

# Supplementary Financial Information

For the Quarter Ended - July 31, 2014

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*This report is unaudited and all amounts are in millions of Canadian dollars, unless otherwise indicated.*

**Use of this Document**

The supplemental information contained in this package is designed to improve the readers' understanding of the financial performance of BMO Financial Group (the bank). This information should be used in conjunction with the bank's Q3 2014 Report to Shareholders and the 2013 Annual Report.

Additional financial information is also available in the Q3 2014 Investor Presentation as well as the Conference Call Webcast which can be accessed at our website at [www.bmo.com/investorrelations](http://www.bmo.com/investorrelations).

This report is unaudited and all amounts are in millions of Canadian dollars, unless indicated otherwise.

Items indicated N.A. were not available.

Items indicated n.a. were not applicable.

**Accounting Framework**

We report our financial results under International Financial Reporting Standards (IFRS) as adopted by the International Accounting Standards Board (IASB). We use the terms IFRS and Generally Accepted Accounting Principles (GAAP) interchangeably.

On November 1, 2013, we adopted the following changes in IFRS:

- International Accounting Standard (IAS) 19, *Employee Benefits*
- IFRS 10, *Consolidated Financial Statements*
- IFRS 11, *Joint Arrangements*

These changes have been applied retrospectively to previous periods.

The changes in IFRS standards were not incorporated retroactively into the regulatory and capital disclosures presented in this document.

In addition, certain reclassifications that do not impact the bank's reported and adjusted net income have been reflected, including changes in group allocations.

Results and measures in both the MD&A and this document are presented on an IFRS basis except that the bank's 2012 Basel regulatory capital ratios reflect the five quarters IFRS transition permitted under OSFI guidance. They are also presented on an adjusted basis that excludes the impact of certain items. Management assesses performance on both a GAAP basis and an adjusted basis and considers both bases to be useful in assessing underlying, ongoing business performance. Adjusted results and measures are non-GAAP and are detailed in the Adjusted Net Income section and in the Non-GAAP Measures section at the end of the MD&A.

Securities regulators require that companies caution readers that earnings and other measures adjusted to a basis other than GAAP do not have standardized meanings under GAAP and are unlikely to be comparable to similar measures used by other companies.

**Adjusted Results**

Adjusted results exclude the following items:

	Adjusting Items (After tax)										Fiscal 2013	Fiscal 2012
	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	2012 Q2		
(Canadian \$ in millions)												
Amortization of acquisition-related intangible assets	(29)	(21)	(22)	(22)	(23)	(22)	(22)	(24)	(24)		(89)	(96)
Acquisition integration costs	(7)	n.a.	n.a.	(37)	(30)	(31)	(57)	(95)	(65)		(155)	(250)
Restructuring costs	n.a.	n.a.	n.a.	-	-	(59)	-	(53)	-		(59)	(122)
(Increase) / decrease in collective allowance	-	-	-	(5)	(15)	11	-	27	14		(9)	53
Credit-related items on the acquired M&I performing loan portfolio	n.a.	n.a.	n.a.	30	68	73	79	35	47		250	251
Run-off structured credit activities	n.a.	n.a.	n.a.	20	1	6	7	67	(15)		34	261
<b>Total</b>	<b>(36)</b>	<b>(21)</b>	<b>(22)</b>	<b>(14)</b>	<b>1</b>	<b>(22)</b>	<b>7</b>	<b>(43)</b>	<b>(43)</b>		<b>(28)</b>	<b>97</b>

**Taxable Equivalent Basis**

BMO analyzes consolidated revenues on a reported basis. However, like many banks, BMO analyzes revenue of operating groups and ratios computed using revenue, on a taxable equivalent basis (teb). This basis includes an adjustment that increases GAAP revenues and the GAAP provision for income taxes by an amount that would raise revenues on certain tax-exempt items to a level equivalent to amounts that would incur tax at the statutory rate. The effective income tax rate is also analyzed on a teb for consistency of approach. The offset to the group teb adjustments, mostly in BMO Capital Markets, is reflected in Corporate Services.

**Changes**

Periodically, certain business lines or units within business lines are transferred between client groups and corporate support groups to more closely align BMO's organizational structure with its strategic priorities. In addition, revenue and expense allocations are updated to more accurately align with current experience. Results for prior periods are restated to conform to the presentation.

Wealth Management was formerly known as Private Client Group.

Users may provide their comments and suggestions on the Supplementary Financial Information document

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**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted) **2014 Q3** **2014 Q2** **2014 Q1** **2013 Q4** **2013 Q3** **2013 Q2** **2013 Q1** **2012 Q4** **2012 Q3** **YTD 2014** **YTD 2013** **Fiscal 2013** **Fiscal 2012**

**Income Statement Information**

Total revenues	4,215	4,041	4,122	4,138	4,000	3,893	4,032	4,129	3,827	12,378	11,925	16,063	15,929
Provision for credit losses (PCL)	130	162	99	189	76	144	178	192	237	391	398	587	764
Non-interest expense	2,756	2,594	2,684	2,580	2,526	2,550	2,570	2,679	2,457	8,034	7,646	10,226	10,135
Provision for income taxes	203	209	278	295	275	237	248	185	171	690	760	1,055	874
Reported net income	1,126	1,076	1,061	1,074	1,123	962	1,036	1,073	962	3,263	3,121	4,195	4,156
Non-controlling interest in subsidiaries	16	14	13	13	16	18	18	18	19	43	52	65	74
Net income attributable to Bank shareholders	1,110	1,062	1,048	1,061	1,107	944	1,018	1,055	943	3,220	3,069	4,130	4,082
Net economic profit	322	297	289	324	372	260	314	364	279	908	946	1,270	1,432

**Profitability Measures**

Basic earnings per share	\$1.68	\$1.61	\$1.58	\$1.60	\$1.67	\$1.41	\$1.51	\$1.57	\$1.41	\$4.86	\$4.58	\$6.19	\$6.13
Diluted earnings per share	\$1.67	\$1.60	\$1.58	\$1.60	\$1.66	\$1.40	\$1.51	\$1.57	\$1.41	\$4.85	\$4.57	\$6.17	\$6.10
Return on equity	14.4 %	14.3 %	14.2 %	14.8 %	15.5 %	14.2 %	14.9 %	15.7 %	14.6 %	14.3 %	14.9 %	14.9 %	15.9 %
Return on average assets	0.74 %	0.73 %	0.72 %	0.76 %	0.79 %	0.70 %	0.73 %	0.77 %	0.68 %	0.73 %	0.74 %	0.74 %	0.75 %
Return on average risk-weighted assets (1)	1.91 %	1.84 %	1.80 %	1.92 %	2.04 %	1.83 %	1.92 %	2.06 %	1.80 %	1.85 %	1.93 %	1.93 %	1.96 %
Efficiency ratio	65.4 %	64.2 %	65.1 %	62.3 %	63.2 %	65.5 %	63.8 %	64.9 %	64.2 %	64.9 %	64.1 %	63.7 %	63.6 %
Efficiency ratio, excluding PBCAE (2)	58.2 %	59.4 %	59.9 %	59.7 %	61.8 %	60.2 %	61.4 %	62.1 %	58.2 %	59.1 %	61.1 %	60.8 %	59.3 %
Net interest margin on average earning assets	1.58 %	1.59 %	1.62 %	1.69 %	1.78 %	1.82 %	1.87 %	1.86 %	1.90 %	1.60 %	1.82 %	1.79 %	1.94 %
excluding trading NII and trading assets	1.96 %	1.96 %	2.03 %	2.04 %	2.15 %	2.21 %	2.28 %	2.24 %	2.27 %	1.98 %	2.21 %	2.17 %	2.32 %
PCL-to-average net loans and acceptances (3)	0.18 %	0.22 %	0.14 %	0.27 %	0.11 %	0.22 %	0.28 %	0.30 %	0.38 %	0.18 %	0.20 %	0.22 %	0.31 %
Effective tax rate	15.30 %	16.23 %	20.76 %	21.60 %	19.72 %	19.76 %	19.26 %	14.73 %	15.10 %	17.46 %	19.58 %	20.11 %	17.39 %

**Adjusted Results Statistical Information (4)**

Diluted earnings per share	\$1.73	\$1.63	\$1.61	\$1.62	\$1.66	\$1.44	\$1.50	\$1.64	\$1.47	\$4.97	\$4.59	\$6.22	\$5.95
Return on equity	14.9 %	14.6 %	14.5 %	15.0 %	15.5 %	14.6 %	14.8 %	16.4 %	15.3 %	14.7 %	15.0 %	15.0 %	15.5 %
Net income	1,162	1,097	1,083	1,088	1,122	984	1,029	1,116	1,005	3,342	3,135	4,223	4,059
Total revenues	4,215	4,041	4,122	4,010	3,842	3,708	3,812	3,873	3,626	12,378	11,362	15,372	14,866
Net interest margin on average earning assets	1.58 %	1.59 %	1.62 %	1.60 %	1.65 %	1.67 %	1.70 %	1.70 %	1.72 %	1.60 %	1.67 %	1.65 %	1.77 %
excluding trading NII and trading assets	1.96 %	1.96 %	2.03 %	1.94 %	1.99 %	2.03 %	2.06 %	2.05 %	2.05 %	1.98 %	2.03 %	2.00 %	2.12 %
Efficiency ratio	64.2 %	63.5 %	64.3 %	61.9 %	63.6 %	64.3 %	64.1 %	62.3 %	63.8 %	64.0 %	64.0 %	63.5 %	63.3 %
Efficiency ratio, excluding PBCAE (2)	57.2 %	58.8 %	59.2 %	59.3 %	62.2 %	58.8 %	61.6 %	59.5 %	57.5 %	58.4 %	60.9 %	60.4 %	58.7 %
Return on average assets	0.77 %	0.75 %	0.73 %	0.77 %	0.79 %	0.72 %	0.72 %	0.80 %	0.71 %	0.75 %	0.74 %	0.75 %	0.73 %
Effective tax rate	15.61 %	16.46 %	20.91 %	21.51 %	19.21 %	19.00 %	19.03 %	17.08 %	15.95 %	17.67 %	19.08 %	19.72 %	18.61 %
Effective tax rate (feb)	24.05 %	24.44 %	25.53 %	26.22 %	25.63 %	23.43 %	22.90 %	22.35 %	20.38 %	24.66 %	24.06 %	24.63 %	22.71 %

**Growth-Based Statistical Information**

Diluted adjusted earnings per share growth	4.2 %	13.2 %	7.3 %	(1.2)%	12.9 %	0.7 %	6.4 %	36.7 %	9.7 %	8.3 %	6.5 %	4.5 %	16.7 %
Diluted earnings per share growth	0.6 %	14.3 %	4.6 %	1.9 %	17.7 %	(6.7)%	(6.8)%	41.4 %	29.4 %	6.1 %	0.9 %	1.1 %	26.0 %
Net economic profit growth	(13.4)%	13.9 %	(7.8)%	(11.1)%	33.3 %	(28.3)%	(26.4)%	100+	85.3 %	(4.0)%	(11.4)%	(11.4)%	52.3 %
Adjusted operating leverage	(1.1)%	1.2 %	(0.3)%	0.6 %	0.4 %	(1.4)%	(0.7)%	2.4 %	(4.6)%	(0.1)%	(0.5)%	(0.3)%	(3.1)%
Operating leverage	(3.7)%	1.9 %	(2.1)%	3.9 %	1.8 %	(3.5)%	(2.5)%	(2.1)%	4.6 %	(1.3)%	(1.5)%	(0.1)%	(1.7)%
Adjusted revenue growth	9.7 %	8.9 %	8.2 %	3.5 %	6.0 %	0.9 %	3.3 %	5.5 %	7.2 %	8.9 %	3.4 %	3.4 %	8.2 %
Revenue growth	5.3 %	3.7 %	2.3 %	0.2 %	4.6 %	0.9 %	(0.8)%	8.0 %	15.2 %	3.8 %	1.1 %	0.8 %	14.2 %
Adjusted non-interest expense growth	10.8 %	7.7 %	8.5 %	2.9 %	5.6 %	2.3 %	4.0 %	3.1 %	11.8 %	9.0 %	3.9 %	3.7 %	11.3 %
Non-interest expense growth	9.0 %	1.8 %	4.4 %	(3.7)%	2.8 %	3.1 %	1.7 %	10.1 %	10.6 %	5.1 %	2.6 %	0.9 %	15.9 %
Adjusted net income growth	3.7 %	11.2 %	5.4 %	(2.5)%	11.6 %	1.1 %	6.8 %	34.1 %	17.4 %	6.6 %	6.5 %	4.1 %	23.9 %
Reported net income growth	0.4 %	11.6 %	2.5 %	0.1 %	16.7 %	(5.6)%	(5.9)%	39.7 %	35.7 %	4.5 %	1.2 %	0.9 %	33.5 %

**Balance Sheet Information**

Total assets	586,832	582,045	592,662	537,044	548,712	554,506	541,926	524,684	541,716	586,832	548,712	537,044	524,684
Average assets	593,418	594,760	580,156	557,159	555,600	554,899	554,048	545,999	553,845	589,386	554,848	555,431	543,931
Average earning assets	528,742	530,562	515,919	496,206	487,257	481,089	476,078	466,767	471,971	524,958	481,479	485,191	461,018
Average common shareholders' equity	29,843	29,665	28,461	27,603	27,568	26,436	26,205	25,832	24,828	29,318	26,739	26,956	24,863
Gross impaired loans (GIL) and acceptances (5)	1,975	2,325	2,482	2,544	2,650	2,848	2,912	2,976	2,867	1,975	2,650	2,544	2,976
Allowance for credit losses (ACL)	2,011	2,098	2,048	1,970	1,919	1,973	1,925	1,936	1,973	2,011	1,919	1,970	1,936

**Balance Sheet Measures**

Cash and securities-to-total assets ratio	33.0%	32.1%	32.3%	31.4%	31.1%	30.3%	30.8%	29.7%	31.5%	33.0%	31.1%	31.4%	29.7%
GIL-to-gross loans and acceptances (3) (5)	0.67%	0.79%	0.85%	0.91%	0.97%	1.08%	1.12%	1.17%	1.14%	0.67%	0.97%	0.91%	1.17%
Common equity ratio - Basel III (6)	9.6%	9.7%	9.3%	9.9%	9.6%	9.7%	9.4%	n.a	n.a	9.6%	9.6%	9.9%	n.a
Tier 1 capital ratio - Basel III (6)	11.4%	11.1%	10.6%	11.4%	11.2%	11.3%	11.1%	n.a	n.a	11.4%	11.2%	11.4%	n.a
Total capital ratio - Basel III (6)	13.3%	13.0%	12.4%	13.7%	13.5%	13.7%	13.4%	n.a	n.a	13.3%	13.5%	13.7%	n.a

**Cash-Based Statistical Information (4)**

Cash diluted earnings per share	\$1.71	\$1.63	\$1.61	\$1.63	\$1.70	\$1.44	\$1.54	\$1.61	\$1.44	\$4.96	\$4.68	\$6.31	\$6.25
Return on equity	14.8 %	14.6 %	14.5 %	15.2 %	15.8 %	14.6 %	15.3 %	16.1 %	15.0 %	14.6 %	15.2 %	15.2 %	16.3 %

- (1) Effective Q1, 2013 risk weighted assets are calculated on a Basel III basis.
- (2) This ratio is calculated excluding insurance policyholder benefits, claims and acquisition expenses (PBCAE).
- (3) This ratio is calculated including purchased portfolios.
- (4) Adjusted Results and Cash-Based Statistical Information are non-GAAP financial measures. See "Accounting Framework" section on page 1 for further information.
- (5) GIL excludes Purchased Credit Impaired Loans.
- (6) Effective Q1, 2013 ratios are calculated under Basel III rules on an "all-in" basis.

