes - Total | <i>Other</i> | (5) | 23 | 18 | – | – | 18 | 5 | 13 |
| | Items related to TMX Group | <i>Other</i> | – | (1) | (1) | – | – | (1) | – | (1) |
| | Total | | (5) | 19 | 14 | 6 | – | 8 | 3 | 5 |
| Total | | | (20) | 95 | 75 | 160 | – | (85) | (22) | (63) |

(1) For the first quarter of 2016, the specified items included a premium of \$3 million, or 0.01 \$ per share on redemption of preferred shares, Series 20, for cancellation.



Consolidated Results

(unaudited) (millions of Canadian dollars)

| | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Total | | | | | | | | | | | | | | |
| Net interest income | 762 | 798 | 778 | 783 | 715 | 716 | 703 | 686 | 657 | 671 | 1,560 | 1,431 | 2,992 | 2,717 |
| Non-interest income | 835 | 835 | 791 | 774 | 710 | 573 | 702 | 824 | 764 | 739 | 1,670 | 1,283 | 2,848 | 3,029 |
| Total revenues | 1,597 | 1,633 | 1,569 | 1,557 | 1,425 | 1,289 | 1,405 | 1,510 | 1,421 | 1,410 | 3,230 | 2,714 | 5,840 | 5,746 |
| Non-interest expenses | 941 | 969 | 1,159 | 937 | 876 | 903 | 960 | 906 | 936 | 863 | 1,910 | 1,779 | 3,875 | 3,665 |
| Provisions for credit losses | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |
| Income before income taxes | 600 | 604 | 351 | 575 | 232 | 323 | 384 | 548 | 428 | 493 | 1,204 | 555 | 1,481 | 1,853 |
| Income taxes | 116 | 107 | 44 | 97 | 22 | 62 | 37 | 95 | 24 | 78 | 223 | 84 | 225 | 234 |
| Net income | 484 | 497 | 307 | 478 | 210 | 261 | 347 | 453 | 404 | 415 | 981 | 471 | 1,256 | 1,619 |
| Non-controlling interests | 22 | 19 | 18 | 18 | 17 | 22 | 19 | 17 | 16 | 18 | 41 | 39 | 75 | 70 |
| Net income attributable to the Bank's shareholders | 462 | 478 | 289 | 460 | 193 | 239 | 328 | 436 | 388 | 397 | 940 | 432 | 1,181 | 1,549 |
| Average loans and BA's | 127,162 | 126,191 | 125,005 | 122,267 | 119,422 | 117,325 | 113,427 | 110,062 | 106,581 | 104,820 | 126,668 | 118,362 | 121,013 | 108,740 |
| Average assets | 251,033 | 246,060 | 243,284 | 237,447 | 230,593 | 232,213 | 228,613 | 221,644 | 222,931 | 218,530 | 248,505 | 231,412 | 235,913 | 222,929 |
| Average deposits | 153,220 | 150,336 | 147,741 | 142,243 | 139,166 | 142,178 | 135,382 | 129,872 | 127,715 | 124,846 | 151,754 | 140,689 | 142,852 | 129,468 |

Total Revenues (excluding specified items)

(unaudited) (millions of Canadian dollars)
(taxable equivalent basis)

| | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Net Interest Income | | | | | | | | | | | | | | |
| <i>Interest Income</i> | | | | | | | | | | | | | | |
| Loans | 1,064 | 1,061 | 1,023 | 1,004 | 922 | 923 | 894 | 917 | 873 | 921 | 2,125 | 1,845 | 3,872 | 3,605 |
| Securities | 245 | 250 | 241 | 240 | 239 | 246 | 250 | 235 | 243 | 239 | 495 | 485 | 966 | 967 |
| Deposits with financial institutions | 26 | 18 | 15 | 18 | 18 | 14 | 10 | 7 | 6 | 7 | 44 | 32 | 65 | 30 |
| Total interest income | 1,335 | 1,329 | 1,279 | 1,262 | 1,179 | 1,183 | 1,154 | 1,159 | 1,122 | 1,167 | 2,664 | 2,362 | 4,903 | 4,602 |
| <i>Interest expense</i> | | | | | | | | | | | | | | |
| Deposits | 431 | 400 | 395 | 358 | 345 | 337 | 324 | 332 | 328 | 345 | 831 | 682 | 1,435 | 1,329 |
| Liabilities related to transferred receivables | 100 | 97 | 100 | 100 | 102 | 102 | 107 | 105 | 102 | 106 | 197 | 204 | 404 | 420 |
| Subordinated debt | 7 | 8 | 8 | 9 | 8 | 8 | 14 | 15 | 13 | 17 | 15 | 16 | 33 | 59 |
| Other | 35 | 26 | (4) | 10 | 6 | 18 | - | 16 | 18 | 23 | 61 | 24 | 30 | 57 |
| Total interest expense | 573 | 531 | 499 | 477 | 461 | 465 | 445 | 468 | 461 | 491 | 1,104 | 926 | 1,902 | 1,865 |
| Tax equivalent adjustment | 46 | 68 | 53 | 48 | 75 | 55 | 64 | 61 | 123 | 63 | 114 | 130 | 231 | 311 |
| Net interest income | 808 | 866 | 833 | 833 | 793 | 773 | 773 | 752 | 784 | 739 | 1,674 | 1,566 | 3,232 | 3,048 |

| Non-interest income | | | | | | | | | | | | | | |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|--------------|--------------|--------------|
| Underwriting and advisory fees | 90 | 88 | 91 | 116 | 94 | 75 | 83 | 113 | 111 | 80 | 178 | 169 | 376 | 387 |
| Securities brokerage commissions | 57 | 58 | 57 | 58 | 61 | 59 | 59 | 66 | 75 | 73 | 115 | 120 | 235 | 273 |
| Mutual fund revenues | 101 | 101 | 98 | 94 | 87 | 85 | 82 | 84 | 81 | 73 | 202 | 172 | 364 | 320 |
| Trust service revenues | 126 | 123 | 117 | 113 | 109 | 114 | 115 | 113 | 111 | 107 | 249 | 223 | 453 | 446 |
| Credit fees | 84 | 83 | 87 | 90 | 85 | 84 | 87 | 85 | 86 | 77 | 167 | 169 | 346 | 335 |
| Card revenues | 29 | 33 | 30 | 32 | 28 | 29 | 28 | 36 | 28 | 36 | 62 | 57 | 119 | 128 |
| Deposits and payment service charges | 64 | 68 | 68 | 67 | 61 | 62 | 63 | 62 | 56 | 57 | 132 | 123 | 258 | 238 |
| Trading revenues (losses) | 76 | 94 | 83 | 12 | 8 | 47 | 16 | 36 | 14 | 80 | 170 | 55 | 150 | 146 |
| Gains on available-for-sale securities, net | 49 | 26 | 12 | 18 | 29 | 11 | (10) | 29 | 19 | 7 | 75 | 40 | 70 | 45 |
| Insurance revenues, net | 30 | 31 | 29 | 31 | 28 | 26 | 26 | 34 | 25 | 22 | 61 | 54 | 114 | 107 |
| Foreign exchange revenues, other than trading | 23 | 18 | 19 | 19 | 19 | 24 | 21 | 24 | 21 | 22 | 41 | 43 | 81 | 88 |
| Share in the net income of associates and joint ventures | 13 | 10 | 8 | 9 | 13 | 16 | 11 | 20 | 12 | 12 | 23 | 29 | 46 | 55 |
| Other | 97 | 104 | 98 | 118 | 90 | 125 | 119 | 99 | 74 | 74 | 201 | 215 | 431 | 366 |
| Total non-interest income | 839 | 837 | 797 | 777 | 712 | 757 | 700 | 801 | 713 | 720 | 1,676 | 1,469 | 3,043 | 2,934 |
| Tax equivalent adjustment | 7 | 4 | 2 | - | 2 | - | - | - | - | - | 11 | 2 | 4 | - |
| Non-interest income | 846 | 841 | 799 | 777 | 714 | 757 | 700 | 801 | 713 | 720 | 1,687 | 1,471 | 3,047 | 2,934 |
| As a % of total revenues | 51.1% | 49.3% | 49.0% | 48.3% | 47.4% | 49.5% | 47.5% | 51.6% | 47.6% | 49.3% | 50.2% | 48.4% | 48.5% | 49.0% |

(unaudited) (millions of Canadian dollars)
(taxable equivalent basis)

| Trading revenues | | | | | | | | | | | | | | |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Net interest income | 153 | 192 | 168 | 188 | 207 | 180 | 192 | 193 | 213 | 178 | 345 | 387 | 743 | 776 |
| Non-interest income | 83 | 98 | 85 | 12 | 10 | 47 | 16 | 36 | 14 | 80 | 181 | 57 | 154 | 146 |
| Total | 236 | 290 | 253 | 200 | 217 | 227 | 208 | 229 | 227 | 258 | 526 | 444 | 897 | 922 |

| Trading Revenues by Product | | | | | | | | | | | | | | |
|--------------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| <i>Financial Markets</i> | | | | | | | | | | | | | | |
| Equity | 115 | 132 | 118 | 85 | 128 | 107 | 97 | 127 | 117 | 109 | 247 | 235 | 438 | 450 |
| Fixed income | 77 | 81 | 80 | 75 | 43 | 65 | 63 | 53 | 55 | 66 | 158 | 108 | 263 | 237 |
| Commodity and foreign exchange | 23 | 41 | 24 | 21 | 27 | 44 | 35 | 26 | 29 | 57 | 64 | 71 | 116 | 147 |
| Trading revenues - Financial Markets | 215 | 254 | 222 | 181 | 198 | 216 | 195 | 206 | 201 | 232 | 469 | 414 | 817 | 834 |
| Other | 21 | 36 | 31 | 19 | 19 | 11 | 13 | 23 | 26 | 26 | 57 | 30 | 80 | 88 |
| Total trading revenues | 236 | 290 | 253 | 200 | 217 | 227 | 208 | 229 | 227 | 258 | 526 | 444 | 897 | 922 |



Non-interest expenses (excluding specified items)

| (unaudited) (millions of Canadian dollars) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|--------------|--------------|--------------|
| Non-interest expenses | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Compensation and employee benefits | | | | | | | | | | | | | | |
| Salaries | 257 | 265 | 275 | 276 | 255 | 260 | 261 | 262 | 249 | 257 | 522 | 515 | 1,066 | 1,029 |
| Variable compensation | 223 | 223 | 214 | 201 | 171 | 195 | 188 | 216 | 208 | 196 | 446 | 366 | 781 | 808 |
| Pension plans and other post-employment benefits | 91 | 98 | 65 | 76 | 78 | 85 | 64 | 76 | 78 | 92 | 189 | 163 | 304 | 310 |
| Total compensation and employee benefits | 571 | 586 | 554 | 553 | 504 | 540 | 513 | 554 | 535 | 545 | 1,157 | 1,044 | 2,151 | 2,147 |
| Occupancy and technology | | | | | | | | | | | | | | |
| Rent | 38 | 36 | 37 | 38 | 38 | 35 | 33 | 37 | 37 | 33 | 74 | 73 | 148 | 140 |
| Taxes & insurance | 3 | 3 | 3 | 4 | 3 | 3 | 3 | 3 | 3 | 3 | 6 | 6 | 13 | 12 |
| Maintenance, lighting, heating | 8 | 10 | 9 | 9 | 8 | 8 | 8 | 8 | 9 | 8 | 18 | 16 | 34 | 33 |
| Technology | 89 | 90 | 93 | 94 | 89 | 91 | 88 | 85 | 89 | 88 | 179 | 180 | 367 | 350 |
| Depreciation | 61 | 57 | 55 | 52 | 53 | 54 | 46 | 45 | 43 | 41 | 118 | 107 | 214 | 175 |
| Total occupancy and technology | 199 | 196 | 197 | 197 | 191 | 191 | 178 | 178 | 181 | 173 | 395 | 382 | 776 | 710 |
| Other expenses | | | | | | | | | | | | | | |
| Communications | 15 | 16 | 16 | 16 | 18 | 17 | 16 | 17 | 19 | 17 | 31 | 35 | 67 | 69 |
| Professional fees | 60 | 66 | 83 | 66 | 66 | 59 | 66 | 61 | 52 | 54 | 126 | 125 | 274 | 233 |
| Taxes on capital & salaries | 18 | 16 | 18 | 17 | 17 | 19 | 19 | 18 | 17 | 15 | 34 | 36 | 71 | 69 |
| Travel & business development | 26 | 32 | 32 | 30 | 28 | 30 | 29 | 29 | 27 | 28 | 58 | 58 | 120 | 113 |
| Other | 47 | 53 | 54 | 53 | 47 | 40 | 48 | 43 | 48 | 25 | 100 | 87 | 194 | 164 |
| Total other expenses | 166 | 183 | 203 | 182 | 176 | 165 | 178 | 168 | 163 | 139 | 349 | 341 | 726 | 648 |
| Total Non-interest expenses | 936 | 965 | 954 | 932 | 871 | 896 | 869 | 900 | 879 | 857 | 1,901 | 1,767 | 3,653 | 3,505 |



Consolidated Balance Sheets

| | 2017 | | 2016 | | | | 2015 | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| (unaudited) (millions of Canadian dollars) | | | | | | | | | | |
| Assets | | | | | | | | | | |
| Cash and deposits with financial institutions | 9,770 | 8,616 | 8,183 | 8,824 | 7,452 | 6,589 | 7,567 | 6,556 | 6,470 | 6,728 |
| Securities | 65,093 | 65,667 | 64,541 | 62,441 | 58,088 | 56,436 | 56,040 | 55,834 | 55,650 | 57,547 |
| Securities purchased under reverse repurchase agreements and securities borrowed | 17,481 | 14,779 | 13,948 | 14,880 | 13,760 | 15,628 | 17,702 | 19,413 | 18,185 | 21,297 |
| Loans | | | | | | | | | | |
| Residential mortgage - insured | 31,709 | 32,226 | 32,018 | 30,952 | 29,279 | 28,442 | 27,902 | 27,344 | 26,391 | 26,044 |
| - uninsured | 17,963 | 17,294 | 16,850 | 16,579 | 15,817 | 15,967 | 15,618 | 14,856 | 14,116 | 13,967 |
| Personal and credit card | 35,442 | 34,505 | 33,964 | 33,429 | 32,935 | 32,314 | 31,933 | 31,377 | 30,884 | 30,290 |
| Business and government | 39,481 | 37,149 | 37,686 | 37,650 | 34,956 | 33,411 | 30,954 | 30,507 | 28,333 | 28,477 |
| Customers' liability under acceptances | 5,932 | 6,493 | 6,441 | 6,959 | 8,966 | 8,942 | 9,400 | 9,267 | 9,661 | 9,106 |
| Allowances for credit losses | (762) | (786) | (781) | (780) | (837) | (566) | (569) | (561) | (563) | (561) |
| Total loans and acceptances | 129,765 | 126,881 | 126,178 | 124,789 | 121,116 | 118,510 | 115,238 | 112,790 | 108,822 | 107,323 |
| Other | 16,911 | 18,176 | 19,356 | 18,962 | 20,318 | 22,138 | 19,543 | 20,967 | 17,996 | 21,579 |
| Total assets | 239,020 | 234,119 | 232,206 | 229,896 | 220,734 | 219,301 | 216,090 | 215,560 | 207,123 | 214,474 |
| Liabilities and equity | | | | | | | | | | |
| Deposits | | | | | | | | | | |
| Personal | 53,606 | 53,667 | 52,521 | 51,698 | 50,080 | 49,566 | 47,394 | 47,000 | 45,098 | 44,821 |
| Business and government | 92,447 | 85,366 | 83,905 | 84,425 | 75,888 | 77,126 | 76,845 | 76,725 | 72,549 | 70,006 |
| Deposit-taking institutions | 5,107 | 5,696 | 5,640 | 4,914 | 6,270 | 6,314 | 6,219 | 5,443 | 5,794 | 5,764 |
| Total deposits | 151,160 | 144,729 | 142,066 | 141,037 | 132,238 | 133,006 | 130,458 | 129,168 | 123,441 | 120,591 |
| Other Liabilities | | | | | | | | | | |
| Acceptances | 5,932 | 6,493 | 6,441 | 6,959 | 8,966 | 8,942 | 9,400 | 9,267 | 9,661 | 9,106 |
| Obligations related to securities sold short | 12,177 | 14,544 | 14,207 | 12,748 | 14,839 | 15,573 | 17,333 | 17,043 | 17,631 | 21,068 |
| Obligations related to securities sold under repurchase agreements and securities loaned | 25,118 | 23,933 | 22,636 | 23,548 | 18,295 | 15,371 | 13,779 | 14,697 | 12,943 | 15,832 |
| Liabilities related to transferred receivables | 20,156 | 19,516 | 20,131 | 19,560 | 19,773 | 19,255 | 19,770 | 18,927 | 18,332 | 18,225 |
| Other | 11,784 | 11,388 | 13,611 | 13,013 | 14,198 | 14,719 | 12,473 | 14,012 | 12,861 | 17,620 |
| Subordinated debt | 10 | 1,009 | 1,012 | 1,014 | 1,015 | 1,021 | 1,522 | 1,530 | 1,529 | 1,539 |
| Total other liabilities | 75,177 | 76,883 | 78,038 | 76,842 | 77,086 | 74,881 | 74,277 | 75,476 | 72,957 | 83,390 |
| Equity | | | | | | | | | | |
| Equity attributable to the Bank's shareholders | | | | | | | | | | |
| Preferred shares | 1,650 | 1,650 | 1,650 | 1,650 | 1,250 | 1,250 | 1,023 | 1,023 | 1,023 | 1,023 |
| Common shares | 2,793 | 2,763 | 2,645 | 2,592 | 2,620 | 2,623 | 2,614 | 2,313 | 2,323 | 2,313 |
| Contributed surplus | 57 | 57 | 73 | 71 | 69 | 68 | 67 | 62 | 59 | 52 |
| Retained earnings | 7,164 | 7,065 | 6,706 | 6,683 | 6,530 | 6,593 | 6,705 | 6,500 | 6,231 | 5,957 |
| Accumulated other comprehensive income | 221 | 173 | 218 | 217 | 145 | 91 | 145 | 234 | 304 | 362 |
| Non-controlling interests | 798 | 799 | 810 | 804 | 796 | 789 | 801 | 784 | 785 | 786 |
| Total equity | 12,683 | 12,507 | 12,102 | 12,017 | 11,410 | 11,414 | 11,355 | 10,916 | 10,725 | 10,493 |
| Total liabilities & equity | 239,020 | 234,119 | 232,206 | 229,896 | 220,734 | 219,301 | 216,090 | 215,560 | 207,123 | 214,474 |
| Mortgage loan securitization (includes HELOC) | 19,366 | 18,738 | 19,070 | 17,123 | 17,903 | 16,535 | 16,151 | 15,467 | 15,527 | 15,347 |
| Mortgage loans transferred to third parties | - | - | - | - | 1 | 1 | 2 | 2 | 2 | 3 |
| Credit card securitization | 1,619 | 1,584 | 1,641 | 1,637 | 1,623 | 1,594 | 1,638 | 1,612 | 1,604 | 1,606 |
| Covered bonds | 6,875 | 6,497 | 6,668 | 7,968 | 7,759 | 8,408 | 7,910 | 7,904 | 7,359 | 6,830 |
| Mutual funds | 30,939 | 29,431 | 28,706 | 28,068 | 26,707 | 25,515 | 25,783 | 20,899 | 20,625 | 19,849 |
| Securities - excess of market value over book value | 195 | 107 | 406 | 520 | 327 | 355 | 265 | 431 | 447 | 706 |
| Equity securities - excess of market value over book value | 80 | 89 | 56 | 38 | 41 | (3) | 31 | 29 | 66 | 43 |
| Number of common shares outstanding (thousands) | 341,524 | 340,810 | 338,053 | 336,826 | 337,418 | 337,535 | 337,236 | 330,001 | 330,141 | 329,860 |

Consolidated Statements of Changes in Equity

| (unaudited) (millions of Canadian dollars) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Opening balance | 12,507 | 12,102 | 12,017 | 11,410 | 11,414 | 11,355 | 10,916 | 10,725 | 10,493 | 10,502 | 12,102 | 11,355 | 11,355 | 10,502 |
| Net income attributable to the Bank's shareholders | 462 | 478 | 289 | 460 | 193 | 239 | 328 | 436 | 388 | 397 | 940 | 432 | 1,181 | 1,549 |
| Issuances of common shares | 30 | 119 | 12 | 10 | 8 | 13 | 304 | 9 | 10 | 16 | 149 | 21 | 43 | 339 |
| Issuance of preferred shares | - | - | - | 400 | - | 400 | - | - | - | - | - | 400 | 800 | - |
| Impact of shares purchased or sold for trading | - | 3 | 41 | (38) | (11) | (4) | (3) | (19) | - | 4 | 3 | (15) | (12) | (18) |
| Other adjustments common shares | - | (4) | - | - | - | - | - | - | - | - | (4) | - | - | - |
| Redemption of preferred shares for cancellation | - | - | - | - | - | (173) | - | - | - | (200) | - | (173) | (173) | (200) |
| Premium paid on preferred shares redeemed for cancellation | - | - | - | - | - | (3) | - | - | - | - | - | (3) | (3) | - |
| Dividends | | | | | | | | | | | | | | |
| Common shares | (191) | (191) | (186) | (186) | (182) | (182) | (171) | (172) | (164) | (165) | (382) | (364) | (736) | (672) |
| Preferred shares | (20) | (19) | (23) | (14) | (16) | (8) | (11) | (11) | (11) | (12) | (39) | (24) | (61) | (45) |
| Share issuance expenses | - | - | - | (5) | - | (6) | (9) | - | - | - | - | (6) | (11) | (9) |
| Remeasurements of pension plans and other post-employment benefit plans | (80) | 119 | (34) | (86) | 15 | (152) | 67 | 16 | 91 | (113) | 39 | (137) | (257) | 61 |
| Net fair value change attributable to the credit risk on financial liabilities designated at fair value through profit or loss | (41) | (15) | (22) | (4) | (40) | - | - | - | - | - | (56) | (40) | (66) | - |
| Impact of a financial liability resulting from put options written to non-controlling interests | (31) | - | (1) | (12) | (33) | - | 1 | - | (30) | - | (31) | (33) | (46) | (29) |
| Stock option expense | 3 | 3 | 3 | 3 | 3 | 3 | 5 | 5 | 5 | 5 | 6 | 6 | 12 | 20 |
| Stock options exercised | (3) | (19) | (2) | (1) | (1) | (2) | (1) | (1) | (1) | (2) | (22) | (3) | (6) | (5) |
| Other adjustments, contributed surplus | - | - | 1 | - | (1) | - | 1 | (1) | 3 | (3) | - | (1) | - | - |
| Change in non-controlling interests | (1) | (11) | 6 | 8 | 7 | (12) | 17 | (1) | (1) | (9) | (12) | (5) | 9 | 6 |
| Accumulated other comprehensive income, net of income taxes | 48 | (45) | 1 | 72 | 54 | (54) | (89) | (70) | (58) | 73 | 3 | - | 73 | (144) |
| Other | - | (13) | - | - | - | - | - | - | - | - | (13) | - | - | - |
| Closing balance | 12,683 | 12,507 | 12,102 | 12,017 | 11,410 | 11,414 | 11,355 | 10,916 | 10,725 | 10,493 | 12,683 | 11,410 | 12,102 | 11,355 |
| Equity | | | | | | | | | | | | | | |
| Equity attributable to the Bank's shareholders | | | | | | | | | | | | | | |
| Preferred shares | 1,650 | 1,650 | 1,650 | 1,650 | 1,250 | 1,250 | 1,023 | 1,023 | 1,023 | 1,023 | 1,650 | 1,250 | 1,650 | 1,023 |
| Common shares | 2,793 | 2,763 | 2,645 | 2,592 | 2,620 | 2,623 | 2,614 | 2,313 | 2,323 | 2,313 | 2,793 | 2,620 | 2,645 | 2,614 |
| Contributed surplus | 57 | 57 | 73 | 71 | 69 | 68 | 67 | 62 | 59 | 52 | 57 | 69 | 73 | 67 |
| Retained earnings | 7,164 | 7,065 | 6,706 | 6,683 | 6,530 | 6,593 | 6,705 | 6,500 | 6,231 | 5,957 | 7,164 | 6,530 | 6,706 | 6,705 |
| Accumulated other comprehensive income | 221 | 173 | 218 | 217 | 145 | 91 | 145 | 234 | 304 | 362 | 221 | 145 | 218 | 145 |
| Non-controlling interests | 798 | 799 | 810 | 804 | 796 | 789 | 801 | 784 | 785 | 786 | 798 | 796 | 810 | 801 |
| Closing balance | 12,683 | 12,507 | 12,102 | 12,017 | 11,410 | 11,414 | 11,355 | 10,916 | 10,725 | 10,493 | 12,683 | 11,410 | 12,102 | 11,355 |