**FINANCIAL HIGHLIGHTS**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012

**Dividend Information**

Dividends declared per share	\$0.78	\$0.76	\$0.76	\$0.74	\$0.74	\$0.74	\$0.72	\$0.72	\$0.70	\$2.30	\$2.20	\$2.94	\$2.82
Dividends paid per share	\$0.76	\$0.76	\$0.74	\$0.74	\$0.74	\$0.72	\$0.72	\$0.70	\$0.70	\$2.26	\$2.18	\$2.92	\$2.80
Common dividends	504	490	490	476	478	481	469	468	454	1,484	1,428	1,904	1,820
Preferred dividends	28	27	28	29	30	28	33	33	32	83	91	120	136
Dividend yield	3.84%	4.02%	4.47%	4.08%	4.63%	4.68%	4.57%	4.88%	4.87%	3.77%	4.59%	4.05%	4.78%
Dividend payout ratio (1)	46.4%	47.2%	48.1%	46.3%	44.3%	52.5%	47.7%	45.9%	49.6%	47.3%	48.0%	47.5%	46.0%

**Share Information**

Share price													
high	\$82.79	\$76.68	\$74.69	\$73.90	\$65.99	\$64.50	\$64.70	\$59.96	\$58.73	\$82.79	\$65.99	\$73.90	\$61.29
low	\$74.28	\$67.04	\$68.01	\$63.21	\$58.68	\$61.51	\$56.74	\$56.72	\$53.15	\$67.04	\$56.74	\$56.74	\$53.15
close	\$81.27	\$75.55	\$68.06	\$72.62	\$63.87	\$63.19	\$62.99	\$59.02	\$57.44	\$81.27	\$63.87	\$72.62	\$59.02
Book value per share	\$46.69	\$45.94	\$45.60	\$43.22	\$41.96	\$40.87	\$40.13	\$39.41	\$38.71	\$46.69	\$41.96	\$43.22	\$39.41
Number of common shares outstanding													
end of period	646.4	645.2	644.6	644.1	645.9	649.0	652.0	650.7	646.9	646.4	645.9	644.1	650.7
average basic	645.9	644.9	644.4	644.2	647.0	651.3	651.4	649.3	645.7	645.1	649.9	648.5	644.4
average diluted	648.6	647.2	646.7	646.1	648.3	652.8	652.6	650.4	646.8	647.5	651.2	649.8	648.6
Total market value of common shares	52,533	48,747	43,871	46,777	41,256	41,010	41,070	38,406	37,160	52,533	41,256	46,777	38,406
Market-to-book value ratio	1.74	1.64	1.49	1.66	1.51	1.51	1.54	1.47	1.46	1.74	1.51	1.66	1.47
Price-to-earnings multiple	12.6	11.7	10.9	11.8	10.4	10.7	10.5	9.7	10.2	12.6	10.4	11.8	9.7
Total shareholder return													
twelve month	32.6 %	24.8 %	12.9 %	28.8 %	16.5 %	13.0 %	13.5 %	5.2 %	0.5 %	32.6 %	16.5 %	28.8 %	5.2 %
five-year average	13.7 %	19.4 %	21.4 %	17.0 %	11.7 %	10.5 %	7.8 %	4.2 %	2.5 %	13.7 %	11.7 %	17.0 %	4.2 %

**Additional Bank Information**

Number of full-time equivalent employees													
Canada	30,876	30,327	30,265	30,301	31,044	30,955	30,990	30,797	31,163	30,876	31,044	30,301	30,797
United States	14,770	14,663	14,693	14,696	14,972	15,020	14,963	14,963	14,929	14,770	14,972	14,696	14,963
Other	1,331	648	645	634	612	605	547	512	502	1,331	612	634	512
Total	46,977	45,638	45,603	45,631	46,628	46,580	46,500	46,272	46,594	46,977	46,628	45,631	46,272
Number of bank branches													
Canada	937	938	933	933	937	933	933	930	925	937	937	933	930
United States	615	617	627	626	634	635	638	638	664	615	634	626	638
Other	4	4	4	4	4	4	4	3	3	4	4	4	3
Total	1,556	1,559	1,564	1,563	1,575	1,572	1,575	1,571	1,592	1,556	1,575	1,563	1,571
Number of automated banking machines													
Canada	2,982	2,953	2,910	2,900	2,701	2,680	2,658	2,596	2,503	2,982	2,701	2,900	2,596
United States	1,323	1,322	1,328	1,325	1,359	1,369	1,364	1,375	1,384	1,323	1,359	1,325	1,375
Total	4,305	4,275	4,238	4,225	4,060	4,049	4,022	3,971	3,887	4,305	4,060	4,225	3,971
Credit rating													
DBRS	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA
Fitch	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Moody's (2)	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa2	Aa2	Aa3	Aa3	Aa3	Aa2
Standard and Poor's (3)	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+

**Other Statistical Information**

Prime rate													
average Canadian	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %	3.00 %
average U.S.	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %	3.25 %
Exchange rate													
as at Cdn/U.S. dollar	1.0904	1.0960	1.1138	1.0427	1.0272	1.0075	0.9973	0.9990	1.0029	1.0904	1.0272	1.0427	0.9990
average Cdn/U.S. dollar	1.0807	1.1029	1.0800	1.0421	1.0385	1.0180	0.9953	0.9894	1.0180	1.0877	1.0172	1.0235	1.0032

(1) Dividend payout ratio equals dividends declared per share divided by basic earnings per share, in both cases for the quarter.

(2) On June 11, 2014 Moody's affirmed the long-term ratings of the seven largest Canadian banks, including BMO, and changed the outlook to negative from stable

(3) On August 8, 2014 S&P affirmed the long-term ratings on six of the largest Canadian banks, including BMO, and changed the outlook to negative from stable



**TOTAL PERSONAL & COMMERCIAL BANKING  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Net interest income (teb)	1,835	1,764	1,800	1,743	1,732	1,668	1,710	1,699	1,722	5,399	5,110	6,853	6,872
Non-interest revenue	589	559	550	539	555	529	536	536	528	1,698	1,620	2,159	2,106
Total revenues (teb)	2,424	2,323	2,350	2,282	2,287	2,197	2,246	2,235	2,250	7,097	6,730	9,012	8,978
Provision for credit losses	186	183	160	262	165	208	160	221	222	529	533	795	887
Net interest and non-interest revenue (teb)	2,238	2,140	2,190	2,020	2,122	1,989	2,086	2,014	2,028	6,568	6,197	8,217	8,091
Non-interest expense	1,319	1,282	1,314	1,268	1,265	1,225	1,237	1,243	1,234	3,915	3,727	4,995	4,958
Income before taxes	919	858	876	752	857	764	849	771	794	2,653	2,470	3,222	3,133
Provision for income taxes (teb)	234	223	226	192	222	192	223	200	206	683	637	829	813
Reported net income	685	635	650	560	635	572	626	571	588	1,970	1,833	2,393	2,320
Adjusted net income	699	649	664	575	650	586	642	589	607	2,012	1,878	2,453	2,394
Adjusted return on equity	17.5 %	16.5 %	16.8 %	15.4 %	18.1 %	17.1 %	18.7 %	18.1 %	18.6 %	16.9 %	18.0 %	17.3 %	18.4 %
Return on equity	17.1 %	16.2 %	16.4 %	15.0 %	17.7 %	16.7 %	18.2 %	17.5 %	18.0 %	16.6 %	17.5 %	16.9 %	17.8 %
Net interest margin on average earning assets (teb)	2.89 %	2.90 %	2.93 %	2.90 %	2.95 %	3.03 %	3.06 %	3.12 %	3.20 %	2.90 %	3.01 %	2.98 %	3.23 %
Adjusted Efficiency ratio (teb)	53.7 %	54.4 %	55.1 %	54.6 %	54.4 %	54.8 %	54.1 %	54.5 %	53.7 %	54.4 %	54.4 %	54.5 %	54.1 %
Efficiency ratio (teb)	54.4 %	55.2 %	55.9 %	55.6 %	55.3 %	55.8 %	55.1 %	55.6 %	54.8 %	55.2 %	55.4 %	55.4 %	55.2 %
Operating leverage	1.8 %	1.1 %	(1.7)%	0.1 %	(0.9)%	(1.4)%	0.7 %	(2.4)%	(4.2)%	0.4 %	(0.5)%	(0.4)%	(4.0)%
Revenue growth	6.0 %	5.8 %	4.6 %	2.1 %	1.7 %	(0.4)%	(1.8)%	(5.1)%	10.5 %	5.4 %	(0.2)%	0.4 %	9.6 %
Non-interest expense growth	4.2 %	4.7 %	6.3 %	2.0 %	2.6 %	1.0 %	(2.5)%	(2.7)%	14.7 %	5.0 %	0.3 %	0.8 %	13.6 %
Average common equity	15,340	15,506	15,173	14,302	13,821	13,556	13,206	12,538	12,536	15,338	13,527	13,723	12,611
Average assets	264,632	262,454	256,675	250,717	244,929	238,088	233,740	228,474	225,574	261,240	238,928	241,900	223,519
Average earning assets	252,032	249,773	243,975	238,157	232,727	225,909	221,701	216,956	214,386	248,580	226,788	229,654	212,580
Average current loans and acceptances	249,501	247,367	242,131	236,682	230,716	223,722	219,342	214,792	212,209	246,322	224,620	227,500	210,195
Average deposits	189,852	187,812	186,034	179,274	176,434	172,814	169,649	167,165	166,678	187,900	172,967	174,557	165,702
Number of full-time equivalent employees	23,908	23,731	23,864	23,877	24,811	24,753	24,503	24,103	24,191	23,908	24,811	23,877	24,103

**CANADIAN P&C  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Net interest income (teb)	1,207	1,150	1,194	1,166	1,152	1,085	1,123	1,117	1,118	3,551	3,360	4,526	4,467
Non-interest revenue	453	410	408	400	412	388	380	387	384	1,271	1,180	1,580	1,517
Total revenues (teb)	1,660	1,560	1,602	1,566	1,564	1,473	1,503	1,504	1,502	4,822	4,540	6,106	5,984
Provision for credit losses	134	133	141	166	125	153	128	146	146	408	406	572	613
Net interest and non-interest revenue (teb)	1,526	1,427	1,461	1,400	1,439	1,320	1,375	1,358	1,356	4,414	4,134	5,534	5,371
Non-interest expense	825	784	813	791	791	764	780	778	754	2,422	2,335	3,126	3,043
Income before taxes	701	643	648	609	648	556	595	580	602	1,992	1,799	2,408	2,328
Provision for income taxes (teb)	175	163	164	151	162	135	148	144	150	502	445	596	579
Reported net income	526	480	484	458	486	421	447	436	452	1,490	1,354	1,812	1,749
Adjusted net income	528	482	486	461	489	422	450	438	455	1,496	1,361	1,822	1,759
Net interest margin on average earning assets (teb)	2.59 %	2.58 %	2.61 %	2.60 %	2.64 %	2.64 %	2.70 %	2.74 %	2.81 %	2.59 %	2.66 %	2.64 %	2.85 %
Adjusted Efficiency ratio (teb)	49.5 %	50.1 %	50.6 %	50.3 %	50.5 %	51.7 %	51.8 %	51.5 %	50.0 %	50.1 %	51.3 %	51.0 %	50.7 %
Efficiency ratio (teb)	49.7 %	50.2 %	50.8 %	50.5 %	50.6 %	51.8 %	51.9 %	51.7 %	50.2 %	50.2 %	51.4 %	51.2 %	50.8 %
Operating leverage	2.1 %	3.3 %	2.3 %	2.5 %	(0.9)%	(3.3)%	(1.2)%	(0.7)%	0.8 %	2.5 %	(1.8)%	(0.6)%	(0.4)%
Revenue growth	6.2 %	6.0 %	6.5 %	4.2 %	4.1 %	(0.1)%	(0.0)%	(3.9)%	(2.8)%	6.2 %	1.3 %	2.1 %	(3.3)%
Non-interest expense growth	4.1 %	2.7 %	4.2 %	1.7 %	5.0 %	3.2 %	1.2 %	(3.2)%	(3.6)%	3.7 %	3.1 %	2.7 %	(2.9)%
Average assets	191,990	189,514	187,870	184,843	179,675	174,521	171,352	167,679	163,587	189,794	175,190	177,623	161,985
Average earning assets	185,253	182,854	181,215	178,247	173,386	168,182	165,224	161,861	158,161	183,110	168,938	171,285	156,723
Average current loans and acceptances	189,616	187,162	185,551	182,523	177,280	171,800	168,601	165,143	161,089	187,446	172,570	175,079	159,484
Average deposits	125,702	122,951	122,467	118,015	115,164	112,194	110,221	108,457	106,670	123,715	112,530	113,912	106,555
Assets under administration (1)	17,687	17,295	16,906	16,148	15,750	16,062	14,565	15,521	18,526	17,687	15,750	16,148	15,521
Number of full-time equivalent employees	16,143	15,896	15,944	15,945	16,708	16,694	16,571	16,197	16,355	16,143	16,708	15,945	16,197

(1) Amounts include securitized residential mortgages and credit cards.



**U.S. P&C**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Net interest income (teb)	628	614	606	577	580	583	587	582	604	1,848	1,750	2,327	2,405
Non-interest revenue	136	149	142	139	143	141	156	149	144	427	440	579	589
Total revenues (teb)	764	763	748	716	723	724	743	731	748	2,275	2,190	2,906	2,994
Provision for credit losses	52	50	19	96	40	55	32	75	76	121	127	223	274
Net interest and non-interest revenue (teb)	712	713	729	620	683	669	711	656	672	2,154	2,063	2,683	2,720
Non-interest expense	494	498	501	477	474	461	457	465	480	1,493	1,392	1,869	1,915
Income before taxes	218	215	228	143	209	208	254	191	192	661	671	814	805
Provision for income taxes (teb)	59	60	62	41	60	57	75	56	56	181	192	233	234
Reported net income	159	155	166	102	149	151	179	135	136	480	479	581	571
Adjusted net income	171	167	178	114	161	164	192	151	152	516	517	631	635
Net interest margin on average earning assets (teb)	3.73 %	3.76 %	3.83 %	3.82 %	3.92 %	4.10 %	4.12 %	4.21 %	4.32 %	3.77 %	4.04 %	3.99 %	4.31 %
Adjusted Efficiency ratio (teb)	62.6 %	63.1 %	64.6 %	64.1 %	62.8 %	61.3 %	58.8 %	60.5 %	61.0 %	63.4 %	60.9 %	61.7 %	60.8 %
Efficiency ratio (teb)	64.7 %	65.3 %	67.0 %	66.7 %	65.4 %	63.8 %	61.5 %	63.7 %	64.2 %	65.6 %	63.6 %	64.3 %	64.0 %
Average assets	72,642	72,940	68,805	65,874	65,254	63,567	62,388	60,795	61,987	71,446	63,738	64,277	61,534
Average earning assets	66,779	66,919	62,760	59,910	59,341	57,727	56,477	55,095	56,225	65,470	57,850	58,369	55,857
Average current loans and acceptances (1)	59,885	60,205	56,580	54,159	53,436	51,922	50,741	49,649	51,120	58,876	52,050	52,421	50,711
Average deposits	64,150	64,861	63,567	61,259	61,270	60,620	59,428	58,708	60,008	64,185	60,437	60,645	59,147
Number of full-time equivalent employees	7,765	7,835	7,920	7,932	8,103	8,059	7,932	7,906	7,836	7,765	8,103	7,932	7,906

**\$USD Equivalent**

Net interest income (teb)	581	557	561	554	558	573	589	589	593	1,699	1,720	2,274	2,398
Non-interest revenue	126	134	132	134	138	138	157	150	142	392	433	567	588
Total revenues (teb)	707	691	693	688	696	711	746	739	735	2,091	2,153	2,841	2,986
Provision for credit losses	49	45	18	92	39	53	33	76	74	112	125	217	273
Net interest and non-interest revenue (teb)	658	646	675	596	657	658	713	663	661	1,979	2,028	2,624	2,713
Non-interest expense	458	451	464	458	456	453	459	471	472	1,373	1,368	1,826	1,910
Income before taxes	200	195	211	138	201	205	254	192	189	606	660	798	803
Provision for income taxes (teb)	53	55	58	40	57	57	74	56	55	166	188	228	234
Reported net income	147	140	153	98	144	148	180	136	134	440	472	570	569
Adjusted net income	158	151	164	109	157	159	194	151	150	473	510	619	632
Adjusted non-interest expense	443	436	448	440	438	435	439	448	448	1,327	1,312	1,752	1,816
Revenue growth	1.4 %	(2.6)%	(7.2)%	(7.1)%	(5.2)%	(3.7)%	(3.6)%	(5.7)%	43.6 %	(2.9)%	(4.1)%	(4.9)%	47.4 %
Non-interest expense growth	0.3 %	(0.4)%	1.1 %	(2.7)%	(3.3)%	(4.8)%	(6.6)%	0.1 %	54.4 %	0.3 %	(4.9)%	(4.4)%	53.2 %
Adjusted non-interest expense growth	1.0 %	0.3 %	2.0 %	(1.7)%	(2.3)%	(4.0)%	(6.1)%	0.5 %	52.9 %	1.1 %	(4.1)%	(3.5)%	51.6 %
Operating leverage	1.1 %	(2.2)%	(8.3)%	(4.4)%	(1.9)%	1.1 %	3.0 %	(5.8)%	(10.7)%	(3.2)%	0.8 %	(0.5)%	(5.7)%
Adjusted operating leverage	0.4 %	(2.9)%	(9.2)%	(5.4)%	(2.8)%	0.3 %	2.5 %	(6.2)%	(9.3)%	(4.0)%	0.0 %	(1.3)%	(4.2)%
Average assets	67,220	66,137	63,692	63,211	62,840	62,439	62,683	61,447	60,893	65,678	62,656	62,796	61,342
Average earning assets	61,795	60,677	58,094	57,489	57,146	56,703	56,744	55,685	55,233	60,183	56,866	57,023	55,682
Average current loans and acceptances (1)	55,415	54,590	52,374	51,969	51,456	51,000	50,988	50,183	50,219	54,121	51,173	51,356	50,549
Average deposits	59,361	58,812	58,860	58,780	58,999	59,549	59,710	59,337	58,944	59,013	59,418	59,257	58,964

(1) Excludes purchased credit impaired loans.

**WEALTH MANAGEMENT  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Net interest income (teb)	141	135	140	145	144	133	136	132	131	416	413	558	556
Non-interest revenue	847	743	727	895	723	630	642	652	546	2,317	1,995	2,890	2,344
Total revenues (teb)	988	878	867	1,040	867	763	778	784	677	2,733	2,408	3,448	2,900
Provision for credit losses	(3)	2	(1)	1	(1)	1	2	11	5	(2)	2	3	22
Net interest and non-interest revenue (teb)	991	876	868	1,039	868	762	776	773	672	2,735	2,406	3,445	2,878
Non-interest expense	745	630	644	602	587	587	571	561	544	2,019	1,745	2,347	2,215
Income before taxes	246	246	224	437	281	175	205	212	128	716	661	1,098	663
Provision for income taxes (teb)	56	52	49	126	64	35	43	48	18	157	142	268	136
Reported net income	190	194	175	311	217	140	162	164	110	559	519	830	527
Adjusted net income	212	200	183	318	224	147	168	169	116	595	539	857	548
Traditional Wealth Businesses net income	164	139	123	249	131	112	104	93	98	426	347	596	390
Insurance net income	48	61	60	69	93	35	64	76	18	169	192	261	158
Adjusted return on equity	16.6 %	24.6 %	21.7 %	42.0 %	30.1 %	20.7 %	23.9 %	30.4 %	20.8 %	20.3 %	25.0 %	29.4 %	25.2 %
Adjusted non-interest expense	716	621	634	593	577	579	562	554	537	1,971	1,718	2,311	2,187
Return on equity	14.8 %	23.8 %	20.8 %	41.1 %	29.1 %	19.7 %	23.0 %	29.4 %	19.9 %	19.0 %	24.0 %	28.5 %	24.2 %
Net interest margin on average earning assets (teb)	2.62 %	2.64 %	2.73 %	2.89 %	2.91 %	2.83 %	2.87 %	2.81 %	2.88 %	2.66 %	2.87 %	2.87 %	3.11 %
Adjusted efficiency ratio (teb)	72.5 %	70.7 %	73.1 %	57.1 %	66.6 %	75.8 %	72.3 %	70.7 %	79.3 %	72.1 %	71.3 %	67.0 %	75.4 %
Efficiency ratio (teb)	75.5 %	71.7 %	74.3 %	57.9 %	67.6 %	77.0 %	73.3 %	71.6 %	80.4 %	73.9 %	72.4 %	68.1 %	76.4 %
Operating leverage	(13.3)%	7.8 %	(1.5)%	25.3 %	20.3 %	(3.5)%	9.4 %	5.6 %	(3.7)%	(2.2)%	8.3 %	12.9 %	(1.3)%
Revenue growth	13.9 %	15.0 %	11.4 %	32.7 %	28.0 %	2.7 %	11.9 %	10.7 %	8.4 %	13.5 %	13.8 %	18.9 %	11.9 %
Non-interest expense growth	27.2 %	7.2 %	12.9 %	7.4 %	7.7 %	6.2 %	2.5 %	5.1 %	12.1 %	15.7 %	5.5 %	6.0 %	13.2 %
Average common equity	5,025	3,306	3,305	2,975	2,922	2,877	2,764	2,184	2,164	3,885	2,854	2,884	2,143
Average assets	26,244	23,589	23,098	22,748	22,472	22,103	21,248	21,100	20,719	24,318	21,939	22,143	20,354
Average current loans and acceptances	12,971	12,804	12,561	12,291	12,127	11,839	11,376	11,142	11,057	12,778	11,783	11,909	10,833
Average deposits	24,458	24,755	25,211	24,362	23,874	23,272	21,838	21,353	21,881	24,809	22,992	23,337	21,753
Assets under administration (1)	401,917	398,683	390,062	357,594	341,810	340,638	324,741	313,337	298,371	401,917	341,810	357,594	313,337
Assets under management (1)	374,385	213,263	207,318	194,158	183,858	180,356	175,210	172,076	164,974	374,385	183,858	194,158	172,076
Number of full-time equivalent employees	6,830	6,019	6,007	6,005	6,045	6,020	6,027	6,108	6,261	6,830	6,045	6,005	6,108

**U.S. Segment Information (\$CAD equivalent)**

Total revenues (teb)	201	193	193	373	187	177	173	168	175	587	537	910	702
Provision for credit losses	(5)	1	(2)	-	(3)	1	1	10	3	(6)	(1)	(1)	18
Net interest and non-interest revenue (teb)	206	192	195	373	190	176	172	158	172	593	538	911	684
Non-interest expense	171	162	170	154	151	149	145	140	139	503	445	599	557
Income before taxes	35	30	25	219	39	27	27	18	33	90	93	312	127
Provision for income taxes (teb)	8	9	7	77	13	7	9	5	10	24	29	106	39
Reported net income	27	21	18	142	26	20	18	13	23	66	64	206	88
Net income attributable to Bank shareholders	27	21	18	142	26	20	18	12	23	66	64	206	87
Adjusted net income	33	27	23	148	31	26	23	17	27	83	80	228	104

**\$USD Equivalent**

Net interest income (teb)	34	31	33	35	36	37	38	37	36	98	111	146	179
Non-interest revenue	151	145	145	324	142	139	135	134	136	441	416	740	522
Total revenues (teb)	185	176	178	359	178	176	173	171	172	539	527	886	701
Provision for credit losses	(5)	1	(2)	-	(2)	-	1	10	3	(6)	(1)	(1)	18
Net interest and non-interest revenue (teb)	190	175	180	359	180	176	172	161	169	545	528	887	683
Non-interest expense	157	148	157	147	146	147	145	141	137	462	438	585	555
Income before taxes	33	27	23	212	34	29	27	20	32	83	90	302	128
Provision for income taxes (teb)	9	8	6	76	9	9	9	7	9	23	27	103	41
Reported net income	24	19	17	136	25	20	18	13	23	60	63	199	87
Net income attributable to Bank shareholders	24	19	17	136	25	20	18	12	23	60	63	199	86
Adjusted net income	29	24	22	141	30	26	23	16	27	75	79	220	102
Revenue growth	3.6 %	0.2 %	2.8 %	110.8 %	3.9 %	5.4 %	(9.7)%	1.4 %	54.2 %	2.2 %	(0.6)%	26.5 %	62.8 %
Non-interest expense growth	8.2 %	0.8 %	7.9 %	4.2 %	6.2 %	6.9 %	4.1 %	6.1 %	57.5 %	5.6 %	5.7 %	5.3 %	59.3 %
Average assets	3,785	3,632	3,580	3,577	3,447	3,376	3,379	3,572	3,668	3,666	3,401	3,445	3,666
Average current loans and acceptances	2,687	2,592	2,527	2,571	2,532	2,459	2,477	2,553	2,643	2,602	2,489	2,510	2,650
Average deposits	5,708	5,666	5,863	4,911	4,843	5,050	4,990	4,801	5,024	5,747	4,960	4,947	4,960

(1) Prior period balances were reclassified to conform with the current period's presentation.

**TOTAL BMO CAPITAL MARKETS**
**SUMMARY INCOME**
**STATEMENT AND HIGHLIGHTS**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012

Net interest income (teb)	328	328	261	279	345	289	289	265	312	917	923	1,202	1,164
Non-interest revenue	658	625	713	518	515	551	606	630	489	1,996	1,672	2,190	2,085
Total revenues (teb)	986	953	974	797	860	840	895	895	801	2,913	2,595	3,392	3,249
Provision for credit losses	(6)	(4)	(1)	(17)	2	(6)	(15)	(4)	-	(11)	(19)	(36)	6
Net interest and non-interest revenue (teb)	992	957	975	814	858	846	910	899	801	2,924	2,614	3,428	3,243
Non-interest expense	589	581	609	526	523	511	524	528	490	1,779	1,558	2,084	1,986
Income before taxes	403	376	366	288	335	335	386	371	311	1,145	1,056	1,344	1,257
Provision for income taxes (teb)	97	71	89	71	67	74	88	64	71	257	229	300	272
Reported net income	306	305	277	217	268	261	298	307	240	888	827	1,044	985
Adjusted net income	306	306	277	217	269	262	298	308	240	889	829	1,046	986
Return on equity	22.4 %	20.8 %	18.8 %	15.0 %	18.2 %	18.3 %	20.5 %	26.5 %	20.0 %	20.6 %	19.0 %	18.0 %	20.9 %
Net interest margin on average earning assets (teb)	0.58 %	0.59 %	0.48 %	0.54 %	0.67 %	0.59 %	0.57 %	0.54 %	0.62 %	0.55 %	0.61 %	0.59 %	0.60 %
Efficiency ratio (teb)	59.8 %	61.0 %	62.5 %	66.1 %	60.7 %	61.0 %	58.5 %	59.1 %	61.1 %	61.1 %	60.0 %	61.4 %	61.1 %
Operating leverage	1.7 %	0.0 %	(7.5)%	(10.5)%	0.6 %	(0.4)%	9.9 %	20.2 %	(11.1)%	(2.0)%	3.3 %	(0.6)%	(6.7)%
Revenue growth	14.5 %	13.6 %	8.8 %	(10.9)%	7.4 %	7.0 %	16.5 %	28.6 %	(3.1)%	12.2 %	10.2 %	4.4 %	(2.0)%
Non-interest expense growth	12.8 %	13.6 %	16.3 %	(0.4)%	6.8 %	7.4 %	6.6 %	8.4 %	8.0 %	14.2 %	6.9 %	5.0 %	4.7 %
Average common equity	5,228	5,818	5,604	5,490	5,636	5,629	5,573	4,474	4,591	5,547	5,613	5,582	4,527
Average assets	258,916	265,154	255,197	240,268	246,401	250,970	252,907	250,114	259,055	259,696	250,083	247,609	251,562
Average earning assets	223,886	227,228	216,951	204,881	203,649	202,159	201,124	196,390	201,099	222,591	202,312	202,960	194,198
Average current loans and acceptances	31,154	30,387	27,875	25,659	24,479	25,505	24,001	24,055	23,919	29,800	24,630	24,874	23,441
Average deposits	133,538	137,626	130,946	125,514	120,635	123,298	118,122	109,955	106,003	133,997	120,656	121,881	103,836
Number of full-time equivalent employees	2,366	2,310	2,284	2,247	2,216	2,170	2,174	2,176	2,162	2,366	2,216	2,247	2,176

**U.S. Segment Information (\$CAD equivalent)**

Total revenues (teb)	306	326	376	290	251	267	285	261	276	1,008	803	1,093	1,022
Provision for credit losses	(4)	(3)	-	(18)	2	(5)	(15)	(6)	1	(7)	(18)	(36)	(14)
Net interest and non-interest revenue (teb)	310	329	376	308	249	272	300	267	275	1,015	821	1,129	1,036
Non-interest expense	249	247	248	219	217	210	208	218	206	744	635	854	831
Income before taxes	61	82	128	89	32	62	92	49	69	271	186	275	205
Provision for income taxes (teb)	13	12	33	27	6	14	8	21	19	58	28	55	65
Reported net income	48	70	95	62	26	48	84	28	50	213	158	220	140

**\$USD Equivalent**

Net interest income (teb)	78	82	83	87	96	107	110	62	83	243	313	400	335
Non-interest revenue	206	213	265	191	146	155	177	201	188	684	478	669	684
Total revenues (teb)	284	295	348	278	242	262	287	263	271	927	791	1,069	1,019
Provision for credit losses	(3)	(3)	-	(17)	2	(5)	(15)	(6)	1	(6)	(18)	(35)	(14)
Net interest and non-interest revenue (teb)	287	298	348	295	240	267	302	269	270	933	809	1,104	1,033
Non-interest expense	231	224	229	210	209	206	209	221	202	684	624	834	829
Income before taxes	56	74	119	85	31	61	93	48	68	249	185	270	204
Provision for income taxes (teb)	11	11	31	25	6	14	9	19	20	53	29	54	65
Reported net income	45	63	88	60	25	47	84	29	48	196	156	216	139
Revenue growth	17.1%	12.8%	21.4%	5.3%	(10.4)%	9.2%	17.1%	12.1%	2.8%	17.2 %	4.7 %	4.9 %	(1.8)%
Non-interest expense growth	10.4%	8.6%	9.8%	(4.9)%	3.1%	0.9%	3.9%	5.3%	3.3%	9.6 %	2.6 %	0.6 %	4.1 %
Average assets	93,263	92,472	86,280	86,882	95,561	99,281	94,127	93,902	96,965	90,652	96,290	93,919	94,391
Average earning assets	84,439	82,517	75,596	75,721	80,480	81,391	73,962	73,057	75,820	80,832	78,580	77,860	72,233
Average current loans and acceptances	10,033	9,558	9,041	8,230	8,107	9,321	8,634	8,283	8,267	9,544	8,680	8,567	8,089
Average deposits	58,911	60,761	55,356	59,184	58,925	64,972	60,207	53,846	50,425	58,316	61,329	60,788	48,776

**TOTAL CORPORATE SERVICES, INCLUDING TECHNOLOGY AND OPERATIONS**
**SUMMARY INCOME**
**STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Net interest income (teb) before Group teb offset	(43)	(26)	(3)	39	82	110	177	177	159	(72)	369	408	611
Group teb offset (1)	(154)	(138)	(85)	(89)	(120)	(71)	(64)	(92)	(66)	(377)	(255)	(344)	(266)
Net interest income	(197)	(164)	(88)	(50)	(38)	39	113	85	93	(449)	114	64	345
Non-interest revenue	14	51	19	69	24	54	-	130	6	84	78	147	457
Total revenues	(183)	(113)	(69)	19	(14)	93	113	215	99	(365)	192	211	802
Provision for credit losses	(47)	(19)	(59)	(57)	(90)	(59)	31	(36)	10	(125)	(118)	(175)	(151)
Net interest and non-interest revenue	(136)	(94)	(10)	76	76	152	82	251	89	(240)	310	386	953
Non-interest expense	103	101	117	184	151	227	238	347	189	321	616	800	976
Income before taxes	(239)	(195)	(127)	(108)	(75)	(75)	(156)	(96)	(100)	(561)	(306)	(414)	(23)
Provision for income taxes (teb) before Group teb offset	(30)	1	(1)	(5)	42	7	(42)	(35)	(58)	(30)	7	2	(81)
Group teb offset (1)	(154)	(138)	(85)	(89)	(120)	(71)	(64)	(92)	(66)	(377)	(255)	(344)	(266)
Provision for income taxes	(184)	(137)	(86)	(94)	(78)	(64)	(106)	(127)	(124)	(407)	(248)	(342)	(347)
Reported net Income	(55)	(58)	(41)	(14)	3	(11)	(50)	31	24	(154)	(58)	(72)	324
Non-controlling interest in subsidiaries	15	14	13	13	16	18	18	17	19	42	52	65	73
Net income attributable to Bank shareholders	(70)	(72)	(54)	(27)	(13)	(29)	(68)	14	5	(196)	(110)	(137)	251
Adjusted net income	(55)	(58)	(41)	(22)	(21)	(11)	(79)	50	42	(154)	(111)	(133)	131
Adjusted total revenue	(183)	(113)	(69)	(109)	(172)	(92)	(107)	(41)	(102)	(365)	(371)	(480)	(261)
Adjusted non-interest expense	103	101	117	120	99	92	143	116	80	321	334	454	385
Adjusted provision for credit losses	(47)	(19)	(59)	(106)	(154)	(94)	(51)	(115)	(111)	(125)	(299)	(405)	(445)
Average common equity	4,250	5,035	4,379	4,836	5,189	4,374	4,662	6,636	5,537	4,548	4,745	4,767	5,582
Average assets	43,626	43,563	45,186	43,426	41,798	43,738	46,153	46,311	48,497	44,132	43,898	43,779	48,496
Average earning assets	31,451	32,685	34,560	33,349	31,260	33,648	34,319	34,845	38,328	32,899	33,121	33,178	36,365
Average deposits	50,457	49,096	47,332	41,200	38,565	36,488	35,520	31,784	32,005	48,961	36,862	37,955	31,680
Number of full-time equivalent employees	13,873	13,578	13,448	13,502	13,556	13,637	13,796	13,885	13,980	13,873	13,556	13,502	13,885

**U.S. Segment Information (\$CAD equivalent)**

Total revenues	(68)	(20)	(27)	31	86	79	126	189	141	(115)	291	322	655
Provision for credit losses	(28)	(25)	(50)	(98)	(109)	(81)	24	(69)	44	(103)	(166)	(264)	(170)
Net interest and non-interest revenue	(40)	5	23	129	195	160	102	258	97	(12)	457	586	825
Non-interest expense	48	55	12	113	86	92	137	196	119	115	315	428	538
Income before taxes	(88)	(50)	11	16	109	68	(35)	62	(22)	(127)	142	158	287
Provision for income taxes (teb) before Group teb offset	(21)	(18)	4	6	48	38	(21)	(2)	(24)	(35)	65	71	54
Group teb offset (1)	(10)	(10)	(10)	(12)	(7)	(6)	(6)	(6)	(6)	(30)	(19)	(31)	(24)
Provision for income taxes	(31)	(28)	(6)	(6)	41	32	(27)	(8)	(30)	(65)	46	40	30
Reported net Income	(57)	(22)	17	22	68	36	(8)	70	8	(62)	96	118	257
Non-controlling interest in subsidiaries	-	-	-	-	1	5	5	3	5	-	11	11	18
Net income attributable to Bank shareholders	(57)	(22)	17	22	67	31	(13)	67	3	(62)	85	107	239
Adjusted net income	(43)	(26)	23	3	31	(27)	(32)	84	39	(46)	(28)	(25)	217
Adjusted total revenue	(68)	(20)	(27)	(67)	(68)	(97)	(84)	4	(71)	(115)	(249)	(316)	(128)
Adjusted non-interest expense	48	55	12	53	37	32	45	33	14	115	114	167	95
Adjusted provision for credit losses	(48)	(20)	(59)	(105)	(153)	(96)	(54)	(116)	(113)	(127)	(303)	(408)	(447)

**\$USD Equivalent**

Net interest income (teb) before Group teb offset	(38)	(21)	9	30	80	100	165	149	151	(50)	345	375	610
Group teb offset (1)	(9)	(10)	(9)	(12)	(6)	(6)	(6)	(6)	(6)	(28)	(18)	(30)	(24)
Net interest income	(47)	(31)	-	18	74	94	159	143	145	(78)	327	345	586
Non-interest revenue	(16)	13	(23)	10	10	(17)	(33)	47	(6)	(26)	(40)	(30)	66
Total revenues	(63)	(18)	(23)	28	84	77	126	190	139	(104)	287	315	652
Provision for credit losses	(26)	(23)	(48)	(95)	(106)	(79)	24	(69)	45	(97)	(161)	(256)	(168)
Net interest and non-interest revenue	(37)	5	25	123	190	156	102	259	94	(7)	448	571	820
Non-interest expense	44	49	13	110	82	89	139	196	118	106	310	420	537
Income before taxes	(81)	(44)	12	13	108	67	(37)	63	(24)	(113)	138	151	283
Provision for income taxes (teb) before Group teb offset	(20)	(15)	4	5	47	40	(24)	(1)	(26)	(31)	63	68	53
Group teb offset (1)	(9)	(10)	(9)	(12)	(6)	(6)	(6)	(6)	(6)	(28)	(18)	(30)	(24)
Provision for income taxes	(29)	(25)	(5)	(7)	41	34	(30)	(7)	(32)	(59)	45	38	29
Reported net Income	(52)	(19)	17	20	67	33	(7)	70	8	(54)	93	113	254
Non-controlling interest in subsidiaries	-	-	-	-	2	4	5	3	5	-	11	11	18
Net income attributable to Bank shareholders	(52)	(19)	17	20	65	29	(12)	67	3	(54)	82	102	236
Adjusted net income	(39)	(22)	22	2	31	(29)	(32)	86	38	(39)	(30)	(28)	215
Adjusted total revenue	(63)	(18)	(23)	(66)	(65)	(96)	(86)	4	(69)	(104)	(247)	(313)	(127)
Adjusted non-interest expense	44	49	13	52	34	30	47	31	15	106	111	163	93
Adjusted provision for credit losses	(44)	(18)	(57)	(102)	(148)	(93)	(55)	(116)	(108)	(119)	(296)	(398)	(441)
Average assets	21,977	21,799	24,540	23,113	23,750	26,378	25,944	26,030	29,509	22,783	25,347	24,783	30,039
Average earning assets	17,042	16,853	19,456	18,103	18,538	21,269	20,754	21,280	24,768	17,795	20,176	19,652	23,983

(1) See Notes to Users: Taxable Equivalent Basis on page 1.