Consolidated Statements of Comprehensive Income

| (unaudited) (millions of Canadian dollars) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|-------------|-------------|-------------|-------------|-------------|--------------|--------------|-------------|-------------|-------------|-------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Net income | 484 | 497 | 307 | 478 | 210 | 261 | 347 | 453 | 404 | 415 | 981 | 471 | 1,256 | 1,619 |
| Other comprehensive income, net of income taxes | | | | | | | | | | | | | | |
| Net unrealized foreign currency translation gains (losses) on investments in foreign operations | 94 | (57) | 38 | 54 | (140) | 110 | (10) | 106 | (102) | 120 | 37 | (30) | 62 | 114 |
| Net foreign currency translation (gains) losses on investments in foreign operations reclassified to net income | - | - | - | - | - | (12) | - | - | - | - | - | (12) | (12) | - |
| Impact of hedging net foreign currency translation gains (losses) | (36) | 24 | (17) | (33) | 108 | (91) | 7 | (84) | 74 | (104) | (12) | 17 | (33) | (107) |
| Impact of hedging net foreign currency translation (gains) losses reclassified to net income | - | - | - | - | - | 5 | - | - | - | - | - | 5 | 5 | - |
| Net foreign currency translation adjustments | 58 | (33) | 21 | 21 | (32) | 12 | (3) | 22 | (28) | 16 | 25 | (20) | 22 | 7 |
| Net unrealized gains (losses) on available-for-sale securities | 65 | 21 | 23 | 74 | 82 | (66) | (121) | (14) | (9) | 69 | 86 | 16 | 113 | (75) |
| Net (gains) losses on available-for-sale securities reclassified to net income | (35) | (29) | (13) | (27) | (30) | (4) | 3 | (22) | (53) | (9) | (64) | (34) | (74) | (81) |
| Net change in available-for-sale securities | 30 | (8) | 10 | 47 | 52 | (70) | (118) | (36) | (62) | 60 | 22 | (18) | 39 | (156) |
| Net gains (losses) on derivative financial instruments designated as cash flow hedges | (29) | - | (23) | 13 | 40 | 4 | 31 | (43) | 26 | - | (29) | 44 | 34 | 14 |
| Net (gains) losses on designated derivative financial instruments reclassified to net income | (7) | (6) | (5) | (6) | (4) | (3) | (2) | (3) | (3) | (3) | (13) | (7) | (18) | (11) |
| Net change in cash flow hedges | (36) | (6) | (28) | 7 | 36 | 1 | 29 | (46) | 23 | (3) | (42) | 37 | 16 | 3 |
| Share in the other comprehensive income of associates and joint ventures | - | - | - | - | (3) | 4 | 2 | (1) | - | 3 | - | 1 | 1 | 4 |
| Remeasurements of pension plans and other post-employment benefit plans | (80) | 119 | (34) | (86) | 15 | (152) | 67 | 16 | 91 | (113) | 39 | (137) | (257) | 61 |
| Net fair value change attributable to the credit risk on financial liabilities designated at fair value through profit or loss | (41) | (15) | (22) | (4) | (40) | - | - | - | - | - | (56) | (40) | (66) | - |
| Total other comprehensive income, net of income taxes | (69) | 57 | (53) | (15) | 28 | (205) | (23) | (45) | 24 | (37) | (12) | (177) | (245) | (81) |
| Comprehensive income | 415 | 554 | 254 | 463 | 238 | 56 | 324 | 408 | 428 | 378 | 969 | 294 | 1,011 | 1,538 |
| Comprehensive income attributable to: | | | | | | | | | | | | | | |
| Bank shareholders | 389 | 537 | 234 | 442 | 222 | 33 | 306 | 382 | 421 | 357 | 926 | 255 | 931 | 1,466 |
| Non-controlling interests | 26 | 17 | 20 | 21 | 16 | 23 | 18 | 26 | 7 | 21 | 43 | 39 | 80 | 72 |



Distribution of Gross Loans, Acceptances, Impaired Loans and Individual and Collective Allowances by Borrower Category

| | 2017 | | | | | | | | 2016 | | | |
|---|----------------|----------------|---|-----------------------------|----------------|----------------|---|-----------------------------|----------------|----------------|---|-----------------------------|
| | Q2 | | | | Q1 | | | | Q4 | | | |
| | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses |
| (unaudited) (millions of Canadian dollars) | | | | | | | | | | | | |
| Residential mortgage ⁽¹⁾ | 64,798 | 76 | 13 | 3 | 64,396 | 76 | 13 | 3 | 58,265 | 76 | 13 | 3 |
| Qualifying revolving retail ⁽²⁾ | 4,156 | 18 | 10 | 26 | 4,103 | 18 | 10 | 26 | 4,178 | 18 | 10 | 25 |
| Other retail ⁽³⁾ | 11,447 | 51 | 28 | 19 | 10,847 | 53 | 27 | 17 | 10,316 | 49 | 28 | 13 |
| Total retail | 80,401 | 145 | 51 | 48 | 79,346 | 147 | 50 | 46 | 72,759 | 143 | 51 | 41 |
| Agriculture | 4,672 | 20 | 3 | – | 4,694 | 14 | 3 | – | 4,599 | 16 | 6 | – |
| Oil & Gas | 1,789 | 109 | 61 | (40) | 1,992 | 144 | 65 | – | 2,102 | 178 | 66 | – |
| Mining | 468 | – | – | – | 473 | – | – | – | 582 | – | – | – |
| Utilities | 2,221 | 4 | 4 | – | 1,986 | 4 | 4 | – | 1,814 | 4 | 4 | – |
| Construction ⁽⁴⁾ | 2,566 | 34 | 12 | 5 | 2,420 | 13 | 6 | 4 | 2,419 | 13 | 7 | – |
| Manufacturing | 4,089 | 18 | 16 | (1) | 3,799 | 26 | 23 | 1 | 3,597 | 25 | 21 | 3 |
| Wholesale Trade | 2,123 | 13 | 7 | – | 2,009 | 13 | 6 | – | 2,021 | 14 | 6 | 1 |
| Retail Trade | 2,851 | 12 | 8 | 1 | 2,856 | 14 | 9 | (1) | 2,911 | 20 | 11 | 5 |
| Transportation | 2,551 | 5 | 4 | – | 2,540 | 6 | 4 | – | 3,013 | 6 | 4 | – |
| Communications | 1,580 | 15 | 8 | 1 | 1,562 | 15 | 10 | 1 | 1,578 | 23 | 9 | 4 |
| Finance and Insurance | 4,198 | – | – | – | 3,975 | – | – | – | 3,872 | – | – | – |
| Real Estate ⁽⁵⁾ | 8,676 | 9 | 4 | – | 8,397 | 8 | 4 | 1 | 8,310 | 6 | 2 | – |
| Professional Services | 1,572 | 5 | 2 | 1 | 1,400 | 5 | 2 | – | 1,374 | 7 | 2 | – |
| Education & Health Care | 2,767 | 13 | 13 | – | 2,666 | 14 | 14 | 5 | 2,623 | 14 | 8 | – |
| Other Services | 4,427 | 13 | 9 | 1 | 4,664 | 11 | 8 | 3 | 4,647 | 15 | 6 | 3 |
| Government | 1,310 | – | – | – | 1,264 | – | – | – | 1,201 | – | – | – |
| Other ⁽⁶⁾ | 2,266 | 7 | 7 | 40 | 1,624 | 8 | 8 | – | 7,537 | 8 | 8 | 2 |
| Total – Non-retail⁽⁷⁾ | 50,126 | 277 | 158 | 8 | 48,321 | 295 | 166 | 14 | 54,200 | 349 | 160 | 18 |
| Total | 130,527 | 422 | 209 | 56 | 127,667 | 442 | 216 | 60 | 126,959 | 492 | 211 | 59 |

| | 2016 | | | | | | | | 2016 | | | |
|---|----------------|----------------|---|-----------------------------|----------------|----------------|---|-----------------------------|----------------|----------------|---|-----------------------------|
| | Q3 | | | | Q2 | | | | Q1 | | | |
| | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses | Gross loans | Impaired loans | Individual and collective allowances for impaired loans | Provision for credit losses |
| (unaudited) (millions of Canadian dollars) | | | | | | | | | | | | |
| Residential mortgage ⁽¹⁾ | 57,823 | 81 | 13 | 2 | 55,549 | 86 | 11 | 3 | 54,836 | 81 | 10 | 3 |
| Qualifying revolving retail ⁽²⁾ | 4,147 | 17 | 10 | 26 | 4,073 | 18 | 10 | 27 | 4,045 | 18 | 11 | 27 |
| Other retail ⁽³⁾ | 10,150 | 46 | 27 | 10 | 9,689 | 48 | 28 | 10 | 9,661 | 51 | 28 | 12 |
| Total retail | 72,120 | 144 | 50 | 38 | 69,311 | 152 | 49 | 40 | 68,542 | 150 | 49 | 42 |
| Agriculture | 4,621 | 22 | 8 | – | 4,535 | 24 | 8 | – | 4,518 | 28 | 8 | – |
| Oil & Gas | 2,538 | 149 | 65 | – | 2,927 | 178 | 81 | 267 | 3,210 | 91 | 65 | 17 |
| Mining | 361 | – | – | – | 402 | – | – | – | 569 | – | – | – |
| Utilities | 1,905 | 4 | 4 | – | 1,741 | 4 | 4 | – | 1,625 | 4 | 4 | – |
| Construction ⁽⁴⁾ | 2,371 | 15 | 8 | 1 | 2,350 | 21 | 6 | 2 | 2,298 | 19 | 5 | 2 |
| Manufacturing | 3,804 | 25 | 19 | – | 3,753 | 26 | 23 | 4 | 3,962 | 27 | 20 | 1 |
| Wholesale Trade | 1,937 | 8 | 6 | 1 | 1,937 | 20 | 6 | – | 1,846 | 20 | 6 | – |
| Retail Trade | 2,798 | 18 | 10 | 1 | 3,280 | 20 | 10 | 3 | 3,273 | 18 | 9 | 1 |
| Transportation | 2,589 | 5 | 4 | 3 | 1,911 | 10 | 4 | – | 2,033 | 10 | 4 | – |
| Communications | 1,573 | 22 | 5 | – | 1,551 | 22 | 5 | – | 1,369 | 25 | 6 | – |
| Finance and Insurance | 4,572 | – | – | – | 4,565 | 1 | 1 | – | 3,709 | 1 | – | – |
| Real Estate ⁽⁵⁾ | 8,189 | 4 | 1 | – | 8,143 | 5 | 1 | – | 7,999 | 3 | 1 | – |
| Professional Services | 1,346 | 6 | 2 | – | 1,275 | 8 | 3 | 1 | 1,149 | 7 | 3 | – |
| Education & Health Care | 2,665 | 14 | 8 | – | 2,697 | 14 | 9 | – | 2,928 | 14 | 8 | – |
| Other Services | 4,541 | 8 | 3 | – | 4,313 | 8 | 3 | – | 4,265 | 9 | 4 | – |
| Government | 1,172 | – | – | – | 1,187 | – | – | – | 1,012 | – | – | – |
| Other | 6,467 | 8 | 8 | 1 | 6,075 | 8 | 8 | – | 4,769 | 8 | 8 | – |
| Total – Non-retail⁽⁷⁾ | 53,449 | 308 | 151 | 7 | 52,642 | 369 | 172 | 277 | 50,534 | 284 | 151 | 21 |
| Total | 125,569 | 452 | 201 | 45 | 121,953 | 521 | 221 | 317 | 119,076 | 434 | 200 | 63 |

- (1) Includes Retail residential mortgages of one to four units (Basel definition) and HELOC.
- (2) Includes lines of credit and credit card receivables.
- (3) Includes consumer loans and other personal loans but excludes SME retail transferred in Non Retail Portfolio.
- (4) Includes some public private partnership and project finance loans.
- (5) Includes residential mortgages 5 units and more.
- (6) Since Q1-2017, the acquired loans for securitization purposes by the Financial Markets segment are presented in the Residential Mortgage category.
- (7) This total includes SME retail.