**NON-INTEREST REVENUE AND TRADING REVENUE**

(\$ millions except as noted)

**Non-Interest Revenue**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Securities commissions and fees	326	318	307	291	290	283	260	262	269	951	833	1,124	1,085
Deposit and payment service charges	260	239	241	237	232	222	225	230	232	740	679	916	929
Trading revenues (losses)	231	246	274	188	208	230	223	312	140	751	661	849	1,025
Lending fees	169	171	169	155	152	143	153	144	142	509	448	603	544
Card fees	116	116	112	110	124	114	113	113	117	344	351	461	441
Investment management and custodial fees	255	197	194	179	178	171	165	180	183	646	514	693	707
Mutual fund revenues	301	238	229	220	217	201	194	174	166	768	612	832	665
Underwriting and advisory fees	238	149	191	156	141	141	221	162	156	578	503	659	600
Securities gains, other than trading	12	47	62	210	-	49	26	56	14	121	75	285	152
Foreign exchange, other than trading	40	38	54	38	39	58	37	35	28	132	134	172	153
Insurance income (1)	94	113	107	125	147	66	107	144	40	314	320	445	335
Other	66	106	69	112	89	86	60	136	82	241	235	347	356
<b>Total Non-Interest Revenue</b>	<b>2,108</b>	<b>1,978</b>	<b>2,009</b>	<b>2,021</b>	<b>1,817</b>	<b>1,764</b>	<b>1,784</b>	<b>1,948</b>	<b>1,569</b>	<b>6,095</b>	<b>5,365</b>	<b>7,386</b>	<b>6,992</b>
<b>Non-interest revenue-to-total revenue</b>	<b>50.0 %</b>	<b>49.0 %</b>	<b>48.7 %</b>	<b>48.8 %</b>	<b>45.4 %</b>	<b>45.3 %</b>	<b>44.3 %</b>	<b>47.2 %</b>	<b>41.0 %</b>	<b>49.2 %</b>	<b>45.0 %</b>	<b>46.0 %</b>	<b>43.9 %</b>

**Interest and Non-Interest Trading Revenue (teb) (2)**

Interest rates	90	75	139	100	116	138	125	159	95	304	379	479	449
Foreign exchange	91	102	79	72	83	73	57	64	64	272	213	285	269
Equities	177	196	114	109	148	105	137	140	92	487	390	499	413
Commodities	11	10	13	10	10	12	11	17	21	34	33	43	66
Other (3)	1	(5)	(1)	20	1	-	8	59	(1)	(5)	9	29	267
<b>Total (teb)</b>	<b>370</b>	<b>378</b>	<b>344</b>	<b>311</b>	<b>358</b>	<b>328</b>	<b>338</b>	<b>439</b>	<b>271</b>	<b>1,092</b>	<b>1,024</b>	<b>1,335</b>	<b>1,464</b>
Teb offset	143	128	74	76	112	64	57	85	58	345	233	309	234
<b>Total trading revenue</b>	<b>227</b>	<b>250</b>	<b>270</b>	<b>235</b>	<b>246</b>	<b>264</b>	<b>281</b>	<b>354</b>	<b>213</b>	<b>747</b>	<b>791</b>	<b>1,026</b>	<b>1,230</b>
Reported as:													
Net interest income	139	132	70	123	150	98	115	127	131	341	363	486	439
Non-interest revenue - trading revenues	231	246	274	188	208	230	223	312	140	751	661	849	1,025
<b>Total (teb)</b>	<b>370</b>	<b>378</b>	<b>344</b>	<b>311</b>	<b>358</b>	<b>328</b>	<b>338</b>	<b>439</b>	<b>271</b>	<b>1,092</b>	<b>1,024</b>	<b>1,335</b>	<b>1,464</b>
Teb offset	143	128	74	76	112	64	57	85	58	345	233	309	234
<b>Reported total trading revenue</b>	<b>227</b>	<b>250</b>	<b>270</b>	<b>235</b>	<b>246</b>	<b>264</b>	<b>281</b>	<b>354</b>	<b>213</b>	<b>747</b>	<b>791</b>	<b>1,026</b>	<b>1,230</b>
Adjusted non-interest revenue - trading revenues	231	246	274	177	203	220	215	245	152	751	638	815	741
Adjusted total trading revenue	227	250	270	205	241	255	271	283	224	747	767	972	950

Certain comparative balances were reclassified to conform with the current period's presentation.

(1) Insurance income includes premium income and other insurance related revenues net of charges related to policyholder benefits, claims and acquisition expenses.

(2) Trading revenues presented on a tax equivalent basis.

(3) Includes the impact of run-off structured credit activities and hedging exposures in our structural balance sheet.

Trading revenues include interest earned on trading securities and other cash instruments held in trading portfolios, less internal and external funding costs associated with trading-related derivatives and cash instruments, and realized and unrealized gains and losses on trading securities, other cash instruments, derivatives and foreign exchange activities.

Interest rates includes Canadian government securities, corporate debt instruments and interest rate derivatives.

Foreign exchange includes foreign exchange spot and foreign exchange derivatives contracts from our wholesale banking business.

Equities includes institutional equities and equity derivatives.

Other includes managed futures, credit investment management, Harris trading and global distribution loan trading and sales.

**NON-INTEREST EXPENSE**

(\$ millions except as noted)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
<b>Adjusted Non-Interest Expense (1)</b>													
Employee compensation													
Salaries	872	809	840	806	809	757	758	734	723	2,521	2,324	3,130	2,909
Performance based compensation	490	443	518	415	410	384	473	431	386	1,451	1,267	1,682	1,641
Employee benefits	232	239	223	207	217	243	229	179	200	694	689	896	801
<b>Total employee compensation</b>	<b>1,594</b>	<b>1,491</b>	<b>1,581</b>	<b>1,428</b>	<b>1,436</b>	<b>1,384</b>	<b>1,460</b>	<b>1,344</b>	<b>1,309</b>	<b>4,666</b>	<b>4,280</b>	<b>5,708</b>	<b>5,351</b>
Premises and equipment													
Rental of real estate	102	103	101	101	98	95	100	98	93	306	293	394	389
Premises, furniture and fixtures	43	64	96	91	94	94	91	98	88	203	279	370	365
Property taxes	10	10	10	8	10	10	9	9	9	30	29	37	36
Computer and equipment	314	275	248	263	237	225	217	255	229	837	679	942	929
<b>Total premises and equipment</b>	<b>469</b>	<b>452</b>	<b>455</b>	<b>463</b>	<b>439</b>	<b>424</b>	<b>417</b>	<b>460</b>	<b>419</b>	<b>1,376</b>	<b>1,280</b>	<b>1,743</b>	<b>1,719</b>
Amortization of intangible assets	65	62	59	57	57	53	54	52	51	186	164	221	197
Other expenses													
Communications	73	78	68	70	73	75	68	76	79	219	216	286	300
Business and capital taxes	8	10	10	10	9	10	9	13	10	28	28	38	46
Professional fees	153	140	135	136	114	124	110	139	128	428	348	484	502
Travel and business development	136	122	119	135	123	113	109	119	109	377	345	480	454
Other	210	211	226	186	191	201	217	211	210	647	609	795	841
<b>Total other expenses</b>	<b>580</b>	<b>561</b>	<b>558</b>	<b>537</b>	<b>510</b>	<b>523</b>	<b>513</b>	<b>558</b>	<b>536</b>	<b>1,699</b>	<b>1,546</b>	<b>2,083</b>	<b>2,143</b>
<b>Total adjusted non-interest expense</b>	<b>2,708</b>	<b>2,566</b>	<b>2,653</b>	<b>2,485</b>	<b>2,442</b>	<b>2,384</b>	<b>2,444</b>	<b>2,414</b>	<b>2,315</b>	<b>7,927</b>	<b>7,270</b>	<b>9,755</b>	<b>9,410</b>
<b>Reported non-interest expense</b>	<b>2,756</b>	<b>2,594</b>	<b>2,684</b>	<b>2,580</b>	<b>2,526</b>	<b>2,550</b>	<b>2,570</b>	<b>2,679</b>	<b>2,457</b>	<b>8,034</b>	<b>7,646</b>	<b>10,226</b>	<b>10,135</b>

(1) Adjusted non-interest expense excludes acquisition-related costs (including integration of the acquired business), restructuring costs, and amortization of acquisition-related intangible assets.

**BALANCE SHEET**

(\$ millions)

	2014	2014	2014	2013	2013	2013	2013	2012	2012	MIX	INC/(DEC)	
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q3	VS LAST YEAR	
<b>As At Balances</b>												
Cash and Cash Equivalents	38,250	35,082	34,112	26,089	33,055	38,423	31,498	19,915	33,571	6.5 %	5,195	15.7 %
Interest Bearing Deposits with Banks	5,800	7,069	6,586	6,518	7,531	6,230	6,149	6,341	5,995	1.0 %	(1,731)	(23.0)%
Securities	149,541	144,610	150,941	135,800	129,797	123,553	129,476	129,441	131,285	25.5 %	19,744	15.2 %
Securities borrowed or purchased under resale agreements	49,452	51,981	53,579	39,799	53,749	59,478	52,957	47,011	47,453	8.4 %	(4,297)	(8.0)%
Loans												
Residential mortgages (1)	99,484	97,632	97,321	96,392	93,132	88,133	85,506	84,211	81,573	17.0 %	6,352	6.8 %
Non-residential mortgages	10,806	11,121	11,589	11,745	12,284	12,840	12,975	12,939	13,622	1.8 %	(1,478)	(12.0)%
Consumer instalment and other personal	64,286	64,571	64,610	63,640	63,230	62,308	61,531	61,436	60,792	11.0 %	1,056	1.7 %
Credit cards	7,976	7,953	7,963	7,870	7,801	7,642	7,683	7,814	7,837	1.4 %	175	2.2 %
Businesses and governments (2)	105,006	105,371	100,807	92,840	88,739	85,859	84,519	81,133	81,364	17.8 %	16,267	18.3 %
Customers' liability under acceptances	287,558	286,648	282,290	272,487	265,186	256,782	252,214	247,533	245,188	49.0 %	22,372	8.4 %
Allowance for credit losses	9,651	9,906	9,207	8,472	9,029	8,514	8,626	8,019	8,013	1.6 %	622	6.9 %
Total net loans and acceptances	(1,768)	(1,850)	(1,747)	(1,665)	(1,658)	(1,725)	(1,672)	(1,706)	(1,755)	(0.3)%	(110)	(6.7)%
Total Assets	295,441	294,704	289,750	279,294	272,557	263,571	259,168	253,846	251,446	50.3 %	22,884	8.4 %
Other assets												
Derivative instruments	26,825	28,859	37,502	30,259	31,638	43,063	42,548	48,071	52,263	4.6 %	(4,813)	(15.2)%
Premises and equipment	2,174	2,172	2,220	2,168	2,109	2,125	2,139	2,094	2,031	0.4 %	65	3.0 %
Goodwill	5,253	3,994	4,052	3,819	3,767	3,705	3,655	3,644	3,659	0.9 %	1,486	39.5 %
Intangible assets	2,020	1,554	1,558	1,511	1,511	1,521	1,519	1,538	1,557	0.3 %	509	33.7 %
Other	12,076	12,020	12,362	11,787	12,998	12,837	12,817	12,783	12,456	2.1 %	(922)	(7.1)%
Total Assets	586,832	582,045	592,662	537,044	548,712	554,506	541,926	524,684	541,716	100.0 %	38,120	6.9 %
Deposits												
Banks	22,865	22,607	26,930	20,591	21,362	22,615	22,586	18,102	23,314	3.9 %	1,503	7.0 %
Businesses and governments	243,808	238,915	240,347	222,346	214,565	214,649	208,708	188,103	185,178	41.5 %	29,243	13.6 %
Individuals	132,550	132,485	131,116	125,432	123,596	122,587	121,281	119,030	121,956	22.6 %	8,954	7.2 %
Total deposits	399,223	394,007	398,393	368,369	359,523	359,851	352,575	325,235	330,448	68.0 %	39,700	11.0 %
Other liabilities												
Derivative instruments	28,151	30,279	36,843	31,974	32,959	44,011	43,516	48,736	53,132	4.8 %	(4,808)	(14.6)%
Acceptances	9,651	9,906	9,207	8,472	9,029	8,514	8,626	8,019	8,013	1.6 %	622	6.9 %
Securities sold but not yet purchased	28,366	24,350	26,646	22,446	21,041	23,897	21,439	23,439	22,523	4.8 %	7,325	34.8 %
Securities lent or sold under repurchase agreements	40,606	46,125	44,789	28,884	47,596	39,005	37,709	39,737	47,145	6.9 %	(6,990)	(14.7)%
Other	42,587	40,088	40,086	41,724	44,124	45,296	43,949	45,882	47,417	6.8 %	(1,537)	(8.8)%
Subordinated debt	3,948	3,965	3,983	3,996	4,014	4,071	4,064	4,093	4,107	0.7 %	(66)	(1.7)%
Share capital												
Preferred shares (3)	3,040	2,615	2,265	2,265	2,265	2,265	2,465	2,465	2,465	0.5 %	775	34.2 %
Common shares	12,154	12,071	12,033	12,003	11,999	12,014	12,027	11,957	11,748	2.1 %	155	1.3 %
Contributed surplus	310	313	316	315	321	320	214	213	216	0.1 %	(11)	(3.5)%
Retained earnings	16,724	16,155	15,617	15,087	14,657	14,227	13,972	13,456	12,902	3.3 %	2,067	14.1 %
Accumulated other comprehensive income (loss)	991	1,100	1,425	437	126	(36)	(49)	17	178	0.2 %	865	684.6 %
Total shareholder's equity	33,219	32,254	31,656	30,107	29,368	28,790	28,629	28,108	27,509		3,851	
Non-controlling interest in subsidiaries	1,081	1,071	1,059	1,072	1,058	1,071	1,419	1,435	1,422	0.2 %	23	2.2 %
Total Liabilities and Equity	586,832	582,045	592,662	537,044	548,712	554,506	541,926	524,684	541,716	100.0 %	38,120	6.9 %

(1) In Q1 2014, certain residential mortgages were reclassified as non residential mortgages or business and government. Prior period balances were also reclassified to conform with this presentation.

(2) In Q4 2013, certain business and government loans were reclassified as non-residential mortgages. Prior period balances were also reclassified to conform with this presentation.

(3) In Q3 2014, Non-Cumulative 5-Year Rate Reset Preferred Shares Series 27 issued on April 23, 2014 were reclassified from Preferred Share Liability to Share Capital.