Residential Mortgage Portfolio Information

| Q2 2017 | | | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|---|--------------------------|-----|----------------------|---|----------------|--|--------|--|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽¹⁰⁾⁽⁴⁾ | | |
| | Insured | | Uninsured | | HELOC | | Total | | Uninsured ⁽⁵⁾ | | HELOC ⁽⁶⁾ | | Canada | | Canada | |
| | | | | | | | | | | | | | | | | |
| Quebec | 13,778 | 21.8% | 8,323 | 13.2% | 13,037 | 20.5% | 35,138 | 55.5% | 71% | 69% | 30 % or less | 5.3% | 0 - 20 years | 20.5% | | |
| Ontario | 8,329 | 13.1% | 3,485 | 5.5% | 4,171 | 6.6% | 15,985 | 25.2% | 68% | 61% | 31 % to 60 % | 28.7% | 20 - 25 years | 49.4% | | |
| Alberta | 3,372 | 5.3% | 740 | 1.2% | 919 | 1.4% | 5,031 | 7.9% | 72% | 70% | 61 % to 70 % | 18.4% | 25 - 30 years | 28.6% | | |
| British Columbia | 2,477 | 3.9% | 753 | 1.2% | 1,038 | 1.6% | 4,268 | 6.7% | 63% | 57% | 71 % to 80 % | 26.1% | 30 - 35 years | 1.5% | | |
| New Brunswick | 624 | 1.0% | 239 | 0.3% | 235 | 0.4% | 1,098 | 1.7% | 74% | 71% | 81 % to 90 % | 12.4% | 35 years and + | 0.0% | | |
| Saskatchewan | 623 | 1.0% | 107 | 0.1% | 171 | 0.3% | 901 | 1.4% | 72% | 71% | 91 % to 95 % | 4.1% | Total | 100.0% | | |
| Manitoba | 274 | 0.4% | 52 | 0.1% | 130 | 0.2% | 456 | 0.7% | 67% | 67% | 96 % or more | 5.0% | | | | |
| Other Canadian provinces ⁽⁷⁾ | 392 | 0.6% | 88 | 0.1% | 111 | 0.2% | 591 | 0.9% | 73% | 67% | Total | 100.0% | | | | |
| USA, Cambodia and Others | 29,869 | 47.1% | 13,787 | 21.7% | 19,812 | 31.2% | 63,468 | 100.0% | 70% | 66% | | | | | | |
| Other residential mortgages ⁽⁸⁾ | 1,840 | | 2,846 | | | | 4,686 | | | | | | | | | |
| Total | 31,709 | 45.6% | 17,963 | 25.9% | 19,812 | 28.5% | 69,484 | 100.0% | | | | | | | | |

| Q1 2017 | | | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|---|--------------------------|-----|----------------------|---|----------------|--|--------|--|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽¹⁰⁾⁽⁴⁾ | | |
| | Insured | | Uninsured | | HELOC | | Total | | Uninsured ⁽⁵⁾ | | HELOC ⁽⁶⁾ | | Canada | | Canada | |
| | | | | | | | | | | | | | | | | |
| Quebec | 13,997 | 22.2% | 8,097 | 12.8% | 12,944 | 20.4% | 35,038 | 55.4% | 71% | 69% | 30 % or less | 5.2% | 0 - 20 years | 20.4% | | |
| Ontario | 8,554 | 13.5% | 3,300 | 5.2% | 4,100 | 6.5% | 15,954 | 25.2% | 67% | 62% | 31 % to 60 % | 27.7% | 20 - 25 years | 49.1% | | |
| Alberta | 3,377 | 5.3% | 747 | 1.2% | 923 | 1.5% | 5,047 | 8.0% | 73% | 69% | 61 % to 70 % | 18.8% | 25 - 30 years | 29.3% | | |
| British Columbia | 2,527 | 4.0% | 695 | 1.1% | 1,022 | 1.6% | 4,244 | 6.7% | 64% | 56% | 71 % to 80 % | 27.3% | 30 - 35 years | 1.6% | | |
| New Brunswick | 635 | 1.0% | 234 | 0.3% | 234 | 0.4% | 1,103 | 1.7% | 75% | 69% | 81 % to 90 % | 11.6% | 35 years and + | 0.0% | | |
| Saskatchewan | 615 | 1.0% | 103 | 0.2% | 167 | 0.2% | 885 | 1.4% | 75% | 66% | 91 % to 95 % | 4.2% | Total | 100.0% | | |
| Manitoba | 278 | 0.4% | 53 | 0.1% | 127 | 0.2% | 458 | 0.7% | 75% | 63% | 96 % or more | 5.2% | | | | |
| Other Canadian provinces ⁽⁷⁾ | 394 | 0.6% | 86 | 0.1% | 111 | 0.2% | 591 | 0.9% | 76% | 68% | Total | 100.0% | | | | |
| USA, Cambodia and Others | 30,377 | 48.0% | 13,315 | 21.0% | 19,628 | 31.0% | 63,320 | 100.0% | 69% | 65% | | | | | | |
| Other residential mortgages ⁽⁸⁾ | 1,849 | | 2,903 | | | | 4,752 | | | | | | | | | |
| Total | 32,226 | 46.6% | 17,294 | 25.0% | 19,628 | 28.4% | 69,148 | 100.0% | | | | | | | | |

| Q4 2016 | | | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|---|--------------------------|-----|----------------------|---|----------------|--|--------|--|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽¹⁰⁾⁽⁴⁾ | | |
| | Insured | | Uninsured | | HELOC | | Total | | Uninsured ⁽⁵⁾ | | HELOC ⁽⁶⁾ | | Canada | | Canada | |
| | | | | | | | | | | | | | | | | |
| Quebec | 13,966 | 24.4% | 8,034 | 14.0% | 12,881 | 22.5% | 34,881 | 60.9% | 71% | 70% | 30 % or less | 5.7% | 0 - 20 years | 20.7% | | |
| Ontario | 6,051 | 10.6% | 3,199 | 5.5% | 4,052 | 7.1% | 13,302 | 23.2% | 68% | 62% | 31 % to 60 % | 28.7% | 20 - 25 years | 45.8% | | |
| Alberta | 1,853 | 3.2% | 755 | 1.4% | 925 | 1.6% | 3,533 | 6.2% | 73% | 67% | 61 % to 70 % | 19.6% | 25 - 30 years | 31.5% | | |
| British Columbia | 1,524 | 2.7% | 656 | 1.1% | 1,000 | 1.7% | 3,180 | 5.5% | 63% | 54% | 71 % to 80 % | 27.8% | 30 - 35 years | 2.3% | | |
| New Brunswick | 576 | 1.0% | 231 | 0.4% | 233 | 0.4% | 1,040 | 1.8% | 74% | 65% | 81 % to 90 % | 10.6% | 35 years and + | 0.0% | | |
| Saskatchewan | 314 | 0.5% | 103 | 0.2% | 172 | 0.3% | 589 | 1.0% | 74% | 70% | 91 % to 95 % | 3.9% | Total | 100.0% | | |
| Manitoba | 144 | 0.3% | 53 | 0.1% | 126 | 0.2% | 323 | 0.6% | 74% | 65% | 96 % or more | 3.7% | | | | |
| Other Canadian provinces ⁽⁷⁾ | 254 | 0.4% | 83 | 0.2% | 108 | 0.2% | 445 | 0.8% | 77% | 68% | Total | 100.0% | | | | |
| USA, Cambodia and Others | 24,682 | 43.1% | 13,114 | 22.9% | 19,497 | 34.0% | 57,293 | 100.0% | 69% | 66% | | | | | | |
| Other residential mortgages ⁽⁸⁾ | 7,336 | | 972 | | | | 972 | | | | | | | | | |
| Total | 32,018 | 46.8% | 16,850 | 24.7% | 19,497 | 28.5% | 68,365 | 100.0% | | | | | | | | |

| Q3 2016 | | | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|---|--------------------------|-----|----------------------|---|----------------|--|--------|--|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽¹⁰⁾⁽⁴⁾ | | |
| | Insured | | Uninsured | | HELOC | | Total | | Uninsured ⁽⁵⁾ | | HELOC ⁽⁶⁾ | | Canada | | Canada | |
| | | | | | | | | | | | | | | | | |
| Quebec | 13,901 | 24.4% | 8,164 | 14.3% | 12,653 | 22.2% | 34,718 | 60.9% | 71% | 69% | 30 % or less | 5.6% | 0 - 20 years | 20.7% | | |
| Ontario | 6,162 | 10.8% | 3,062 | 5.4% | 3,983 | 7.0% | 13,207 | 23.2% | 69% | 65% | 31 % to 60 % | 27.6% | 20 - 25 years | 43.4% | | |
| Alberta | 1,929 | 3.4% | 763 | 1.3% | 912 | 1.6% | 3,604 | 6.3% | 72% | 72% | 61 % to 70 % | 20.0% | 25 - 30 years | 33.4% | | |
| British Columbia | 1,540 | 2.7% | 578 | 1.1% | 981 | 1.7% | 3,099 | 5.5% | 63% | 54% | 71 % to 80 % | 29.2% | 30 - 35 years | 2.5% | | |
| New Brunswick | 572 | 1.0% | 229 | 0.4% | 234 | 0.4% | 1,035 | 1.8% | 73% | 71% | 81 % to 90 % | 10.5% | 35 years and + | 0.0% | | |
| Saskatchewan | 296 | 0.5% | 101 | 0.2% | 168 | 0.3% | 565 | 1.0% | 75% | 70% | 91 % to 95 % | 3.9% | Total | 100.0% | | |
| Manitoba | 133 | 0.2% | 50 | 0.1% | 125 | 0.2% | 308 | 0.5% | 69% | 69% | 96 % or more | 3.2% | | | | |
| Others ⁽⁷⁾ | 245 | 0.5% | 83 | 0.1% | 105 | 0.2% | 433 | 0.8% | 76% | 73% | Total | 100.0% | | | | |
| USA, Cambodia and Others | 24,778 | 43.5% | 13,030 | 22.9% | 19,161 | 33.6% | 56,969 | 100.0% | 69% | 67% | | | | | | |
| Other residential mortgages ⁽⁸⁾ | 6,174 | | 2,695 | | | | 8,869 | | | | | | | | | |
| Total | 30,952 | 46.4% | 16,579 | 24.9% | 19,161 | 28.7% | 66,692 | 100.0% | | | | | | | | |

(1) Excluding non-Canadian mortgages.