**BALANCE SHEET**

(\$ millions)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	YTD 2014	YTD 2013	INC/ (DEC)
<b>Average Daily Balances</b>												
Cash resources	40,903	40,099	41,420	40,143	41,338	40,453	36,629	38,006	45,580	40,815	39,462	3.4 %
Securities	150,598	150,324	142,592	133,775	127,294	130,177	137,063	133,506	134,171	147,811	131,526	12.4 %
Securities borrowed or purchased under resale agreements	53,549	57,251	55,883	53,999	57,456	54,905	53,187	50,637	49,152	55,542	55,186	0.6 %
Loans												
Residential mortgages (1)	98,251	97,095	96,876	94,833	90,529	86,649	84,776	83,134	80,514	97,411	87,325	11.5 %
Non-residential mortgages	10,814	11,314	11,647	12,072	12,852	13,175	13,291	12,896	13,740	11,258	13,106	(14.1)%
Consumer instalment and other personal	64,300	64,533	64,110	63,413	63,136	62,231	61,470	61,000	60,674	64,312	62,280	3.3 %
Credit cards	7,950	7,861	8,080	7,929	7,828	7,636	7,911	7,906	7,907	7,964	7,793	2.2 %
Businesses and governments (2)	104,468	103,042	95,939	90,513	87,298	86,341	82,144	80,217	80,426	101,129	85,249	18.6 %
Customers' liability under acceptances	285,783	283,845	276,652	268,760	261,643	256,032	249,592	245,153	243,261	282,074	255,753	10.3 %
Allowance for credit losses	10,423	9,560	8,891	8,945	9,075	8,597	8,544	8,370	7,792	9,625	8,740	10.1 %
Total net loans and acceptances	(1,863)	(1,777)	(1,702)	(1,705)	(1,727)	(1,714)	(1,719)	(1,738)	(1,950)	(1,780)	(1,720)	(3.5)%
Other assets	294,343	291,628	283,841	276,000	268,991	262,915	256,417	251,785	249,103	289,919	262,773	10.3 %
Derivative instruments	29,257	32,834	33,600	30,610	37,486	43,042	45,354	50,534	54,031	31,886	41,949	(24.0)%
Other	24,768	22,624	22,820	22,632	23,035	23,407	25,398	21,531	21,808	23,413	23,952	0.6 %
<b>Total Assets</b>	<b>593,418</b>	<b>594,760</b>	<b>580,156</b>	<b>557,159</b>	<b>555,600</b>	<b>554,899</b>	<b>554,048</b>	<b>545,999</b>	<b>553,845</b>	<b>589,386</b>	<b>554,848</b>	<b>6.2 %</b>
Deposits												
Banks	23,225	27,337	24,949	23,761	23,470	22,950	22,039	20,774	21,971	25,147	22,818	10.2 %
Businesses and governments	244,164	241,384	237,018	222,864	213,061	211,187	203,057	189,055	182,252	240,807	209,077	15.2 %
Individuals	130,916	130,568	127,556	123,725	122,977	121,735	120,032	120,428	122,344	129,713	121,582	6.7 %
<b>Total deposits</b>	<b>398,305</b>	<b>399,289</b>	<b>389,523</b>	<b>370,350</b>	<b>359,508</b>	<b>355,872</b>	<b>345,128</b>	<b>330,257</b>	<b>326,567</b>	<b>395,667</b>	<b>353,477</b>	<b>11.9 %</b>
Other liabilities												
Derivative instruments	30,278	33,665	34,686	31,690	38,385	43,891	46,424	50,959	54,392	32,868	42,889	(23.4)%
Acceptances	10,423	9,560	8,891	8,945	9,075	8,597	8,544	8,370	7,792	9,625	8,740	10.1 %
Securities sold but not yet purchased	29,269	28,180	25,751	21,272	24,082	26,773	30,294	29,052	28,518	27,728	27,053	2.5 %
Securities lent or sold under repurchase agreements	46,810	48,105	44,750	46,990	45,592	39,415	43,723	48,316	53,124	46,538	42,949	8.4 %
Other	40,796	39,081	40,772	42,977	43,935	46,098	45,754	45,230	49,941	40,229	45,253	(11.1)%
Subordinated debt	3,960	3,954	3,990	4,005	4,037	4,071	4,082	4,093	4,782	3,968	4,063	(2.3)%
Shareholders' equity (3)	32,496	31,865	30,726	29,868	29,833	28,755	28,670	28,296	27,293	31,693	29,089	9.0 %
Non-controlling interest in subsidiaries	1,081	1,061	1,067	1,062	1,153	1,427	1,429	1,426	1,436	1,070	1,335	(19.9)%
<b>Total Liabilities and Equity</b>	<b>593,418</b>	<b>594,760</b>	<b>580,156</b>	<b>557,159</b>	<b>555,600</b>	<b>554,899</b>	<b>554,048</b>	<b>545,999</b>	<b>553,845</b>	<b>589,386</b>	<b>554,848</b>	<b>6.2 %</b>

(1) In Q1 2014, certain residential mortgages were reclassified as non residential mortgages or business and government. Prior period balances were also reclassified to conform with this presentation.

(2) In Q4 2013, certain business and government loans were reclassified as non-residential mortgages. Prior period balances were also reclassified to conform with this presentation.

(3) In Q3 2014, Non-Cumulative 5-Year Rate Reset Preferred Shares Series 27 issued on April 23, 2014 were reclassified from Preferred Share Liability to Share Capital.



STATEMENT OF COMPREHENSIVE INCOME

	(\$ millions)									YTD 2014	YTD 2013	Fiscal 2013	Fiscal 2012
	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3				
Net income	1,126	1,076	1,061	1,074	1,123	962	1,036	1,073	962	3,263	3,121	4,195	4,156
Other comprehensive income (loss)													
Net change in remeasurement of pension and other post employment benefits													
Remeasurement of pension and other post-employment benefits	(98)	21	25	(17)	298	(57)	74	(73)	(229)	(52)	315	298	(440)
Net change in unrealized gains (losses) on available-for-sale securities	(98)	21	25	(17)	298	(57)	74	(73)	(229)	(52)	315	298	(440)
Unrealized gains (losses) on available-for-sale securities arising during the period	76	27	(38)	67	(48)	(11)	(18)	22	26	65	(77)	(10)	24
Reclassification to earnings of (gains) losses in the period	(17)	(16)	(22)	(5)	(2)	(28)	(15)	(39)	14	(55)	(45)	(50)	(81)
Net change in unrealized gains (losses) on cash flow hedges	59	11	(60)	62	(50)	(39)	(33)	(17)	40	10	(122)	(60)	(67)
Gains (losses) on cash flow hedges arising during the period	53	(31)	142	137	(231)	127	(58)	15	177	164	(162)	(25)	(62)
Reclassification to earnings of (gains) losses on cash flow hedges	(25)	(23)	(25)	(23)	(31)	(37)	(34)	(40)	(29)	(73)	(102)	(125)	(107)
Net gain (loss) on translation of net foreign operations	28	(54)	117	114	(262)	90	(92)	(25)	148	91	(264)	(150)	(169)
Unrealized gains (loss) on translation of net foreign operations	(98)	(278)	1,176	261	316	198	(34)	(63)	260	800	480	741	75
Impact of hedging unrealized gains (loss) on translation of net foreign operations	(98)	(25)	(270)	(109)	(140)	(179)	19	17	(70)	(295)	(300)	(409)	(35)
Other comprehensive income (loss)	(109)	(325)	988	311	162	13	(66)	(161)	149	554	109	420	(626)
Total comprehensive income	1,017	751	2,049	1,385	1,285	975	970	912	1,111	3,817	3,230	4,615	3,530
Attributable to:													
Bank shareholders	1,001	737	2,036	1,372	1,269	957	952	894	1,092	3,774	3,178	4,550	3,456
Non-controlling interest in subsidiaries	16	14	13	13	16	18	18	18	19	43	52	65	74
Total comprehensive income	1,017	751	2,049	1,385	1,285	975	970	912	1,111	3,817	3,230	4,615	3,530

STATEMENT OF CHANGES IN EQUITY

	(\$ millions)									YTD 2014	YTD 2013	Fiscal 2013	Fiscal 2012
	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3				
Preferred Shares													
Balance at beginning of period	2,615	2,265	2,265	2,265	2,265	2,465	2,465	2,465	2,465	2,265	2,465	2,465	2,861
Issued during the period	700	500	-	-	-	-	-	-	-	1,200	-	-	-
Redeemed during the period	(275)	(150)	-	-	-	(200)	-	-	-	(425)	(200)	(200)	(396)
Balance at End of Period	3,040	2,615	2,265	2,265	2,265	2,265	2,465	2,465	2,465	3,040	2,265	2,265	2,465
Common Shares													
Balance at beginning of period	12,071	12,033	12,003	11,999	12,014	12,027	11,957	11,748	11,568	12,003	11,957	11,957	11,332
Issued under the Shareholder Dividend Reinvestment and Share Purchase Plan	47	-	-	1	47	45	37	176	169	47	129	130	543
Repurchased for cancellation	-	-	-	(51)	(75)	(74)	-	-	-	-	(149)	(200)	-
Issued under the stock option plan	36	38	30	54	13	16	33	33	9	104	62	116	80
Issued on the exchange of shares of a subsidiary corporation	-	-	-	-	-	-	-	-	2	-	-	-	2
Issued on the acquisition of a business	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at End of Period	12,154	12,071	12,033	12,003	11,999	12,014	12,027	11,957	11,748	12,154	11,999	12,003	11,957
Contributed Surplus													
Balance at beginning of period	313	316	315	321	320	214	213	216	215	315	213	213	113
Stock option expense / exercised	(3)	(3)	1	(6)	1	(1)	1	(3)	1	(5)	1	(5)	4
Foreign exchange on redemption of preferred shares	-	-	-	-	-	107	-	-	-	-	107	107	96
Balance at End of Period	310	313	316	315	321	320	214	213	216	310	321	315	213
Retained Earnings													
Balance at beginning of period	16,155	15,617	15,087	14,657	14,227	13,972	13,456	12,902	12,445	15,087	13,456	13,456	11,330
Net income attributable to Bank shareholders	1,110	1,062	1,048	1,061	1,107	944	1,018	1,055	943	3,220	3,069	4,130	4,082
Dividends - Preferred shares	(28)	(27)	(28)	(29)	(30)	(28)	(33)	(33)	(32)	(83)	(91)	(120)	(136)
- Common shares	(504)	(490)	(490)	(476)	(478)	(481)	(469)	(468)	(454)	(1,484)	(1,428)	(1,904)	(1,820)
Common shares repurchased for cancellation / share issue expense	(9)	(7)	-	(126)	(169)	(180)	-	-	-	(16)	(349)	(475)	-
Balance at End of Period	16,724	16,155	15,617	15,087	14,657	14,227	13,972	13,456	12,902	16,724	14,657	15,087	13,456
Accumulated Other Comprehensive Income on pension and other post-employment benefits													
Balance at beginning of period	(119)	(140)	(165)	(148)	(446)	(389)	(463)	(390)	(161)	(165)	(463)	(463)	(23)
Remeasurement of pension and other post-employment benefits	(98)	21	25	(17)	298	(57)	74	(73)	(229)	(52)	315	298	(440)
Balance at End of Period	(217)	(119)	(140)	(165)	(148)	(446)	(389)	(463)	(390)	(217)	(148)	(165)	(463)
Accumulated Other Comprehensive Income on available-for-sale securities													
Balance at beginning of period	156	145	205	143	193	232	265	282	242	205	265	265	322
Unrealized gains (losses) on available-for-sale securities arising during the period	76	27	(38)	67	(48)	(11)	(18)	22	26	65	(77)	(10)	24
Reclassification to earnings of (gains) losses in the period	(17)	(16)	(22)	(5)	(2)	(28)	(15)	(39)	14	(55)	(45)	(50)	(81)
Balance at End of Period	215	156	145	205	143	193	232	265	282	215	143	205	265
Accumulated Other Comprehensive Income (Loss) on cash flow hedges													
Balance at beginning of period	55	109	(8)	(122)	140	50	142	167	19	(8)	142	142	311
Gains (losses) on cash flow hedges arising during the period	53	(31)	142	137	(231)	127	(58)	15	177	164	(162)	(25)	(62)
Reclassification to earnings of (gains) losses on cash flow hedges	(25)	(23)	(25)	(23)	(31)	(37)	(34)	(40)	(29)	(73)	(102)	(125)	(107)
Balance at End of Period	83	55	109	(8)	(122)	140	50	142	167	83	(122)	(8)	142
Accumulated Other Comprehensive Income (Loss) on translation on net foreign operations													
Balance at beginning of period	1,008	1,311	405	253	77	58	73	119	(71)	405	73	73	33
Unrealized gains (loss) on translation of net foreign operations	(98)	(278)	1,176	261	316	198	(34)	(63)	260	800	480	741	75
Impact of hedging unrealized gains (loss) on translation of net foreign operations	-	(25)	(270)	(109)	(140)	(179)	19	17	(70)	(295)	(300)	(409)	(35)
Balance at End of Period	910	1,008	1,311	405	253	77	58	73	119	910	253	405	73
Total accumulated other comprehensive income (loss)	991	1,100	1,425	437	126	(36)	(49)	17	178	991	126	437	17
Total Shareholders' Equity	33,219	32,254	31,656	30,107	29,368	28,790	28,629	28,108	27,509	33,219	29,368	30,107	28,108
Non-controlling interest in subsidiaries													
Balance at beginning of period	1,071	1,059	1,072	1,058	1,071	1,419	1,435	1,422	1,441	1,072	1,435	1,435	1,483
Net income attributable to non-controlling interest	16	14	13	13	16	18	18	18	19	43	52	65	74
Dividends to non-controlling interest	(26)	-	(26)	(5)	(32)	(5)	(31)	(5)	(32)	(52)	(68)	(73)	(73)
Preferred share redemption	-	-	-	-	-	(359)	-	-	-	-	(359)	(359)	-
Acquisition during the quarter	22	-	-	-	-	-	-	-	-	22	-	-	-
Other	(2)	(2)	-	6	3	(2)	(3)	-	(6)	(4)	(2)	4	(49)
Balance at End of Period	1,081	1,071	1,059	1,072	1,058	1,071	1,419	1,435	1,422	1,081	1,058	1,072	1,435
Total Equity	34,300	33,325	32,715	31,179	30,426	29,861	30,048	29,543	28,931	34,300	30,426	31,179	29,543

**AVERAGE ASSETS BY OPERATING GROUP AND GEOGRAPHIC AREA**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
<b>Personal &amp; Commercial Banking (1)</b>													
Canada	191,374	188,899	187,223	184,238	179,053	173,947	170,726	167,054	162,862	189,168	174,582	177,016	161,301
United States	73,227	73,514	69,407	66,432	65,853	64,141	63,014	61,420	62,712	72,033	64,338	64,866	62,218
Other	31	41	45	47	23	-	-	-	-	39	8	18	-
<b>Total</b>	<b>264,632</b>	<b>262,454</b>	<b>256,675</b>	<b>250,717</b>	<b>244,929</b>	<b>238,088</b>	<b>233,740</b>	<b>228,474</b>	<b>225,574</b>	<b>261,240</b>	<b>238,928</b>	<b>241,900</b>	<b>223,519</b>
<b>Wealth Management</b>													
Canada	18,512	18,123	17,860	17,709	17,604	17,405	17,031	16,743	16,245	18,165	17,345	17,438	15,974
United States	4,091	4,005	3,865	3,728	3,579	3,436	3,363	3,534	3,734	3,987	3,460	3,527	3,678
Other	3,641	1,461	1,373	1,311	1,289	1,262	854	823	740	2,166	1,134	1,178	702
<b>Total</b>	<b>26,244</b>	<b>23,589</b>	<b>23,098</b>	<b>22,748</b>	<b>22,472</b>	<b>22,103</b>	<b>21,248</b>	<b>21,100</b>	<b>20,719</b>	<b>24,318</b>	<b>21,939</b>	<b>22,143</b>	<b>20,354</b>
<b>BMO Capital Markets</b>													
Canada	138,959	143,173	142,827	131,511	128,585	131,859	140,606	139,031	142,547	141,636	133,703	133,151	139,333
United States	100,781	101,982	93,175	90,540	99,265	101,078	93,683	92,873	98,699	98,609	97,975	96,101	94,691
Other	19,176	19,999	19,195	18,217	18,551	18,033	18,618	18,210	17,809	19,451	18,405	18,357	17,538
<b>Total</b>	<b>258,916</b>	<b>265,154</b>	<b>255,197</b>	<b>240,268</b>	<b>246,401</b>	<b>250,970</b>	<b>252,907</b>	<b>250,114</b>	<b>259,055</b>	<b>259,696</b>	<b>250,083</b>	<b>247,609</b>	<b>251,562</b>
<b>Corporate Services, including Technology and Operations</b>													
Canada	19,820	19,455	18,634	19,283	16,790	15,902	18,909	18,676	16,279	19,302	17,215	17,735	15,994
United States	23,752	24,047	26,489	24,089	24,666	26,851	25,822	25,750	30,051	24,771	25,768	25,345	30,161
Other	54	61	63	54	342	985	1,422	1,885	2,167	59	915	699	2,341
<b>Total</b>	<b>43,626</b>	<b>43,563</b>	<b>45,186</b>	<b>43,426</b>	<b>41,798</b>	<b>43,738</b>	<b>46,153</b>	<b>46,311</b>	<b>48,497</b>	<b>44,132</b>	<b>43,898</b>	<b>43,779</b>	<b>48,496</b>
<b>Total Consolidated</b>													
Canada	368,665	369,650	366,544	352,741	342,032	339,113	347,272	341,504	337,933	368,271	342,845	345,340	332,602
United States	201,851	203,548	192,936	184,789	193,363	195,506	185,882	183,577	195,196	199,400	191,541	189,839	190,748
Other	22,902	21,562	20,676	19,629	20,205	20,280	20,894	20,918	20,716	21,715	20,462	20,252	20,581
<b>Total</b>	<b>593,418</b>	<b>594,760</b>	<b>580,156</b>	<b>557,159</b>	<b>555,600</b>	<b>554,899</b>	<b>554,048</b>	<b>545,999</b>	<b>553,845</b>	<b>589,386</b>	<b>554,848</b>	<b>555,431</b>	<b>543,931</b>

(1) Personal and Commercial Banking includes both Canadian P&C and U.S. P&C; Canadian P&C's average assets include a portion of our U.S. geographic operations.

**GOODWILL AND  
INTANGIBLE ASSETS**

(\$ millions)	November 1	Additions/Purchases <sup>(1)</sup>				Amortization				Other: Includes FX <sup>(2)</sup>				July 31
	2013	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2014
<b>Intangible Assets</b>														
Customer relationships	264	-	-	171	-	(11)	(11)	(20)	-	16	(4)	(4)	-	401
Core deposit intangibles	357	-	-	-	-	(18)	(17)	(17)	-	24	(6)	(7)	-	316
Branch distribution networks	2	-	-	-	-	(1)	(1)	-	-	1	-	-	-	1
Purchased software	55	2	20	-	-	(5)	(5)	(5)	-	1	-	-	-	63
Developed software - amortized	589	61	78	79	-	(54)	(57)	(59)	-	10	(2)	(1)	-	644
Software under development	243	19	1	23	-	-	-	-	-	2	-	-	-	288
Other	1	-	-	303	-	(1)	1	(3)	-	1	(1)	6	-	307
<b>Total Intangible Assets</b>	<b>1,511</b>	<b>82</b>	<b>99</b>	<b>576</b>	<b>-</b>	<b>(90)</b>	<b>(90)</b>	<b>(104)</b>	<b>-</b>	<b>55</b>	<b>(13)</b>	<b>(6)</b>	<b>-</b>	<b>2,020</b>
<b>Total Goodwill</b>	<b>3,819</b>	<b>-</b>	<b>-</b>	<b>1,261</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>233</b>	<b>(58)</b>	<b>(2)</b>	<b>-</b>	<b>5,253</b>

(1) Net additions/purchases include intangible assets acquired through acquisitions and assets acquired through the normal course of operations.

(2) Other changes in goodwill and intangible assets includes the foreign exchange effects of U.S. dollar and Pound Sterling denominated intangible assets and goodwill, purchase accounting adjustments and certain other reclassifications.

**UNREALIZED GAINS (LOSSES)  
ON AVAILABLE-FOR-SALE SECURITIES**

(\$ millions)	Book Value					Unrealized Gains (Losses) <sup>(3)</sup>					
	2014 Q3	2014 Q2	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3
Available-For-Sale Securities											
Canadian governments	14,869	14,939	128	101	116	117	88	186	191	265	331
U.S. governments	8,492	8,572	43	35	36	39	24	59	133	161	291
Mortgage-backed securities - Canada <sup>(4)</sup>	3,070	2,977	27	11	11	6	-	(6)	2	3	6
- U.S.	6,390	6,954	4	3	3	(7)	1	49	55	68	51
Corporate debt	7,273	10,483	83	107	129	107	79	158	150	151	125
Corporate equity	1,701	1,622	112	118	110	147	70	60	57	56	66
Other governments	5,878	6,336	11	8	5	(2)	(14)	5	5	5	2
<b>Unrealized Gains On Available-For-Sale Securities</b>	<b>47,673</b>	<b>51,883</b>	<b>408</b>	<b>383</b>	<b>410</b>	<b>407</b>	<b>248</b>	<b>511</b>	<b>593</b>	<b>709</b>	<b>872</b>

(3) Unrealized gains (losses) may be offset by related losses (gains) on liabilities or hedge contracts.

(4) These mortgage-backed securities are supported by guaranteed mortgages.

**ASSETS UNDER ADMINISTRATION  
AND MANAGEMENT**

(\$ millions)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3
<b>Assets Under Administration <sup>(5)</sup></b>									
Institutional <sup>(6)</sup>	315,287	308,959	297,928	286,101	267,326	257,280	253,001	248,819	247,474
Personal	189,149	188,295	184,879	174,016	165,729	165,573	159,000	153,499	149,646
Mutual Funds	29,805	29,080	28,478	26,357	25,827	25,417	23,865	23,343	22,370
<b>Total</b>	<b>534,241</b>	<b>526,334</b>	<b>511,285</b>	<b>486,474</b>	<b>458,882</b>	<b>448,270</b>	<b>435,866</b>	<b>425,661</b>	<b>419,490</b>
<b>Assets Under Management <sup>(5)</sup></b>									
Institutional	180,114	50,335	50,991	47,402	45,014	44,297	45,596	38,480	36,935
Personal	103,821	100,236	97,023	90,606	85,286	83,426	81,263	88,885	85,728
Mutual Funds	90,457	62,699	59,311	56,157	53,767	53,303	49,416	46,308	44,213
<b>Total</b>	<b>374,392</b>	<b>213,270</b>	<b>207,325</b>	<b>194,165</b>	<b>184,067</b>	<b>181,026</b>	<b>176,275</b>	<b>173,673</b>	<b>166,876</b>

(5) Prior period balances were reclassified to conform with the current period's presentation.

(6) Amounts include securitized residential mortgages and credit cards.

DEBT ISSUED BY BANK SPONSORED VEHICLES FOR THIRD PARTY ASSETS

	Q3 2014				Q2 2014				Q1 2014				Q4 2013			
	Canadian Conduits (1)	US Conduit (2)	SIVs/Credit Protection Vehicles	Total	Canadian Conduits (1)	US Conduit (2)	SIVs/Credit Protection Vehicles	Total	Canadian Conduits (1)	US Conduit (2)	SIVs/Credit Protection Vehicles	Total	Canadian Conduits (1)	US Conduit (2)	SIVs/Credit Protection Vehicles	Total
(\$ millions except as noted)																
Auto loans/leases	1,316	581	-	1,897	1,469	404	-	1,873	1,523	395	-	1,918	1,061	291	-	1,352
Credit card receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential mortgages (insured)	1,343	-	-	1,343	1,100	-	-	1,100	1,231	-	-	1,231	1,214	-	-	1,214
Residential mortgages (uninsured)	25	4	-	29	13	5	-	18	28	5	-	33	12	6	-	18
Commercial mortgages (uninsured)	-	115	-	115	-	137	-	137	-	142	-	142	-	137	-	137
Commercial mortgages (insured)	133	-	-	133	108	-	-	108	100	-	-	100	88	-	-	88
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	154	262	-	416	336	230	-	566	240	269	-	509	363	212	-	575
Trade receivables	-	270	-	270	-	247	-	247	-	272	-	272	-	245	-	245
Corporate loans	-	250	-	250	-	430	-	430	-	501	-	501	-	516	-	516
Daily auto rental	290	338	-	628	208	263	-	471	116	269	-	385	154	83	-	237
Floorplan finance receivables	200	456	-	656	224	429	-	653	200	290	-	490	202	244	-	446
Collateralized debt obligations	-	110	-	110	-	179	-	179	-	199	-	199	-	275	-	275
Other pool type	250	563	-	813	250	1,256	-	1,506	250	1,841	-	2,091	250	1,487	-	1,737
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle	-	-	396	396	-	-	396	396	-	-	386	386	-	-	2,187	2,187
<b>Total</b>	<b>3,711</b>	<b>2,949</b>	<b>396</b>	<b>7,056</b>	<b>3,708</b>	<b>3,580</b>	<b>396</b>	<b>7,684</b>	<b>3,688</b>	<b>4,183</b>	<b>386</b>	<b>8,257</b>	<b>3,344</b>	<b>3,496</b>	<b>2,187</b>	<b>9,027</b>

(1) Canadian Conduit totals include amounts pertaining to conduits that have been directly funded by the Bank (\$789.4 million as at Q3, 2014, \$849.1 million as at Q2, 2014, \$804.6 million as at Q1, 2014 and \$722.4 million as at Q4, 2013).

(2) US Conduit totals include amounts pertaining to conduits that have been funded by the Bank through liquidity draws (\$186.3 million as at Q3, 2014, \$304.7 million as at Q2, 2014, \$328.5 million as at Q1, 2014 and \$326.0 million as at Q4, 2013).

AGGREGATE AMOUNT OF SECURITIZATION EXPOSURES RETAINED OR PURCHASED BY EXPOSURE TYPE

	Q3 2014				Q2 2014				Q1 2014				Q4 2013			
	Undrawn Committed Facilities and Notional Amounts (3)	Drawn Loan Facilities and Securities Held (4)	First Loss Positions (5)	Total	Undrawn Committed Facilities and Notional Amounts (3)	Drawn Loan Facilities and Securities Held (4)	First Loss Positions (5)	Total	Undrawn Committed Facilities and Notional Amounts (3)	Drawn Loan Facilities and Securities Held (4)	First Loss Positions (5)	Total	Undrawn Committed Facilities and Notional Amounts (3)	Drawn Loan Facilities and Securities Held (4)	First Loss Positions (5)	Total
(\$ millions except as noted)																
Bank Assets (6)																
Credit card receivables (7)	-	1,982	-	1,982	-	1,615	-	1,615	-	1,465	-	1,465	-	1,485	-	1,485
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Bank Assets</b>	<b>-</b>	<b>1,982</b>	<b>-</b>	<b>1,982</b>	<b>-</b>	<b>1,615</b>	<b>-</b>	<b>1,615</b>	<b>-</b>	<b>1,465</b>	<b>-</b>	<b>1,465</b>	<b>-</b>	<b>1,485</b>	<b>-</b>	<b>1,485</b>
Third Party Assets (8)																
Auto loans/leases	1,998	1,456	-	3,454	2,011	2,674	-	4,685	2,095	2,491	-	4,586	2,137	2,567	-	4,704
Credit card receivables	205	217	-	422	1,551	676	-	2,227	-	667	-	667	-	479	-	479
Residential mortgages (insured)	2,040	-	-	2,040	2,040	-	-	2,040	1,530	-	-	1,530	1,530	-	-	1,530
Residential mortgages (uninsured)	-	4	-	4	-	5	-	5	-	5	-	5	-	6	-	6
Commercial mortgages (uninsured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Commercial mortgages (insured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	732	449	-	1,181	620	757	-	1,377	556	874	-	1,430	523	806	-	1,329
Trade receivables	69	270	-	339	94	247	-	341	75	272	-	347	72	252	-	324
Corporate loans	109	450	-	559	53	442	-	495	60	498	-	558	69	505	-	574
Daily auto rental	512	338	-	850	633	263	-	896	606	269	-	875	511	90	-	601
Floorplan finance receivables	485	642	-	1,127	508	513	-	1,021	383	364	-	747	396	329	-	725
Collateralized debt obligations	95	110	-	205	84	179	-	263	120	213	-	333	68	241	-	309
Other pool type	2,111	518	-	2,629	1,501	1,152	-	2,653	937	1,699	-	2,636	681	1,289	-	1,970
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle (9)	6,400	-	-	6,400	6,400	-	-	6,400	6,400	-	-	6,400	7,749	-	-	7,749
Trading securities reclassified to AFS	-	8	-	8	-	9	-	9	-	11	-	11	-	13	-	13
Montreal Accord Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Third Party Assets</b>	<b>14,756</b>	<b>4,462</b>	<b>-</b>	<b>19,218</b>	<b>15,495</b>	<b>6,917</b>	<b>-</b>	<b>22,412</b>	<b>12,762</b>	<b>7,363</b>	<b>-</b>	<b>20,125</b>	<b>13,736</b>	<b>6,577</b>	<b>-</b>	<b>20,313</b>
<b>Total</b>	<b>14,756</b>	<b>6,444</b>	<b>-</b>	<b>21,200</b>	<b>15,495</b>	<b>8,532</b>	<b>-</b>	<b>24,027</b>	<b>12,762</b>	<b>8,828</b>	<b>-</b>	<b>21,590</b>	<b>13,736</b>	<b>8,062</b>	<b>-</b>	<b>21,798</b>

(3) External Credit Assessment Institutions (ECAIs) used for securitizations liquidity facility ratings are S&P, Moody's and Fitch.

(4) ECAIs used for securitization notes are S&P & Moody's.

(5) First Loss Positions reflect deferred purchase price amounts for securitization of the Bank's own credit cards and conventional mortgages net of servicing liabilities and tax impacts.

(6) The exposures for the Residential Mortgages (uninsured) are treated under the lending AIRB Framework as if the securitized assets remained on the Bank's balance sheet.

(7) The credit card receivable securities held from Bank asset securitizations represent the Bank's seller's interest in investment grade subordinated notes issued by Master Credit Card Trust and Master Credit Card Trust II. The Securitization Framework is applied.

(8) Third party asset securitizations that are externally rated and Montreal Accord assets are assessed under the RBA, with unrated and below BB- positions being deducted from capital. The Supervisory Formula (SF) has been applied for all other positions.

(9) Amounts reported for credit protection vehicle assets under Undrawn Committed Facilities and Notional Amounts represent aggregate notional amounts of the credit default swap exposures and do not represent committed funding obligations.

**AGGREGATE AMOUNT OF RESECURITIZATION EXPOSURES RETAINED OR PURCHASED BY EXPOSURE TYPE**

	Q3 2014				Q2 2014				Q1 2014				Q4 2013			
	Undrawn Committed Facilities and Notional Amounts (1)	Drawn Loan Facilities and Securities Held (2)	First Loss Positions (3)	Total	Undrawn Committed Facilities and Notional Amounts (1)	Drawn Loan Facilities and Securities Held (2)	First Loss Positions (3)	Total	Undrawn Committed Facilities and Notional Amounts (1)	Drawn Loan Facilities and Securities Held (2)	First Loss Positions (3)	Total	Undrawn Committed Facilities and Notional Amounts (1)	Drawn Loan Facilities and Securities Held (2)	First Loss Positions (3)	Total
(\$ millions except as noted)																
Bank Assets (4)																
Credit card receivables (5)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Bank Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Third Party Assets (6)																
Auto loans/leases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit card receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential mortgages (insured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Commercial mortgages	-	87	-	87	-	104	-	104	-	108	-	108	-	105	-	105
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corporate loans	5	105	-	110	12	161	-	173	12	174	-	186	12	169	-	181
Daily auto rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Floorplan finance receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-	-	-	-	-	-	10	-	10	2	89	-	91
Other pool type	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle (7)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading securities reclassified to AFS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Montreal Accord Assets	95	-	-	95	119	-	119	198	-	-	-	198	232	-	-	232
Total Third Party Assets	100	192	-	292	131	265	-	396	210	292	-	502	246	363	-	609
Total	100	192	-	292	131	265	-	396	210	292	-	502	246	363	-	609

(1) External Credit Assessment Institutions (ECAIs) used for securitizations liquidity facility ratings are S&P, Moody's and Fitch.

(2) ECAIs used for securitization notes are S&P & Moody's.

(3) First Loss Positions reflect deferred purchase price amounts for securitization of the Bank's own credit cards and conventional mortgages net of servicing liabilities and tax impacts.

(4) The exposures for the Residential Mortgages (uninsured) are treated under the lending AIRB Framework as if the securitized assets remained on the Bank's balance sheet.

(5) The credit card receivable securities held from Bank asset securitizations represent the Bank's seller's interest in investment grade subordinated notes issued by Master Credit Card Trust and Master Credit Card Trust II. The Securitization Framework is applied.

(6) Third party asset securitizations that are externally rated and Montreal Accord assets are assessed under the RBA, with unrated and below BB- positions being deducted from capital. The Supervisory Formula (SF) has been applied for all other positions.

(7) Amounts reported for credit protection vehicle assets under Undrawn Committed Facilities and Notional Amounts represent aggregate notional amounts of the credit default swap exposures and do not represent committed funding obligations.

**CREDIT RISK FINANCIAL MEASURES (1) (5)**

	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	YTD 2014	YTD 2013	Fiscal 2013	Fiscal 2012
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**Diversification Ratios**
**Gross Loans And Acceptances**

Consumer	57.8 %	57.4 %	58.3 %	59.8 %	59.9 %	59.6 %	59.3 %	60.1 %	59.3 %
Businesses and governments	42.2 %	42.6 %	41.7 %	40.2 %	40.1 %	40.4 %	40.7 %	39.9 %	40.7 %
Canada	71.0 %	70.6 %	70.5 %	72.4 %	72.6 %	72.7 %	72.1 %	72.5 %	71.7 %
United States	25.4 %	25.5 %	26.0 %	24.4 %	24.6 %	24.6 %	25.4 %	25.2 %	25.9 %
Other Countries	3.6 %	3.9 %	3.5 %	3.2 %	2.8 %	2.7 %	2.5 %	2.3 %	2.4 %

**Net Loans And Acceptances (2)**

Consumer	57.8 %	57.4 %	58.3 %	59.8 %	59.9 %	59.6 %	59.4 %	60.1 %	59.4 %
Businesses and governments	42.2 %	42.6 %	41.7 %	40.2 %	40.1 %	40.4 %	40.6 %	39.9 %	40.6 %
Canada	71.0 %	70.7 %	70.6 %	72.6 %	72.8 %	72.8 %	72.3 %	72.7 %	71.9 %
United States	25.3 %	25.4 %	25.8 %	24.2 %	24.4 %	24.5 %	25.2 %	25.0 %	25.7 %
Other Countries	3.7 %	3.9 %	3.6 %	3.2 %	2.8 %	2.7 %	2.5 %	2.3 %	2.4 %

**Coverage Ratios (4)**
**Allowance for Credit Losses (ACL)-to-Gross Impaired Loans and Acceptances (GIL)**

Total	99.4 %	88.3 %	80.7 %	75.8 %	70.9 %	68.1 %	65.0 %	64.1 %	67.8 %	99.4 %	70.9 %	75.8 %	64.1 %
Consumer	16.8 %	14.6 %	14.1 %	14.3 %	13.3 %	12.5 %	12.5 %	13.1 %	15.8 %	16.8 %	13.3 %	14.3 %	13.1 %
Businesses and governments	28.4 %	30.3 %	23.1 %	19.7 %	16.5 %	20.7 %	16.4 %	16.0 %	16.1 %	28.4 %	16.5 %	19.7 %	16.0 %
Net write-offs-to-average loans and acceptances	0.05 %	0.03 %	0.02 %	0.06 %	0.03 %	0.05 %	0.07 %	0.07 %	0.09 %	0.11 %	0.14 %	0.20 %	0.30 %