(2) Includes HELOC.

(3) Property values are updated using Teranet-National Bank sub-indices by area and property type.

(4) Excludes amortization for the HELOC's amortized portion. The remaining amortization period is being disclosed.

(5) LTV is calculated using the outstanding amount and weighted by the outstanding of each loan.

(6) LTV is calculated using the authorized amount and weighted by the authorized amount of each line. Includes both revolving and amortized portions.

(7) Others include : Prince Edward Island, Nova Scotia, Newfoundland and Labrador, Northwest Territories, Yukon. Before Q3 2016, Others also included US.

(8) Includes residential mortgages of 5 units and more and non retail residential mortgages of 1 to 4 units other than Retail. Also included acquired loans for securitization purposes by the Financial Markets segment until Q4-2016.

Starting Q1-2017, those loans are broken down by provinces.

Residential Mortgage Portfolio Information (continued)

| Q2 2016 | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------------------|---|------------|---|--------|---|--------|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽⁴⁾⁽⁸⁾ | |
| | Insured | | Uninsured | | HELOC | Total | | Uninsured ⁽⁵⁾ | HELOC ⁽⁶⁾ | Canada | | Canada | | |
| | | | | | | | | | | | | | | |
| Quebec | 13,853 | 24.9% | 8,052 | 14.5% | 12,523 | 22.6% | 34,428 | 62.0% | 70% | 69% | 30 % or less | 5.3% | 0 - 20 years | 21.4% |
| Ontario | 5,641 | 10.2% | 3,129 | 5.6% | 3,943 | 7.1% | 12,713 | 22.9% | 70% | 65% | 31 % to 60 % | 26.2% | 20 - 25 years | 41.4% |
| Alberta | 1,651 | 3.0% | 777 | 1.4% | 902 | 1.6% | 3,330 | 6.0% | 70% | 72% | 61 % to 70 % | 19.9% | 25 - 30 years | 34.4% |
| British Columbia | 1,310 | 2.3% | 542 | 1.0% | 931 | 1.7% | 2,783 | 5.0% | 61% | 54% | 71 % to 80 % | 28.6% | 30 - 35 years | 2.8% |
| New Brunswick | 542 | 1.0% | 232 | 0.4% | 233 | 0.4% | 1,007 | 1.8% | 75% | 71% | 81 % to 90 % | 12.8% | 35 years and + | 0.0% |
| Saskatchewan | 218 | 0.4% | 103 | 0.2% | 167 | 0.3% | 488 | 0.9% | 75% | 70% | 91 % to 95 % | 3.9% | Total | 100.0% |
| Manitoba | 95 | 0.2% | 50 | 0.1% | 123 | 0.2% | 268 | 0.5% | 69% | 69% | 96 % or more | 3.3% | | |
| Others ⁽⁷⁾ | 193 | 0.3% | 240 | 0.4% | 99 | 0.2% | 532 | 0.9% | 73% | 73% | | | | |
| Other residential mortgage⁽⁸⁾ | 23,503 | 42.3% | 13,125 | 23.6% | 18,921 | 34.1% | 55,549 | 100.0% | 69% | 67% | | | | |
| Total | 29,279 | 45.7% | 15,817 | 24.7% | 18,921 | 29.6% | 64,017 | 100.0% | | | | | | |

| Q1 2016 | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------------------|---|------------|---|--------|---|--------|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽⁴⁾⁽⁸⁾ | |
| | Insured | | Uninsured | | HELOC | Total | | Uninsured ⁽⁵⁾ | HELOC ⁽⁶⁾ | Canada | | Canada | | |
| | | | | | | | | | | | | | | |
| Quebec | 13,727 | 25.0% | 8,179 | 14.9% | 12,344 | 22.6% | 34,250 | 62.5% | 70% | 70% | 30 % or less | 5.4% | 0 - 20 years | 21.5% |
| Ontario | 5,423 | 9.9% | 3,179 | 5.8% | 3,860 | 7.0% | 12,462 | 22.7% | 69% | 65% | 31 % to 60 % | 26.1% | 20 - 25 years | 40.1% |
| Alberta | 1,524 | 2.8% | 796 | 1.5% | 895 | 1.6% | 3,215 | 5.9% | 70% | 72% | 61 % to 70 % | 20.3% | 25 - 30 years | 35.0% |
| British Columbia | 1,211 | 2.2% | 536 | 1.0% | 923 | 1.7% | 2,670 | 4.9% | 64% | 58% | 71 % to 80 % | 29.7% | 30 - 35 years | 3.4% |
| New Brunswick | 531 | 1.0% | 238 | 0.4% | 230 | 0.4% | 999 | 1.8% | 71% | 73% | 81 % to 90 % | 11.7% | 35 years and + | 0.0% |
| Saskatchewan | 190 | 0.3% | 104 | 0.2% | 167 | 0.3% | 461 | 0.8% | 73% | 70% | 91 % to 95 % | 3.8% | Total | 100.0% |
| Manitoba | 84 | 0.2% | 52 | 0.1% | 123 | 0.2% | 259 | 0.5% | 69% | 69% | 96 % or more | 3.0% | | |
| Others ⁽⁷⁾ | 171 | 0.3% | 253 | 0.4% | 96 | 0.2% | 520 | 0.9% | 73% | 73% | | | | |
| Other residential mortgage⁽⁸⁾ | 22,861 | 41.7% | 13,337 | 24.3% | 18,638 | 34.0% | 54,836 | 100.0% | 69% | 67% | | | | |
| Total | 28,442 | 45.1% | 15,967 | 25.3% | 18,638 | 29.6% | 63,047 | 100.0% | | | | | | |

| Q4 2015 | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------------------|---|------------|---|--------|---|--------|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽⁴⁾⁽⁸⁾ | |
| | Insured | | Uninsured | | HELOC | Total | | Uninsured ⁽⁵⁾ | HELOC ⁽⁶⁾ | Canada | | Canada | | |
| | | | | | | | | | | | | | | |
| Quebec | 13,848 | 25.6% | 8,023 | 14.9% | 12,196 | 22.6% | 34,067 | 63.1% | 70% | 70% | 30 % or less | 5.4% | 0 - 20 years | 21.5% |
| Ontario | 5,233 | 9.7% | 3,110 | 5.8% | 3,787 | 7.0% | 12,130 | 22.5% | 70% | 66% | 31 % to 60 % | 26.0% | 20 - 25 years | 38.4% |
| Alberta | 1,442 | 2.7% | 773 | 1.4% | 873 | 1.6% | 3,088 | 5.7% | 71% | 69% | 61 % to 70 % | 20.3% | 25 - 30 years | 35.8% |
| British Columbia | 1,136 | 2.1% | 504 | 0.9% | 916 | 1.7% | 2,556 | 4.7% | 65% | 61% | 71 % to 80 % | 29.7% | 30 - 35 years | 4.3% |
| New Brunswick | 531 | 1.0% | 234 | 0.4% | 230 | 0.4% | 995 | 1.8% | 71% | 73% | 81 % to 90 % | 11.7% | 35 years and + | 0.0% |
| Saskatchewan | 162 | 0.3% | 103 | 0.2% | 166 | 0.3% | 431 | 0.8% | 73% | 70% | 91 % to 95 % | 3.9% | Total | 100.0% |
| Manitoba | 74 | 0.2% | 53 | 0.1% | 121 | 0.2% | 248 | 0.5% | 71% | 68% | 96 % or more | 3.0% | | |
| Others ⁽⁷⁾ | 164 | 0.3% | 233 | 0.4% | 92 | 0.2% | 489 | 0.9% | 75% | 68% | | | | |
| Other residential mortgage⁽⁸⁾ | 22,590 | 41.9% | 13,033 | 24.1% | 18,381 | 34.0% | 54,004 | 100.0% | 69% | 68% | | | | |
| Total | 27,902 | 45.1% | 15,618 | 25.2% | 18,381 | 29.7% | 61,901 | 100.0% | | | | | | |

| Q3 2015 | | | | | | | | | | | | | | |
|---|--------------------------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------------------|---|------------|---|--------|---|--------|
| (unaudited) (millions of Canadian dollars) | Residential Mortgage Portfolio | | | | | | | | Average LTV for mortgages originated and acquired during the quarter ⁽¹⁾ | | Residential Mortgage ⁽²⁾ exposure groupes by LTV buckets ⁽³⁾⁽⁹⁾ | | Residential Mortgage Portfolio (remaining amortization) ⁽⁴⁾⁽⁸⁾ | |
| | Insured | | Uninsured | | HELOC | Total | | Uninsured ⁽⁵⁾ | HELOC ⁽⁶⁾ | Canada | | Canada | | |
| | | | | | | | | | | | | | | |
| Quebec | 14,095 | 26.4% | 7,639 | 14.4% | 11,959 | 22.5% | 33,693 | 63.3% | 71% | 70% | 30 % or less | 5.5% | 0 - 20 years | 21.8% |
| Ontario | 5,260 | 9.9% | 2,866 | 5.4% | 3,744 | 7.0% | 11,870 | 22.3% | 71% | 66% | 31 % to 60 % | 25.9% | 20 - 25 years | 36.1% |
| Alberta | 1,422 | 2.7% | 749 | 1.4% | 871 | 1.6% | 3,042 | 5.7% | 72% | 71% | 61 % to 70 % | 20.6% | 25 - 30 years | 36.5% |
| British Columbia | 1,072 | 2.0% | 459 | 0.9% | 902 | 1.7% | 2,433 | 4.6% | 65% | 61% | 71 % to 80 % | 30.5% | 30 - 35 years | 5.6% |
| New Brunswick | 536 | 1.1% | 224 | 0.4% | 230 | 0.4% | 990 | 1.9% | 72% | 72% | 81 % to 90 % | 11.2% | 35 years and + | 0.0% |
| Saskatchewan | 166 | 0.3% | 103 | 0.2% | 160 | 0.3% | 429 | 0.8% | 72% | 68% | 91 % to 95 % | 3.9% | Total | 100.0% |
| Manitoba | 77 | 0.1% | 51 | 0.1% | 117 | 0.3% | 245 | 0.5% | 69% | 66% | 96 % or more | 2.4% | | |
| Others ⁽⁷⁾ | 159 | 0.3% | 222 | 0.4% | 91 | 0.2% | 472 | 0.9% | 75% | 67% | | | | |
| Other residential mortgage⁽⁸⁾ | 22,787 | 42.8% | 12,313 | 23.2% | 18,074 | 34.0% | 53,174 | 100.0% | 70% | 68% | | | | |
| Total | 27,344 | 45.4% | 14,856 | 24.6% | 18,074 | 30.0% | 60,274 | 100.0% | | | | | | |

(1) Excluding non-Canadian mortgages.

(2) Includes HELOC.

(3) Property values are updated using Teranet-National Bank sub-indices by area and property type.

(4) Excludes amortization for the HELOC's amortized portion. The remaining amortization period is being disclosed.

(5) LTV is calculated using the outstanding amount and weighted by the outstanding of each loan.

(6) LTV is calculated using the authorized amount and weighted by the authorized amount of each line. Includes both revolving and amortized portions.

(7) Others include: Prince Edward Island, Nova Scotia, Newfoundland and Labrador, Northwest Territories, Yukon.

(8) Includes residential mortgages of 5 units and more and non retail residential mortgages of 1 to 4 units other than Retail. Also included acquired loans for securitization purposes by the Financial Markets segment.

Geographic Distribution of Gross Loans, Acceptances, Impaired Loans and Individual and Collective Allowances ⁽¹⁾

| (unaudited) (millions of Canadian dollars) | 2017 | | | | | | 2016 | | |
|--|----------------------------|----------------|--------------------------------------|----------------------------|----------------|--------------------------------------|----------------------------|----------------|--------------------------------------|
| | Q2 | | | Q1 | | | Q4 | | |
| | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances |
| Canada | | | | | | | | | |
| Residential mortgage ⁽³⁾ | 63,468 | 72 | 11 | 63,320 | 73 | 12 | 57,293 | 74 | 12 |
| Qualifying revolving retail ⁽⁴⁾ | 4,156 | 18 | 10 | 4,103 | 18 | 10 | 4,177 | 18 | 10 |
| Other retail ⁽⁵⁾ | 10,149 | 50 | 27 | 9,879 | 53 | 27 | 9,881 | 49 | 28 |
| Non Retail ⁽⁶⁾ | 46,580 | 274 | 155 | 44,939 | 292 | 163 | 50,863 | 346 | 158 |
| | 124,353 | 414 | 203 | 122,241 | 436 | 212 | 122,214 | 487 | 208 |
| United States | | | | | | | | | |
| Residential mortgages ⁽³⁾ | 248 | – | – | 165 | – | – | 167 | – | – |
| Qualifying revolving retail ⁽⁴⁾ | – | – | – | – | – | – | – | – | – |
| Other retail ⁽⁵⁾ | 1,214 | – | – | 881 | – | – | 329 | – | – |
| Non Retail ⁽⁶⁾ | 2,932 | 3 | 3 | 2,688 | 3 | 3 | 2,495 | 3 | 2 |
| | 4,394 | 3 | 3 | 3,734 | 3 | 3 | 2,991 | 3 | 2 |
| Europe | | | | | | | | | |
| Non Retail ⁽⁶⁾ | 27 | – | – | 19 | – | – | 28 | – | – |
| Others | | | | | | | | | |
| Residential mortgage ⁽³⁾ | 1,082 | 4 | 2 | 911 | 3 | 1 | 805 | 2 | 1 |
| Qualifying revolving retail ⁽⁴⁾ | – | – | – | – | – | – | 1 | – | – |
| Other retail ⁽⁵⁾ | 84 | 1 | 1 | 87 | – | – | 106 | – | – |
| Non Retail ⁽⁶⁾ | 587 | – | – | 675 | – | – | 814 | – | – |
| | 1,753 | 5 | 3 | 1,673 | 3 | 1 | 1,726 | 2 | 1 |
| Total | 130,527 | 422 | 209 | 127,667 | 442 | 216 | 126,959 | 492 | 211 |

| (unaudited) (millions of Canadian dollars) | 2016 | | | | | | | | |
|--|----------------------------|----------------|--------------------------------------|----------------------------|----------------|--------------------------------------|----------------------------|----------------|--------------------------------------|
| | Q3 | | | Q2 | | | Q1 | | |
| | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances | Gross loans ⁽²⁾ | Impaired loans | Individual and collective allowances |
| Canada | | | | | | | | | |
| Residential mortgage ⁽³⁾ | 56,969 | 80 | 13 | 55,394 | 86 | 11 | 54,668 | 81 | 10 |
| Qualifying revolving retail ⁽⁴⁾ | 4,146 | 17 | 10 | 4,073 | 18 | 10 | 4,045 | 18 | 11 |
| Other retail ⁽⁵⁾ | 9,756 | 46 | 27 | 9,682 | 48 | 28 | 9,653 | 51 | 28 |
| Non Retail ⁽⁶⁾ | 50,505 | 305 | 149 | 49,739 | 366 | 170 | 47,859 | 281 | 149 |
| | 121,376 | 448 | 199 | 118,888 | 518 | 219 | 116,225 | 431 | 198 |
| United States | | | | | | | | | |
| Residential mortgages ⁽³⁾ | 166 | – | – | 155 | – | – | 168 | – | – |
| Qualifying revolving retail ⁽⁴⁾ | – | – | – | – | – | – | – | – | – |
| Other retail ⁽⁵⁾ | 286 | – | – | 7 | – | – | 8 | – | – |
| Non Retail ⁽⁶⁾ | 2,351 | 3 | 2 | 2,430 | 3 | 2 | 2,323 | 3 | 2 |
| | 2,803 | 3 | 2 | 2,592 | 3 | 2 | 2,499 | 3 | 2 |
| Europe | | | | | | | | | |
| Non Retail ⁽⁶⁾ | 34 | – | – | 30 | – | – | 109 | – | – |
| Others | | | | | | | | | |
| Residential mortgage ⁽³⁾ | 688 | 1 | – | – | – | – | – | – | – |
| Qualifying revolving retail ⁽⁴⁾ | 1 | – | – | – | – | – | – | – | – |
| Other retail ⁽⁵⁾ | 108 | – | – | – | – | – | – | – | – |
| Non Retail ⁽⁶⁾ | 559 | – | – | 443 | – | – | 243 | – | – |
| | 1,356 | 1 | – | 443 | – | – | 243 | – | – |
| Total | 125,569 | 452 | 201 | 121,953 | 521 | 221 | 119,076 | 434 | 200 |

(1) Geographic information based on borrower address (country).

(2) Gross loans comprise securitized assets.

(3) Includes Retail residential mortgages comprising one to four units (Basel definition) and HELOC.

(4) Includes line of credit and credit card receivables.

(5) Includes consumer loans, and other personal loans but excludes SME retail.

(6) Non Retail portfolio includes SME-Retail loans.



Impaired Loans by Sector

(unaudited) (millions of Canadian dollars)

| | 2017 | | 2016 | | | | 2015 | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| Gross Impaired Loans | | | | | | | | | | |
| Personal and Commercial | | | | | | | | | | |
| Retail | 133 | 136 | 131 | 134 | 141 | 140 | 140 | 140 | 142 | 135 |
| Commercial | 271 | 290 | 343 | 302 | 362 | 278 | 303 | 295 | 287 | 237 |
| Wealth Management | 7 | 7 | 10 | 9 | 12 | 10 | 8 | 8 | 5 | 5 |
| Financial Markets | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 12 | 12 |
| U.S. Specialty Finance and International | | | | | | | | | | |
| Credigy | - | - | - | - | - | - | - | - | - | - |
| ABA Bank ⁽¹⁾ | 5 | 3 | 2 | 1 | - | - | - | - | - | - |
| Other | - | - | - | - | - | - | - | - | - | - |
| Total gross impaired loans | 422 | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 |
| As a % of loans and acceptances | 0.32% | 0.35% | 0.39% | 0.36% | 0.43% | 0.36% | 0.39% | 0.40% | 0.41% | 0.36% |

| | 2017 | | 2016 | | | | 2015 | | | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| Net Impaired Loans | | | | | | | | | | |
| Personal and Commercial | | | | | | | | | | |
| Retail | 88 | 89 | 85 | 88 | 96 | 93 | 92 | 89 | 93 | 88 |
| Commercial | 119 | 131 | 190 | 157 | 197 | 134 | 157 | 160 | 153 | 103 |
| Wealth Management | 4 | 4 | 5 | 5 | 7 | 7 | 5 | 5 | 3 | 3 |
| Financial Markets | - | - | - | - | - | - | - | - | - | - |
| U.S. Specialty Finance and International | | | | | | | | | | |
| Credigy | - | - | - | - | - | - | - | - | - | - |
| ABA Bank ⁽¹⁾ | 2 | 2 | 1 | 1 | - | - | - | - | - | - |
| Other | - | - | - | - | - | - | - | - | - | - |
| Impaired loans, net of allowances | 213 | 226 | 281 | 251 | 300 | 234 | 254 | 254 | 249 | 194 |
| Sectoral allowance on non-impaired loans - Oil & Gas ⁽²⁾ | (147) | (204) | (204) | (213) | (250) | - | - | - | - | - |
| Collective allowance on non-impaired loans ⁽³⁾ | (406) | (366) | (366) | (366) | (366) | (366) | (366) | (366) | (366) | (366) |
| Total impaired loans, net of total allowances | (340) | (344) | (289) | (328) | (316) | (132) | (112) | (112) | (117) | (172) |
| As a % of loans and acceptances | -0.3% | -0.3% | -0.2% | -0.3% | -0.3% | -0.1% | -0.1% | -0.1% | -0.1% | -0.2% |

(1) The Bank completed the acquisition of Advanced Bank of Asia Limited (ABA Bank) during the third quarter of 2016.

(2) During the second quarter of 2017, the Bank reversed the sectoral provision on non-impaired loans for the oil and gas producer and service company loan portfolio by \$40 million. The sectoral provision on non-impaired loans of \$250 million was recorded during the second quarter of 2016.

(3) During the second quarter of 2017, the Bank increased the collective allowance on non-impaired loans for credit risk by \$40 million related to growth in the Bank's overall credit portfolio.



Formation of Gross Impaired Loans and Allowance for Credit Losses

| (unaudited) (millions of Canadian dollars) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|--------------|
| Formation of Gross Impaired Loans ⁽¹⁾ (by sector) | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Opening balance | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 | 486 | 492 | 457 | 457 | 486 |
| Write-offs | | | | | | | | | | | | | | |
| Personal and Commercial | | | | | | | | | | | | | | |
| Retail | (21) | (18) | (20) | (18) | (20) | (23) | (23) | (18) | (21) | (21) | (39) | (43) | (81) | (83) |
| Commercial | (33) | (10) | (19) | (66) | (5) | (20) | (11) | (16) | (15) | (62) | (43) | (25) | (110) | (104) |
| Wealth Management | (1) | (3) | (1) | (2) | (1) | (2) | (1) | (1) | (1) | (1) | (4) | (3) | (6) | (4) |
| Financial Markets | - | - | - | - | - | - | - | (6) | - | - | - | - | - | (6) |
| U.S. Specialty Finance and International | | | | | | | | | | | | | | |
| ABA Bank ⁽²⁾ | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total write-offs | (55) | (31) | (40) | (86) | (26) | (45) | (35) | (41) | (37) | (84) | (86) | (71) | (197) | (197) |
| Formation | | | | | | | | | | | | | | |
| Personal and Commercial | | | | | | | | | | | | | | |
| Retail | 18 | 23 | 17 | 11 | 21 | 23 | 23 | 16 | 28 | 22 | 41 | 44 | 72 | 89 |
| Commercial | 14 | (43) | 60 | 6 | 89 | (5) | 19 | 24 | 65 | (37) | (29) | 84 | 150 | 71 |
| Wealth Management | 1 | - | 2 | (1) | 3 | 4 | 1 | 4 | 1 | 2 | 1 | 7 | 8 | 8 |
| Financial Markets | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| U.S. Specialty Finance and International | | | | | | | | | | | | | | |
| ABA Bank ⁽²⁾ | 2 | 1 | 1 | 1 | - | - | - | - | - | - | 3 | - | 2 | - |
| Other | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total formation | 35 | (19) | 80 | 17 | 113 | 22 | 43 | 44 | 94 | (13) | 16 | 135 | 232 | 168 |
| Closing balance | 422 | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 | 422 | 521 | 492 | 457 |

| Formation of Gross Impaired Loans (by activity) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|---|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Opening balance | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 | 486 | 492 | 457 | 457 | 486 |
| Classified as impaired during the period | 192 | 79 | 190 | 204 | 211 | 145 | 135 | 149 | 187 | 107 | 271 | 356 | 750 | 578 |
| Transferred to not impaired during the period | (5) | (5) | (4) | (6) | (6) | (3) | (5) | (7) | (8) | (3) | (10) | (9) | (19) | (23) |
| Net repayments | (121) | (60) | (80) | (158) | (66) | (91) | (64) | (78) | (62) | (100) | (181) | (157) | (395) | (304) |
| Write-offs | (82) | (54) | (59) | (104) | (45) | (64) | (53) | (60) | (54) | (97) | (136) | (109) | (272) | (264) |
| Recoveries of loans previously written off | (5) | (7) | (7) | (6) | (5) | (4) | (5) | (5) | (7) | (5) | (12) | (9) | (22) | (22) |
| Disposals of loans | - | - | - | - | - | - | - | - | - | (1) | - | - | - | (1) |
| Exchange and other movements | 1 | (3) | - | 1 | (2) | (6) | - | 4 | 1 | 2 | (2) | (8) | (7) | 7 |
| Closing balance | 422 | 442 | 492 | 452 | 521 | 434 | 457 | 449 | 446 | 389 | 422 | 521 | 492 | 457 |

| Allowance for Credit Losses | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|---|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Allowances at beginning | 786 | 781 | 780 | 837 | 566 | 569 | 561 | 563 | 561 | 604 | 781 | 569 | 569 | 604 |
| Write-offs | (87) | (61) | (66) | (110) | (50) | (68) | (58) | (65) | (61) | (103) | (148) | (118) | (294) | (287) |
| Recoveries of amounts written off in previous years | 7 | 6 | 7 | 8 | 5 | 5 | 5 | 6 | 5 | 5 | 13 | 10 | 25 | 21 |
| Charge to income statement (provision for credit losses) ⁽³⁾ | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |
| Disposal of loans | - | - | - | - | - | - | - | - | - | 1 | - | - | - | 1 |
| Exchange and other movements | - | - | 1 | - | (1) | (3) | - | 1 | 1 | - | - | (4) | (3) | 2 |
| Allowances at end | 762 | 786 | 781 | 780 | 837 | 566 | 569 | 561 | 563 | 561 | 762 | 837 | 781 | 569 |

(1) Credit card receivables are not included.