**Condition Ratios (4)**

GIL-to-Gross Loans and Acceptances	0.67 %	0.79 %	0.85 %	0.91 %	0.97 %	1.08 %	1.12 %	1.17 %	1.14 %
GIL-to-Equity and Allowance for Credit Losses	5.45 %	6.66 %	7.15 %	7.68 %	8.20 %	8.96 %	9.12 %	9.46 %	9.29 %
Net Impaired Loans and Acceptances (NIL)-to-Net Loans and Acceptances (2)	0.00 %	0.09 %	0.17 %	0.22 %	0.28 %	0.35 %	0.39 %	0.42 %	0.37 %
NIL-to-segmented Net Loans and Acceptances (2)									
Consumer	0.48 %	0.55 %	0.57 %	0.54 %	0.55 %	0.59 %	0.61 %	0.56 %	0.47 %
Businesses and governments	0.57 %	0.68 %	0.86 %	1.07 %	1.23 %	1.33 %	1.47 %	1.68 %	1.68 %
Canada	(0.12)%	(0.10)%	(0.09)%	(0.14)%	(0.10)%	(0.10)%	(0.06)%	(0.04)%	(0.04)%
United States	0.36 %	0.64 %	0.89 %	1.34 %	1.49 %	1.71 %	1.73 %	1.81 %	1.54 %
Other Countries	0.03 %	0.04 %	0.03 %	0.03 %	0.00 %	0.37 %	0.39 %	0.43 %	0.25 %

**Consumer Loans (Canada)**
**90 Days & Over Delinquency Ratios**

Consumer instalment and other personal	0.37 %	0.38 %	0.38 %	0.35 %	0.33 %	0.33 %	0.30 %	0.25 %	0.24 %
Credit Cards (3)	0.99 %	1.03 %	1.02 %	0.91 %	0.94 %	1.09 %	1.08 %	0.99 %	0.99 %
Mortgages	0.27 %	0.29 %	0.33 %	0.31 %	0.34 %	0.34 %	0.36 %	0.36 %	0.39 %
Total Consumer (excluding Government Guaranteed Student Loans)	0.34 %	0.36 %	0.38 %	0.35 %	0.37 %	0.38 %	0.38 %	0.36 %	0.37 %
Total Consumer	0.35 %	0.37 %	0.39 %	0.36 %	0.37 %	0.38 %	0.39 %	0.37 %	0.37 %

**Consumer Loans (U.S.)**
**90 Days & Over Delinquency Ratios**

Consumer instalment and other personal	1.09 %	1.02 %	1.01 %	0.92 %	0.93 %	1.05 %	1.08 %	1.05 %	1.06 %
Credit Cards (3)	0.57 %	0.59 %	0.67 %	0.60 %	0.59 %	0.71 %	0.93 %	0.77 %	0.83 %
Mortgages	1.98 %	3.04 %	3.12 %	2.89 %	3.18 %	3.56 %	3.92 %	3.15 %	3.29 %
Total Consumer	1.40 %	1.75 %	1.79 %	1.65 %	1.77 %	2.01 %	2.17 %	1.76 %	1.83 %

**Consumer Loans (Consolidated)**
**90 Days & Over Delinquency Ratios**

Consumer instalment and other personal	0.54 %	0.52 %	0.53 %	0.47 %	0.47 %	0.49 %	0.48 %	0.44 %	0.44 %
Credit Cards (3)	0.97 %	1.00 %	1.00 %	0.90 %	0.92 %	1.07 %	1.07 %	0.97 %	0.98 %
Mortgages	0.42 %	0.53 %	0.58 %	0.53 %	0.59 %	0.64 %	0.70 %	0.62 %	0.66 %
Total Consumer (excluding Government Guaranteed Student Loans)	0.48 %	0.55 %	0.58 %	0.52 %	0.56 %	0.60 %	0.63 %	0.57 %	0.59 %
Total Consumer	0.49 %	0.55 %	0.58 %	0.53 %	0.56 %	0.61 %	0.64 %	0.57 %	0.59 %

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

(2) Aggregate balances are net of specific and collective allowances; the consumer, businesses and government categories are stated net of specific allowances only.

(3) Includes retail and corporate cards.

(4) Includes collective allowances, but excludes specific allowances, related to off-balance sheet instruments and undrawn commitments. The Consumer and Business and Government ratios reflect only the Specific Allowances for those portfolios.

(5) Certain diversification and condition ratios for 2012 and 2013 were restated in the first quarter of 2014 to conform to the current period's presentation.

**PROVISION FOR CREDIT LOSSES (PCL)  
SEGMENTED INFORMATION (1)**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012

**Performance Ratios (Annualized) (2)**

PCL-to-average net loans and acceptances	0.18 %	0.22 %	0.14 %	0.27 %	0.11 %	0.22 %	0.28 %	0.30 %	0.38 %	0.18 %	0.20 %	0.22 %	0.31 %
PCL-to-segmented average net loans and acceptances													
Consumer	0.32 %	0.35 %	0.32 %	0.42 %	0.57 %	0.46 %	0.51 %	0.80 %	0.49 %	0.33 %	0.52 %	0.49 %	0.62 %
Businesses and governments	(0.03)%	0.05 %	(0.13)%	0.05 %	(0.58)%	(0.14)%	(0.07)%	(0.44)%	0.21 %	(0.03)%	(0.27)%	(0.18)%	(0.15)%
Canada	0.22 %	0.28 %	0.26 %	0.41 %	0.29 %	0.35 %	0.28 %	0.39 %	0.23 %	0.25 %	0.31 %	0.34 %	0.36 %
United States	0.10 %	0.12 %	(0.18)%	(0.11)%	(0.40)%	(0.16)%	0.29 %	0.10 %	0.84 %	0.02 %	(0.10)%	(0.10)%	0.21 %
Other Countries	0.00 %	(0.04)%	(0.05)%	(0.06)%	0.00 %	0.00 %	(0.08)%	(0.08)%	(0.15)%	(0.03)%	(0.03)%	(0.04)%	(0.05)%
Specific PCL-to-average net loans and acceptances	0.18 %	0.22 %	0.14 %	0.27 %	0.08 %	0.26 %	0.28 %	0.34 %	0.37 %	0.18 %	0.21 %	0.23 %	0.31 %

**Provision for Credit Losses by Country**

Canada	110	138	131	208	143	170	133	178	105	379	446	654	633
United States	20	25	(31)	(18)	(67)	(26)	46	15	134	14	(47)	(65)	134
Other Countries	-	(1)	(1)	(1)	-	-	(1)	(1)	(2)	(2)	(1)	(2)	(3)
Total Provision For Credit Losses	130	162	99	189	76	144	178	192	237	391	398	587	764

**Specific Provision for Credit Losses by Country**

Canada	130	133	140	166	123	150	129	144	140	403	402	568	613
United States	-	30	(40)	24	(67)	24	50	73	91	(10)	7	31	151
Other Countries	-	(1)	(1)	(1)	-	-	(1)	(1)	(2)	(2)	(1)	(2)	(3)
Total Specific Provision for Credit Losses	130	162	99	189	56	174	178	216	229	391	408	597	761

**Interest Income on Impaired Loans**

Total	28	28	36	29	35	35	34	47	39	92	104	133	159
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**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION (2) (3)**

	Q3	YTD	Fiscal	Fiscal
(\$ millions)	2014	2014	2013	2012

**Provision by Product and Industry**

Consumer				
Residential mortgages	14	45	129	132
Credit cards	75	199	305	355
Consumer instalment and other personal	55	177	313	387
Total Consumer	144	421	747	874
Businesses and governments				
Commercial real estate	(34)	(130)	(185)	(108)
Construction (non-real estate)	10	22	36	(14)
Retail trade	(1)	-	(4)	-
Wholesale trade	9	24	10	(16)
Agriculture	3	15	8	4
Communications	-	-	(6)	(5)
Manufacturing	2	35	2	25
Mining	8	8	2	(1)
Oil and Gas	(1)	(1)	-	-
Transportation	1	10	(9)	5
Utilities	-	-	-	-
Forest Products	(1)	(1)	3	7
Service industries	30	65	(37)	23
Financial	(7)	(16)	(15)	(29)
Government	(1)	(1)	(6)	-
Other	(32)	(60)	51	(4)
Total Businesses and Governments	(14)	(30)	(150)	(113)
Total specific provision for credit losses	130	391	597	761
Collective provision	-	-	(10)	3
Total Provision for Credit Losses	130	391	587	764

YTD	Fiscal	Fiscal
2014	2013	2012

11.5%	21.6%	17.3%
50.9%	51.1%	46.6%
45.3%	52.4%	50.9%
107.7%	125.1%	114.8%
(33.2)%	(31.0)%	(14.2)%
5.6%	6.0%	(1.8)%
0.0%	(0.7)%	0.0%
6.1%	1.7%	(2.1)%
3.8%	1.3%	0.5%
0.0%	(1.0)%	(0.7)%
9.0%	0.3%	3.3%
2.0%	0.3%	(0.1)%
(0.3)%	0.0%	0.0%
2.6%	(1.5)%	0.7%
0.0%	0.0%	0.0%
(0.3)%	0.5%	0.9%
16.6%	(6.2)%	3.0%
(4.1)%	(2.5)%	(3.8)%
(0.3)%	(1.0)%	0.0%
(15.3)%	8.5%	(0.5)%
(7.7)%	(25.1)%	(14.8)%
100.0%	100.0%	100.0%

**WRITE OFFS  
BY INDUSTRY**

	Q3	YTD
(\$ millions)	2014	2014
Consumer Write Offs	202	552
Businesses and governments		
Commercial real estate	5	29
Construction (non-real estate)	2	12
Retail trade	2	9
Wholesale trade	22	36
Agriculture	3	5
Communications	-	-
Manufacturing	8	17
Mining	-	-
Oil and Gas	-	1
Transportation	2	11
Utilities	-	-
Forest Products	1	1
Service industries	60	108
Financial	-	1
Government	-	-
Other	24	64
Total Businesses and governments	129	294
Total Write offs	331	846

**WRITE OFFS BY  
GEOGRAPHIC REGION**

	Q3	YTD
	2014	2014
Canada	178	458
United States	153	388
Other Countries	-	-
Total	331	846

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.  
(2) Fiscal 2012 and 2013 performance ratios and balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.  
(3) Provision for credit losses excludes securities borrowed or purchased under resale agreements.

**GROSS LOANS AND ACCEPTANCES**
**BY PRODUCT AND INDUSTRY <sup>(1)</sup>**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	MIX	INC/(DEC)	
(\$ millions)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q3	VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages	99,484	97,632	97,321	96,392	93,132	88,133	85,506	84,211	81,573	33.5 %	6,352	6.8 %
Credit cards	7,976	7,953	7,963	7,870	7,801	7,642	7,683	7,814	7,837	2.7 %	175	2.2 %
Consumer instalment and other personal	64,286	64,571	64,610	63,640	63,230	62,308	61,531	61,436	60,792	21.6 %	1,056	1.7 %
<b>Total Consumer</b>	<b>171,746</b>	<b>170,156</b>	<b>169,894</b>	<b>167,902</b>	<b>164,163</b>	<b>158,083</b>	<b>154,720</b>	<b>153,461</b>	<b>150,202</b>	<b>57.8 %</b>	<b>7,583</b>	<b>4.6 %</b>
<b>Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial real estate	17,038	17,400	16,774	17,652	17,231	17,233	17,213	18,799	18,802	5.7 %	(193)	(1.1)%
Construction (non-real estate)	3,110	2,988	2,835	2,960	2,782	2,344	2,363	2,561	2,635	1.0 %	328	11.8 %
Retail trade	11,734	12,216	11,409	10,242	10,004	10,517	9,835	9,101	9,166	3.9 %	1,730	17.3 %
Automotive	7,514	7,775	7,254	6,373	6,285	6,744	6,121	5,643	5,729	2.5 %	1,229	19.6 %
Food and beverage	1,116	1,289	1,137	892	995	1,024	1,141	1,028	984	0.4 %	121	12.2 %
Other	3,104	3,152	3,018	2,977	2,724	2,749	2,573	2,430	2,453	1.0 %	380	14.0 %
Wholesale trade	8,110	7,739	7,315	7,370	6,833	7,168	6,904	6,827	6,521	2.7 %	1,277	18.7 %
Agriculture	330	486	393	346	475	492	403	441	375	0.1 %	(145)	(30.5)%
Automotive	524	394	390	457	367	400	391	387	424	0.2 %	157	42.8 %
Food and beverage	1,583	1,763	1,620	1,672	1,502	1,437	1,339	1,328	1,124	0.5 %	81	5.4 %
Construction and industrial	2,403	2,253	2,162	2,219	2,085	2,358	2,282	2,179	2,266	0.8 %	318	15.3 %
Other	3,270	2,843	2,750	2,676	2,404	2,481	2,489	2,492	2,332	1.1 %	866	36.0 %
Agriculture	9,006	8,821	8,672	8,389	8,248	7,584	7,447	7,323	7,150	3.0 %	758	9.2 %
Communications	781	801	815	729	703	577	687	514	495	0.3 %	78	11.1 %
Other communications	466	478	465	446	408	223	217	207	160	0.2 %	58	14.2 %
Cable	200	212	222	236	248	281	371	203	219	0.1 %	(48)	(19.4)%
Broadcasting	115	111	128	47	47	73	99	104	116	0.0 %	68	+100.0%
Manufacturing	13,014	12,785	12,345	11,286	10,709	10,696	11,219	9,937	9,840	4.4 %	2,305	21.5 %
Industrial products	5,329	5,343	5,131	4,363	4,225	4,256	4,958	3,960	3,861	1.8 %	1,104	26.1 %
Consumer products	4,346	4,100	3,994	3,650	3,549	3,398	3,181	2,865	2,892	1.5 %	797	22.5 %
Automotive	449	473	440	435	417	548	603	545	521	0.2 %	32	7.7 %
Other manufacturing	2,890	2,869	2,780	2,838	2,518	2,494	2,477	2,567	2,566	1.0 %	372	14.8 %
Mining	1,016	851	974	962	897	912	629	662	674	0.3 %	119	13.3 %
Oil and Gas	5,359	5,830	4,152	3,909	3,857	3,879	3,541	3,468	3,735	1.8 %	1,502	38.9 %
Transportation	2,505	2,460	2,377	2,156	2,134	2,183	2,216	2,111	2,057	0.8 %	371	17.4 %
Utilities	1,398	1,389	1,435	1,309	1,399	1,244	1,138	1,171	1,120	0.5 %	(1)	(0.1)%
Electric power generation	1,042	1,042	1,013	852	996	906	740	753	795	0.4 %	46	4.6 %
Gas, water and other	356	347	422	457	403	338	398	418	325	0.1 %	(47)	(11.7)%
Forest products	692	738	603	642	563	531	524	607	635	0.2 %	129	22.9 %
Service industries	21,097	19,837	19,146	18,380	17,143	16,393	16,522	15,067	14,891	7.1 %	3,954	23.1 %
Automotive lease and rental	1,843	1,415	1,559	1,279	1,344	1,187	1,487	1,338	1,392	0.6 %	499	37.1 %
Educational	1,892	1,834	1,848	1,654	1,413	1,305	1,423	1,286	1,269	0.6 %	479	33.9 %
Health care	4,804	4,938	4,632	4,349	4,104	3,965	3,843	3,483	3,458	1.6 %	700	17.1 %
Business and professional services	4,174	4,304	4,030	4,066	3,755	3,405	3,338	3,471	3,339	1.4 %	419	11.2 %
Hospitality and recreation	3,944	3,850	3,770	3,410	3,175	3,176	3,104	2,533	2,377	1.3 %	769	24.2 %
Other	4,440	3,496	3,307	3,622	3,352	3,355	3,327	2,956	3,056	1.5 %	1,088	32.5 %
Financial	22,920	23,254	22,474	19,048	18,407	16,755	16,515	15,121	16,202	7.7 %	4,513	24.5 %
Government	1,804	2,365	2,630	1,720	1,163	995	1,323	1,296	1,296	0.6 %	641	55.1 %
Other	5,879	6,924	7,647	6,303	7,979	8,202	8,044	7,526	7,780	2.2 %	(2,100)	(26.3)%
<b>Total Businesses and Government</b>	<b>125,463</b>	<b>126,398</b>	<b>121,603</b>	<b>113,057</b>	<b>110,052</b>	<b>107,213</b>	<b>106,120</b>	<b>102,091</b>	<b>102,999</b>	<b>42.2 %</b>	<b>15,411</b>	<b>14.0 %</b>
<b>Total Gross Loans and Acceptances</b>	<b>297,209</b>	<b>296,554</b>	<b>291,497</b>	<b>280,959</b>	<b>274,215</b>	<b>265,296</b>	<b>260,840</b>	<b>255,552</b>	<b>253,201</b>	<b>100.0 %</b>	<b>22,994</b>	<b>8.4 %</b>

(1) Fiscal 2013 and fiscal 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.