(2) The Bank completed the acquisition of Advanced Bank of Asia Limited (ABA Bank) during the third quarter of 2016.

(3) During the second quarter of 2017, the Bank reversed the sectoral provision on non-impaired loans for the oil and gas producer and service company loan portfolio by \$40 million.

The sectoral provision on non-impaired loans of \$250 million was recorded during the second quarter of 2016.

Moreover, during the second quarter of 2017, the Bank increased the collective allowance on non-impaired loans for credit risk by \$40 million related to growth in the Bank's overall credit portfolio.



Provisions for Credit Losses

| (unaudited) (millions of Canadian dollars) | 2017 | | 2016 | | | | 2015 | | | | YTD | | Full Year | |
|--|-----------|-----------|-----------|-----------|------------|-----------|-----------|-----------|-----------|-----------|------------|------------|------------|------------|
| | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2017 | 2016 | 2016 | 2015 |
| Personal and Commercial | | | | | | | | | | | | | | |
| Retail | 17 | 16 | 17 | 17 | 17 | 20 | 19 | 19 | 21 | 22 | 33 | 37 | 71 | 81 |
| Credit card | 21 | 21 | 19 | 20 | 21 | 21 | 21 | 21 | 22 | 17 | 42 | 42 | 81 | 81 |
| Commercial ⁽¹⁾ | (32) | 15 | 18 | 7 | 277 | 21 | 20 | 15 | 13 | 15 | (17) | 298 | 323 | 63 |
| Wealth Management | – | 1 | 1 | 1 | 2 | 1 | 1 | 1 | 1 | – | 1 | 3 | 5 | 3 |
| Financial Markets | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| U.S. Specialty Finance and International | | | | | | | | | | | | | | |
| Credigy | 9 | 6 | 4 | – | – | – | – | – | – | – | 15 | – | 4 | – |
| ABA Bank ⁽²⁾ | 1 | 1 | – | – | – | – | – | – | – | – | 2 | – | – | – |
| Other ⁽³⁾ | 40 | – | – | – | – | – | – | – | – | – | 40 | – | – | – |
| Total | 56 | 60 | 59 | 45 | 317 | 63 | 61 | 56 | 57 | 54 | 116 | 380 | 484 | 228 |

(1) During the second quarter of 2017, the Bank reversed the sectoral provision on non-impaired loans for the oil and gas producer and service company loan portfolio by \$40 million.

The sectoral provision on non-impaired loans of \$250 million was recorded during the second quarter of 2016.

(2) The Bank completed the acquisition of Advanced Bank of Asia Limited (ABA Bank) during the third quarter of 2016.

(3) During the second quarter of 2017, the Bank increased the collective allowance on non-impaired loans for credit risk by \$40 million related to growth in the Bank's overall credit portfolio.



Regulatory Capital and Capital Ratios under Basel III⁽¹⁾

| | | 2017 | | 2016 | | | |
|---|--|---------------|---------------|---------------|---------------|---------------|--------------|
| | | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| | | All-in basis | | | | | |
| (unaudited) (millions of Canadian dollars) | | | | | | | |
| Common Equity Tier 1 capital: instruments and reserves | | | | | | | |
| 1 | Directly issued qualifying common share capital plus related contributed surplus ⁽²⁾ | 2,850 | 2,820 | 2,718 | 2,663 | 2,689 | 2,691 |
| 2 | Retained earnings | 7,164 | 7,065 | 6,706 | 6,683 | 6,530 | 6,593 |
| 3 | Accumulated other comprehensive income and other reserves | 221 | 173 | 218 | 217 | 145 | 91 |
| 5 | Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1) | 7 | 7 | 7 | 7 | - | - |
| 6 | Common Equity Tier 1 capital before regulatory adjustments | 10,242 | 10,065 | 9,649 | 9,570 | 9,364 | 9,375 |
| Regulatory adjustments to Common Equity Tier 1 capital | | | | | | | |
| 8 | Goodwill (net of related tax liability) | 1,677 | 1,662 | 1,669 | 1,661 | 1,545 | 1,557 |
| 9 | Intangible assets other than mortgage-servicing rights | 1,016 | 997 | 985 | 977 | 954 | 898 |
| 11 | Accumulated other comprehensive income related to cash flow hedges | 91 | 131 | 135 | 165 | 160 | 124 |
| 12 | Shortfall of total provisions to expected losses | - | - | - | - | - | 12 |
| 14 | Gains (losses) due to changes in own credit risk on fair valued liabilities | (25) | (17) | (14) | (2) | (1) | 28 |
| 15 | Defined benefit pension plan assets (net of related tax liability) | 7 | 18 | 7 | 8 | 30 | 13 |
| 16 | Investments in own shares (if not already netted off contributed surplus on reported balance sheet) | 6 | 6 | 2 | 3 | 7 | - |
| 22 | Amount exceeding the 15% threshold | | | | | | |
| 23 | of which: significant investments in the common stock of financials | - | - | - | - | - | - |
| 25 | of which: deferred tax assets arising from temporary differences | - | - | - | - | - | - |
| 26 | Other deductions or regulatory adjustments to CET1 as determined by OSFI (including regulatory adjustments in respect of own use property) | - | - | - | - | - | - |
| 28 | Total regulatory adjustments to Common equity Tier 1 | 2,772 | 2,797 | 2,784 | 2,812 | 2,695 | 2,632 |
| 29 | Common Equity Tier 1 capital (CET1) | 7,470 | 7,268 | 6,865 | 6,758 | 6,669 | 6,743 |
| Additional Tier 1 capital: instruments | | | | | | | |
| 30 | Directly issued qualifying Additional Tier 1 instruments plus related contributed surplus ⁽²⁾ | 1,450 | 1,450 | 1,450 | 1,450 | 1,050 | 1,050 |
| 31 | of which: classified as equity under applicable accounting standards | 1,450 | 1,450 | 1,450 | 1,450 | 1,050 | 1,050 |
| 32 | of which: classified as liabilities under applicable accounting standards | - | - | - | - | - | - |
| 33 | Directly issued capital instruments subject to phase out from Additional Tier 1 ⁽²⁾ | 950 | 950 | 950 | 950 | 1,162 | 1,161 |
| 34 | Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1) | 2 | 1 | 1 | 1 | - | - |
| 36 | Additional Tier 1 capital before regulatory adjustments | 2,402 | 2,401 | 2,401 | 2,401 | 2,212 | 2,211 |
| Additional Tier 1 capital: regulatory adjustments | | | | | | | |
| 41 | Other deductions from Tier 1 capital as determined by OSFI | 1 | 1 | 1 | 1 | 1 | - |
| 41a | of which: Reverse mortgages | 1 | 1 | 1 | 1 | 1 | - |
| 43 | Total regulatory adjustments to Additional Tier 1 capital | 1 | 1 | 1 | 1 | 1 | - |
| 44 | Additional Tier 1 capital (AT1) | 2,401 | 2,400 | 2,400 | 2,400 | 2,211 | 2,211 |
| 45 | Tier 1 capital (T1 = CET1 + AT1) | 9,871 | 9,668 | 9,265 | 9,158 | 8,880 | 8,954 |
| Tier 2 capital: instruments and provisions | | | | | | | |
| 47 | Directly issued capital instruments subject to phase out from Tier 2 ⁽²⁾ | 10 | 1,009 | 1,009 | 1,009 | 1,009 | 1,010 |
| 48 | Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2) | 2 | 2 | 2 | 2 | - | - |
| 50 | Allowances on loans ⁽³⁾ | 204 | 234 | 230 | 236 | 275 | 33 |
| 51 | Tier 2 capital before regulatory adjustments | 216 | 1,245 | 1,241 | 1,247 | 1,284 | 1,043 |
| Tier 2 capital: regulatory adjustments | | | | | | | |
| 57 | Total regulatory adjustments to Tier 2 capital | - | - | - | - | - | - |
| 58 | Tier 2 capital (T2) | 216 | 1,245 | 1,241 | 1,247 | 1,284 | 1,043 |
| 59 | Total capital (TC = T1 + T2) | 10,087 | 10,913 | 10,506 | 10,405 | 10,164 | 9,997 |

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

(3) During the second quarter of 2016, a \$250 million (\$183 million net of income taxes) sectoral provision for credit losses was recorded for producers and service companies in the oil and gas sector.

Regulatory Capital and Capital Ratios under Basel III⁽¹⁾ (continued)

| | | 2017 | | 2016 | | | |
|--|---|--------------------|--------|--------|--------|--------|--------|
| | | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| (unaudited) (millions of Canadian dollars) | | All-in basis | | | | | |
| 60a | Common Equity Tier 1 Capital RWA (CET1) | 69,383 | 68,574 | 68,205 | 68,530 | 68,375 | 69,741 |
| 60b | Tier 1 Capital RWA | 69,533 | 68,715 | 68,430 | 68,765 | 68,604 | 70,006 |
| 60c | Total capital RWA | 69,653 | 68,828 | 68,623 | 68,966 | 68,800 | 70,233 |
| Capital ratios | | | | | | | |
| 61 | Common Equity Tier 1 (as a percentage of risk weighted assets) | 10.8% | 10.6% | 10.1% | 9.9% | 9.8% | 9.7% |
| 62 | Tier 1 (as a percentage of risk weighted assets) | 14.2% | 14.1% | 13.5% | 13.3% | 12.9% | 12.8% |
| 63 | Total capital (as a percentage of risk weighted assets) | 14.5% | 15.9% | 15.3% | 15.1% | 14.8% | 14.2% |
| 64 | Institution-specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus G-SIB buffer requirement plus D-SIB buffer requirement expressed as a percentage of risk weighted assets) | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% |
| 67 | of which: G-SIB buffer requirement | na | na | na | na | na | na |
| 67a | of which: D-SIBs buffer requirement | 1.0% | 1.0% | 1.0% | 1.0% | 1.0% | 1.0% |
| 68 | Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets) | 10.8% | 10.6% | 10.1% | 9.9% | 9.8% | 9.7% |
| OSFI all-in target | | | | | | | |
| 69 | Common Equity Tier 1 all-in target ratio | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% |
| 70 | Tier 1 capital all-in target ratio | 9.5% | 9.5% | 9.5% | 9.5% | 9.5% | 9.5% |
| 71 | Total capital all-in target ratio | 11.5% | 11.5% | 11.5% | 11.5% | 11.5% | 11.5% |
| Amounts below the thresholds for deduction (before risk weighting) | | | | | | | |
| 72 | Non-significant investments in the capital of other financial institutions | 317 | 232 | 238 | 234 | 255 | 198 |
| 73 | Significant investments in the common stock of financial institutions | 238 | 257 | 245 | 229 | 278 | 321 |
| 75 | Deferred tax assets arising from temporary differences (net of related tax liabilities) | 61 | 22 | 54 | 31 | 24 | 467 |
| Applicable caps on the inclusion of allowances in Tier 2 | | | | | | | |
| 76 | Allowance eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap) | 55 | 58 | 62 | 65 | 51 | 33 |
| 77 | Cap on inclusion of allowances in Tier 2 under standardised approach | 72 | 72 | 78 | 81 | 58 | 66 |
| 78 | Allowance eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) ⁽²⁾ | 149 | 175 | 167 | 171 | 224 | – |
| 79 | Cap on inclusion of allowances in Tier 2 under internal ratings-based approach | 312 | 301 | 305 | 304 | 310 | 317 |
| Capital instruments subject to phase-out arrangements (only applicable between Jan 1, 2018 and Jan 1, 2022) | | | | | | | |
| 82 | Current cap on AT1 instruments subject to phase out arrangements | 968 | 968 | 1,162 | 1,162 | 1,162 | 1,162 |
| 83 | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) | – | – | – | – | – | – |
| 84 | Current cap on T2 instruments subject to phase out arrangements | 1,191 | 1,191 | 1,429 | 1,429 | 1,429 | 1,429 |
| 85 | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) | – | – | – | – | – | – |
| Transitional Capital Disclosure Template | | Transitional basis | | | | | |
| 29 | Common Equity Tier 1 capital (CET1) | 8,009 | 7,809 | 7,928 | 7,819 | 7,710 | 7,769 |
| 45 | Tier 1 capital (T1 = CET1 + AT1) | 10,074 | 9,876 | 9,660 | 9,554 | 9,296 | 9,355 |
| 59 | Total capital (TC = T1 + T2) | 10,289 | 11,120 | 10,900 | 10,801 | 10,580 | 10,395 |
| 60 | Total risk weighted assets | 70,428 | 69,567 | 70,524 | 70,132 | 69,947 | 71,468 |
| 61 | Common Equity Tier 1 (as a percentage of risk weighted assets) | 11.4% | 11.2% | 11.2% | 11.2% | 11.0% | 10.9% |
| 62 | Tier 1 (as a percentage of risk weighted assets) | 14.3% | 14.2% | 13.7% | 13.6% | 13.3% | 13.1% |
| 63 | Total capital (as a percentage of risk weighted assets) | 14.6% | 16.0% | 15.5% | 15.4% | 15.1% | 14.6% |

(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) During the second quarter of 2016, a \$250 million (\$183 million net of income taxes) sectoral provision for credit losses was recorded for producers and service companies in the oil and gas sector.

Leverage Ratio under Basel III

(unaudited) (millions of Canadian dollars)

| | | 2017 | | 2016 | | | |
|---|--|----------------|----------------|----------------|----------------|----------------|----------------|
| | | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 |
| Accounting assets vs. leverage ratio exposure – Transitional basis | | | | | | | |
| 1 | Total consolidated assets as per published financial statements | 239,020 | 234,119 | 232,206 | 229,896 | 220,734 | 219,301 |
| 2 | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory | (90) | (60) | (72) | (76) | (89) | (53) |
| 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 ⁽¹⁾ | 2,280 | 1,621 | 725 | 1,348 | 1,091 | 567 |
| 5 | Adjustment for securities financing transactions ⁽¹⁾ | 3,408 | 3,062 | 2,587 | 1,220 | 1,832 | 1,826 |
| 6 | Adjustment for off balance-sheet items | 22,644 | 22,048 | 21,937 | 20,294 | 19,996 | 19,599 |
| 7 | Other adjustments | (4,674) | (3,950) | (3,888) | (4,010) | (3,767) | (3,968) |
| 8 | Leverage Ratio Exposure (transitional basis) | 262,588 | 256,840 | 253,495 | 248,672 | 239,797 | 237,272 |

| Leverage ratio common disclosure | | | | | | | |
|---|--|----------------|----------------|----------------|----------------|----------------|----------------|
| On-balance sheet exposures | | | | | | | |
| 1 | On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral) | 210,621 | 208,226 | 206,283 | 202,407 | 193,238 | 188,359 |
| 2 | (Asset amounts deducted in determining Basel III transitional Tier 1 capital) | (2,592) | (2,304) | (2,402) | (2,421) | (2,301) | (2,238) |
| 3 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2) | 208,029 | 205,922 | 203,881 | 199,986 | 190,937 | 186,121 |
| Derivative exposures | | | | | | | |
| 4 | Replacement cost associated with all derivative transactions (i.e., net of eligible cash variation margin) | 3,974 | 4,405 | 4,755 | 4,828 | 6,337 | 7,318 |
| 5 | Add-on amounts for PFE associated with all derivative transactions | 7,044 | 6,624 | 6,386 | 6,417 | 6,272 | 6,262 |
| 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 | 7 | - | - | 1,046 | 663 | 518 |
| 10 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | - | - | - | - | - | - |
| 11 | Total derivative exposures (sum of lines 4 to 10) | 11,025 | 11,029 | 11,141 | 12,291 | 13,272 | 14,098 |
| Securities financing transaction exposures | | | | | | | |
| 12 | Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions | 17,481 | 14,779 | 13,948 | 14,880 | 13,760 | 15,628 |
| 13 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | (583) | (815) | (314) | (1,270) | (246) | (337) |
| 14 | Counterparty credit risk (CCR) exposure for SFTs | 3,990 | 3,877 | 2,901 | 2,490 | 2,078 | 2,163 |
| 15 | Agent transaction exposures | - | - | - | - | - | - |
| 16 | Total securities financing transaction exposures (sum of lines 12 to 15) | 20,888 | 17,841 | 16,535 | 16,100 | 15,592 | 17,454 |
| Other off-balance sheet exposures | | | | | | | |
| 17 | Off-balance sheet exposure at gross notional amount | 63,451 | 61,284 | 60,191 | 57,378 | 57,018 | 55,485 |
| 18 | (Adjustments for conversion to credit equivalent amounts) | (40,807) | (39,236) | (38,253) | (37,084) | (37,022) | (35,886) |
| 19 | Off-balance sheet items (sum of lines 17 and 18) | 22,644 | 22,048 | 21,938 | 20,294 | 19,996 | 19,599 |
| Capital and Total Exposures - Transitional Basis | | | | | | | |
| 20 | Tier 1 capital | 10,074 | 9,876 | 9,660 | 9,554 | 9,296 | 9,355 |
| 21 | Total Exposures (sum of lines 3, 11, 16 and 19) | 262,586 | 256,840 | 253,495 | 248,671 | 239,797 | 237,272 |
| Leverage Ratio – Transitional Basis | | | | | | | |
| 22 | Basel III leverage ratio | 3.8% | 3.8% | 3.8% | 3.8% | 3.9% | 3.9% |
| All-in basis (Required by OSFI) | | | | | | | |
| 23 | Tier 1 capital – All-in basis | 9,871 | 9,668 | 9,265 | 9,158 | 8,880 | 8,954 |
| 24 | (Regulatory adjustments) | (2,798) | (2,814) | (2,800) | (2,816) | (2,697) | (2,604) |
| 25 | Total Exposures | 262,382 | 256,330 | 253,097 | 248,276 | 239,401 | 236,906 |
| 26 | Leverage ratio – All-in basis | 3.8% | 3.8% | 3.7% | 3.7% | 3.7% | 3.8% |

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



Capital Adequacy under Basel III⁽¹⁾

| | 2017 | | | | | | 2016 | | | | |
|---|---------------------|----------------------|---------------|--------------|---------------|------------------------------------|---------------|---------------|---------------|---------------|---------------|
| | Exposure at default | Q2 | | | | Capital requirement ⁽²⁾ | Q1 | Q4 | Q3 | Q2 | Q1 |
| | | Risk-weighted assets | | | | | | | | | |
| (unaudited) (millions of Canadian dollars) | Standardized | AIRB Approach | Other | Total | | | | | | | |
| Credit risk | | | | | | | | | | | |
| Retail | | | | | | | | | | | |
| Residential mortgages | 44,734 | 868 | 4,604 | – | 5,472 | 438 | 5,392 | 5,455 | 5,448 | 5,027 | 5,265 |
| Qualifying revolving retail | 5,844 | – | 1,190 | – | 1,190 | 95 | 1,155 | 1,178 | 1,227 | 1,152 | 1,011 |
| Other retail | 16,448 | 2,486 | 5,115 | – | 7,601 | 608 | 7,280 | 6,823 | 6,874 | 6,705 | 6,692 |
| Non-retail | | | | | | | | | | | |
| Corporate | 61,585 | 1,673 | 26,137 | – | 27,810 | 2,225 | 27,226 | 27,393 | 26,001 | 26,869 | 27,196 |
| Sovereign | 26,813 | 264 | 627 | – | 891 | 71 | 857 | 875 | 849 | 580 | 658 |
| Financial institutions | 5,164 | 241 | 1,398 | – | 1,639 | 131 | 1,473 | 1,574 | 1,371 | 1,315 | 1,209 |
| Banking book equity ⁽³⁾ | 872 | – | 872 | – | 872 | 70 | 886 | 875 | 866 | 834 | 835 |
| Securitization | 4,836 | – | 402 | – | 402 | 32 | 304 | 831 | 785 | 781 | 795 |
| Other assets | 24,583 | – | – | 3,232 | 3,232 | 259 | 3,137 | 3,176 | 3,458 | 3,256 | 3,587 |
| Counterparty credit risk | | | | | | | | | | | |
| Corporate | 13,603 | 57 | 181 | – | 238 | 19 | 209 | 347 | 119 | 91 | 94 |
| Sovereign | 35,374 | – | 32 | – | 32 | 3 | 33 | 34 | 18 | 17 | 14 |
| Financial institutions | 52,533 | – | 510 | – | 510 | 41 | 436 | 402 | 1,683 | 1,204 | 1,415 |
| Trading portfolio | 9,129 | 192 | 1,991 | – | 2,183 | 175 | 2,190 | 2,345 | 2,496 | 2,659 | 2,897 |
| Credit valuation adjustment charge ⁽⁴⁾ | | 2,159 | – | – | 2,159 | 173 | 2,030 | 2,055 | 2,145 | 2,090 | 2,423 |
| Regulatory scaling factor | | – | 2,624 | – | 2,624 | 210 | 2,540 | 2,540 | 2,508 | 2,570 | 2,593 |
| Total - Credit risk | 301,518 | 7,940 | 45,683 | 3,232 | 56,855 | 4,550 | 55,148 | 55,903 | 55,848 | 55,150 | 56,684 |
| Market risk | | | | | | | | | | | |
| VaR | – | – | 962 | – | 962 | 77 | 1,340 | 1,014 | 1,097 | 1,319 | 1,266 |
| Stressed VaR | – | – | 1,086 | – | 1,086 | 87 | 1,632 | 1,067 | 1,512 | 1,972 | 1,707 |
| Interest-rate specific risk | | 720 | – | – | 720 | 58 | 843 | 726 | 682 | 680 | 806 |
| Total - Market risk | | 720 | 2,048 | – | 2,768 | 222 | 3,815 | 2,807 | 3,291 | 3,971 | 3,779 |
| Operational risk | | 9,760 | – | – | 9,760 | 781 | 9,611 | 9,495 | 9,391 | 9,254 | 9,278 |
| Total | 301,518 | 18,420 | 47,731 | 3,232 | 69,383 | 5,553 | 68,574 | 68,205 | 68,530 | 68,375 | 69,741 |
| Capital ratio under Basel III | | | | | | | | | | | |
| Common Equity Tier 1 (CET1) | | | | | 10.8% | | 10.6% | 10.1% | 9.9% | 9.8% | 9.7% |
| Tier 1 | | | | | 14.2% | | 14.1% | 13.5% | 13.3% | 12.9% | 12.8% |
| Total | | | | | 14.5% | | 15.9% | 15.3% | 15.1% | 14.8% | 14.2% |
| Leverage ratio under Basel III | | | | | 3.8% | | 3.8% | 3.7% | 3.7% | 3.7% | 3.8% |

(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.