**ALLOWANCES FOR CREDIT LOSSES  
BY PRODUCT AND INDUSTRY (1), (3)**

(\$ millions)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	MIX Q3	INC/(DEC) VS LAST YEAR	
<b>Specific Allowances</b>												
<b>Consumer</b>												
Residential mortgages	90	82	85	79	70	66	70	66	70	4.6 %	20	28.6 %
Credit cards	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Consumer instalment and other personal	75	79	75	71	70	68	64	62	64	3.8 %	5	7.1 %
<b>Total Consumer</b>	<b>165</b>	<b>161</b>	<b>160</b>	<b>150</b>	<b>140</b>	<b>134</b>	<b>134</b>	<b>128</b>	<b>134</b>	<b>8.4 %</b>	<b>25</b>	<b>17.9 %</b>
<b>Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial real estate	22	48	38	46	56	84	71	79	86	1.1 %	(34)	(60.7)%
Construction (non-real estate)	44	31	21	26	40	41	27	22	24	2.2 %	4	10.0 %
Retail trade	15	14	13	13	14	21	21	17	12	0.8 %	1	7.1 %
Wholesale trade	21	35	33	25	14	11	6	6	4	1.1 %	7	50.0 %
Agriculture	12	13	13	9	9	7	6	11	7	0.6 %	3	33.3 %
Communications	-	-	-	-	1	1	1	1	-	0.0 %	(1)	(100.0)%
Manufacturing	50	73	44	36	36	49	47	67	52	2.5 %	14	38.9 %
Industrial products	33	36	26	14	12	12	13	14	8	1.7 %	21	+100.0%
Consumer products	10	11	11	9	10	11	11	12	20	0.5 %	-	0.0 %
Automotive	1	1	1	1	1	4	4	4	1	0.1 %	-	0.0 %
Other manufacturing	6	25	6	12	13	22	19	37	23	0.2 %	(7)	(53.8)%
Mining	8	-	-	3	3	3	-	-	-	0.4 %	5	+100.0%
Oil and Gas	-	-	1	1	1	1	2	2	3	0.0 %	(1)	(100.0)%
Transportation	1	2	3	4	3	4	2	2	2	0.1 %	(2)	(66.7)%
Utilities	-	-	-	-	-	-	-	1	-	0.0 %	-	0.0 %
Forest products	7	9	9	11	16	15	15	15	16	0.4 %	(9)	(56.3)%
Service industries	77	103	101	59	59	68	81	75	68	3.9 %	18	30.5 %
Automotive lease and rental	6	6	6	6	10	10	10	9	9	0.3 %	(4)	(40.0)%
Educational	14	4	4	6	5	2	-	-	-	0.7 %	9	+100.0%
Health care	(3)	25	17	10	3	3	5	5	10	(0.2)%	(6)	(+100.0)%
Business and professional services	26	31	23	24	27	27	29	30	24	1.3 %	(1)	(3.7)%
Hospitality and recreation	2	2	2	5	5	4	5	7	5	0.1 %	(3)	(60.0)%
Other	32	35	49	8	9	22	32	24	20	1.7 %	23	+100.0%
Financial	21	19	21	29	7	13	4	8	11	1.1 %	14	+100.0%
Government	1	1	1	1	1	1	1	1	2	0.1 %	-	0.0 %
Other	2	23	13	31	4	49	18	12	39	0.1 %	(2)	(50.0)%
<b>Total Businesses and Government</b>	<b>281</b>	<b>371</b>	<b>311</b>	<b>294</b>	<b>264</b>	<b>368</b>	<b>302</b>	<b>319</b>	<b>326</b>	<b>14.3 %</b>	<b>17</b>	<b>6.4 %</b>
<b>Total Specific Allowances</b>	<b>446</b>	<b>532</b>	<b>471</b>	<b>444</b>	<b>404</b>	<b>502</b>	<b>436</b>	<b>447</b>	<b>460</b>	<b>22.7 %</b>	<b>42</b>	<b>10.4 %</b>
<b>Collective allowance (2)</b>	<b>1,517</b>	<b>1,521</b>	<b>1,533</b>	<b>1,485</b>	<b>1,474</b>	<b>1,437</b>	<b>1,458</b>	<b>1,460</b>	<b>1,485</b>	<b>77.3 %</b>	<b>43</b>	<b>2.9 %</b>
<b>Total Allowance for Credit Losses (2)</b>	<b>1,963</b>	<b>2,053</b>	<b>2,004</b>	<b>1,929</b>	<b>1,878</b>	<b>1,939</b>	<b>1,894</b>	<b>1,907</b>	<b>1,945</b>	<b>100.0 %</b>	<b>85</b>	<b>4.5 %</b>

(1) Excludes specific allowances for Other Credit Instruments, which are included in Other Liabilities.

(2) Includes collective allowances related to off-balance sheet instruments and undrawn commitments which are reported in Other Liabilities.

(3) Fiscal 2013 and fiscal 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**NET LOANS AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY (2)**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	MIX	INC/(DEC)
(\$ millions)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q3	VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	99,394	97,550	97,236	96,313	93,062	88,067	85,436	84,145	81,503	33.7 %	6,332 6.8 %
Credit cards	7,976	7,953	7,963	7,870	7,801	7,642	7,683	7,814	7,837	2.7 %	175 2.2 %
Consumer instalment and other personal	64,211	64,492	64,535	63,569	63,160	62,240	61,467	61,374	60,728	21.7 %	1,051 1.7 %
<b>Total Consumer</b>	<b>171,581</b>	<b>169,995</b>	<b>169,734</b>	<b>167,752</b>	<b>164,023</b>	<b>157,949</b>	<b>154,586</b>	<b>153,333</b>	<b>150,068</b>	<b>58.1 %</b>	<b>7,558 4.6 %</b>
<b>Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements</b>											
Commercial real estate	17,016	17,352	16,736	17,606	17,175	17,149	17,142	18,720	18,716	5.8 %	(159) (0.9)%
Construction (non-real estate)	3,066	2,957	2,814	2,934	2,742	2,303	2,336	2,539	2,611	1.0 %	324 11.8 %
Retail trade	11,719	12,202	11,396	10,229	9,990	10,496	9,814	9,084	9,154	4.0 %	1,729 17.3 %
Wholesale trade	8,089	7,704	7,282	7,345	6,819	7,157	6,898	6,821	6,517	2.7 %	1,270 18.6 %
Agriculture	8,994	8,808	8,659	8,380	8,239	7,577	7,441	7,312	7,143	3.0 %	755 9.2 %
Communications	781	801	815	729	702	576	686	513	495	0.3 %	79 11.3 %
Manufacturing	12,964	12,712	12,301	11,250	10,673	10,647	11,172	9,870	9,788	4.4 %	2,291 21.5 %
Industrial products	5,296	5,307	5,105	4,349	4,213	4,244	4,945	3,946	3,853	1.8 %	1,083 25.7 %
Consumer products	4,336	4,089	3,983	3,641	3,539	3,387	3,170	2,853	2,872	1.5 %	797 22.5 %
Automotive	448	472	439	434	416	544	599	541	520	0.2 %	32 7.7 %
Other manufacturing	2,884	2,844	2,774	2,826	2,505	2,472	2,458	2,530	2,543	0.9 %	379 15.1 %
Mining	1,008	851	974	959	894	909	629	662	674	0.3 %	114 12.8 %
Oil and Gas	5,359	5,830	4,151	3,908	3,856	3,878	3,539	3,466	3,732	1.8 %	1,503 39.0 %
Transportation	2,504	2,458	2,374	2,152	2,131	2,179	2,214	2,109	2,055	0.8 %	373 17.5 %
Utilities	1,398	1,389	1,435	1,309	1,399	1,244	1,138	1,170	1,120	0.5 %	(1) (0.1)%
Forest products	685	729	594	631	547	516	509	592	619	0.2 %	138 25.2 %
Service industries	21,020	19,734	19,045	18,321	17,084	16,325	16,441	14,992	14,823	7.1 %	3,936 23.0 %
Automotive lease and rental	1,837	1,409	1,553	1,273	1,334	1,177	1,477	1,329	1,383	0.6 %	503 37.7 %
Educational	1,878	1,830	1,844	1,648	1,408	1,303	1,423	1,286	1,269	0.6 %	470 33.4 %
Health care	4,807	4,913	4,615	4,339	4,101	3,962	3,838	3,478	3,448	1.6 %	706 17.2 %
Business and professional services	4,148	4,273	4,007	4,042	3,728	3,378	3,309	3,441	3,315	1.4 %	420 11.3 %
Hospitality and recreation	3,942	3,848	3,768	3,405	3,170	3,172	3,099	2,526	2,372	1.3 %	772 24.4 %
Other	4,408	3,461	3,258	3,614	3,343	3,333	3,295	2,932	3,036	1.6 %	1,065 31.9 %
Financial	22,899	23,235	22,453	19,019	18,400	16,742	16,511	15,113	16,191	7.8 %	4,499 24.5 %
Government	1,803	2,364	2,629	1,719	1,162	994	1,322	1,295	1,294	0.6 %	641 55.2 %
Other	5,877	6,901	7,634	6,272	7,975	8,153	8,026	7,514	7,741	2.1 %	(2,098) (26.3)%
<b>Total Businesses and Government</b>	<b>125,182</b>	<b>126,027</b>	<b>121,292</b>	<b>112,763</b>	<b>109,788</b>	<b>106,845</b>	<b>105,818</b>	<b>101,772</b>	<b>102,673</b>	<b>42.4 %</b>	<b>15,394 14.0 %</b>
<b>Loans and Acceptances, Net of Specific Allowances</b>	<b>296,763</b>	<b>296,022</b>	<b>291,026</b>	<b>280,515</b>	<b>273,811</b>	<b>264,794</b>	<b>260,404</b>	<b>255,105</b>	<b>252,741</b>	<b>100.5 %</b>	<b>22,952 8.4 %</b>
Collective allowance (1)	(1,517)	(1,521)	(1,533)	(1,485)	(1,474)	(1,437)	(1,458)	(1,460)	(1,485)	(0.5)%	43 2.9 %
<b>Total Net Loans and Acceptances (1)</b>	<b>295,246</b>	<b>294,501</b>	<b>289,493</b>	<b>279,030</b>	<b>272,337</b>	<b>263,357</b>	<b>258,946</b>	<b>253,645</b>	<b>251,256</b>	<b>100.0 %</b>	<b>22,909 8.4 %</b>

(1) Includes collective allowances related to off-balance sheet instruments and undrawn commitments which are reported in Other Liabilities.

(2) Fiscal 2013 and fiscal 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**GROSS IMPAIRED LOANS  
AND ACCEPTANCES**
**BY PRODUCT AND INDUSTRY (1) (2)**

(\$ millions)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	MIX Q3	INC/(DEC) VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	507	589	611	595	569	579	656	583	556	0.5 %	(62) (10.9)%
Consumer instalment and other personal	478	511	522	455	480	494	415	401	290	0.7 %	(2) (0.4)%
<b>Total Consumer</b>	<b>985</b>	<b>1,100</b>	<b>1,133</b>	<b>1,050</b>	<b>1,049</b>	<b>1,073</b>	<b>1,071</b>	<b>984</b>	<b>846</b>	<b>0.6 %</b>	<b>(64) (6.1)%</b>
<b>Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements</b>											
Commercial real estate	185	237	431	425	569	679	774	882	872	1.1 %	(384) (67.5)%
Construction (non-real estate)	109	100	72	58	85	108	78	73	80	3.5 %	24 28.2 %
Retail trade	46	92	108	87	108	122	116	85	92	0.4 %	(62) (57.4)%
Wholesale trade	49	85	95	89	68	74	61	64	62	0.6 %	(19) (27.9)%
Agriculture	118	107	118	127	104	124	140	142	134	1.3 %	14 13.5 %
Communications	-	-	-	-	1	5	5	6	6	0.0 %	(1) (100.0)%
Manufacturing	105	124	112	110	111	135	130	193	186	0.8 %	(6) (5.4)%
Industrial products	70	89	62	48	38	32	33	40	44	1.3 %	32 84.2 %
Consumer products	22	17	32	33	35	36	27	40	46	0.5 %	(13) (37.1)%
Automotive	2	2	3	2	5	7	7	7	2	0.4 %	(3) (60.0)%
Other manufacturing	11	16	15	27	33	60	63	106	94	0.4 %	(22) (66.7)%
Mining	12	7	10	8	8	8	3	5	1	1.2 %	4 50.0 %
Oil and Gas	1	1	2	31	34	2	3	3	4	0.0 %	(33) (97.1)%
Transportation	13	14	19	27	29	27	28	43	70	0.5 %	(16) (55.2)%
Utilities	-	-	-	-	1	1	1	7	7	0.0 %	(1) (100.0)%
Forest products	23	26	27	30	37	39	39	39	53	3.3 %	(14) (37.8)%
Service industries	258	359	268	305	280	321	319	338	310	1.2 %	(22) (7.9)%
Automotive lease and rental	6	6	6	6	11	11	10	11	11	0.3 %	(5) (45.5)%
Educational	40	45	37	22	10	10	6	5	6	2.1 %	30 +100.0%
Health care	58	65	60	71	58	57	58	68	52	1.2 %	- 0.0 %
Business and professional services	68	75	42	83	79	73	72	71	65	1.6 %	(11) (13.9)%
Hospitality and recreation	27	37	46	54	45	47	39	43	49	0.7 %	(18) (40.0)%
Other	59	131	77	69	77	123	134	140	127	1.3 %	(18) (23.4)%
Financial	31	42	67	29	7	13	4	8	11	0.1 %	24 +100.0%
Government	3	6	5	62	55	25	67	69	72	0.2 %	(52) (94.5)%
Other	37	25	15	106	104	92	73	35	61	0.6 %	(67) (64.4)%
<b>Total Businesses and Government</b>	<b>990</b>	<b>1,225</b>	<b>1,349</b>	<b>1,494</b>	<b>1,601</b>	<b>1,775</b>	<b>1,841</b>	<b>1,992</b>	<b>2,021</b>	<b>0.8 %</b>	<b>(611) (38.2)%</b>
<b>Total Gross Impaired Loans and Acceptances</b>	<b>1,975</b>	<b>2,325</b>	<b>2,482</b>	<b>2,544</b>	<b>2,650</b>	<b>2,848</b>	<b>2,912</b>	<b>2,976</b>	<b>2,867</b>	<b>0.7 %</b>	<b>(675) (25.5)%</b>

(1) GIL excludes Purchased Credit Impaired Loans.

(2) Fiscal 2013 and fiscal 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**NET IMPAIRED LOANS  
AND ACCEPTANCES**
**BY PRODUCT AND INDUSTRY (1) (3)**

(\$ millions)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	MIX Q3	INC/(DEC) VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	417	507	526	516	499	513	586	517	486	0.4 %	(82) (16.4)%
Consumer instalment and other personal	403	432	447	384	410	426	351	339	226	0.6 %	(7) (1.7)%
<b>Total Consumer</b>	<b>820</b>	<b>939</b>	<b>973</b>	<b>900</b>	<b>909</b>	<b>939</b>	<b>937</b>	<b>856</b>	<b>712</b>	<b>0.5 %</b>	<b>(89) (9.8)%</b>
<b>Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements</b>											
Commercial real estate	163	189	393	379	513	595	703	803	786	1.0 %	(350) (68.2)%
Construction (non-real estate)	65	69	51	32	45	67	51	51	56	2.1 %	20 44.4 %
Retail trade	31	78	95	74	94	101	95	68	80	0.3 %	(63) (67.0)%
Wholesale trade	28	50	62	64	54	63	55	58	58	0.3 %	(26) (48.1)%
Agriculture	106	94	105	118	95	117	134	131	127	1.2 %	11 11.6 %
Communications	-	-	-	-	-	4	4	5	6	0.0 %	- 0.0 %
Manufacturing	55	51	68	74	75	86	83	126	134	0.4 %	(20) (26.7)%
Industrial products	37	53	36	34	26	20	20	26	36	0.7 %	11 42.3 %
Consumer products	12	6	21	24	25	25	16	28	26	0.3 %	(13) (52.0)%
Automotive	1	1	2	1	4	3	3	3	1	0.2 %	(3) (75.0)%
Other manufacturing	5	(9)	9	15	20	38	44	69	71	0.2 %	(15) (75.0)%
Mining	4	7	10	5	5	5	3	5	1	0.4 %	(1) (20.0)%
Oil and Gas	1	1	1	30	33	1	1	1	1	0.0 %	(32) (97.0)%
Transportation	12	12	16	23	26	23	26	41	68	0.5 %	(14) (53.8)%
Utilities	-	-	-	-	1	1	1	6	7	0.0 %	(1) (100.0)%
Forest products	16	17	18	19	21	24	24	24	37	2.3 %	(5) (23.8)%
Service industries	181	256	167	246	221	253	238	263	242	0.9 %	(40) (18.1)%
Automotive lease and rental	-	-	-	-	1	1	-	2	2	0.0 %	(1) (100.0)%
Educational	26	41	33	16	5	8	6	5	6	1.4 %	21 +100.0%
Health care	61	40	43	61	55	54	53	63	42	1.3 %	6 10.9 %
Business and professional services	42	44	19	59	52	46	43	41	41	1.0 %	(10) (19.2)%
Hospitality and recreation	25	35	44	49	40	43	34	36	44	0.6 %	(15) (37.5)%
Other	27	96	28	61	68	101	102	116	107	0.6 %	(41) (60.3)%
Financial	10	23	46	-	-	-	-	-	-	0.0 %	10 0.0 %
Government	2	5	4	61	54	24	66	68	70	0.1 %	(52) (96.3)%
Other	35	2	2	75	100	43	55	23	22	0.6 %	(65) (65.0)%
<b>Total Businesses and Government</b>	<b>709</b>	<b>854</b>	<b>1,038</b>	<b>1,200</b>	<b>1,337</b>	<b>1,407</b>	<b>1,539</b>	<b>1,673</b>	<b>1,695</b>	<b>0.6 %</b>	<b>(628) (47.0)%</b>
<b>Total Impaired Loans and Acceptances, Net of Specific Allowances</b>	<b>1,529</b>	<b>1,793</b>	<b>2,011</b>	<b>2,100</b>	<b>2,246</b>	<b>2,346</b>	<b>2,476</b>	<b>2,529</b>	<b>2,407</b>	<b>0.5 %</b>	<b>(717) (31.9)%</b>
Collective allowance (2)	(1,517)	(1,521)	(1,533)	(1,485)	(1,474)	(1,437)	(1,458)	(1,460)	(1,485)	100.0 %	43 2.9 %
<b>Total Net Impaired Loans and Acceptances (2)</b>	<b>12</b>	<b>272</b>	<b>478</b>	<b>615</b>	<b>772</b>	<b>909</b>	<b>1,018</b>	<b>1,069</b>	<b>922</b>	<b>0.0 %</b>	<b>(760) (98.4)%</b>

(1) Net Impaired Loans exclude purchased credit impaired loans.

(2) Includes collective allowances related to off-balance sheet instruments and undrawn commitments which are reported in Other Liabilities.

(3) Fiscal 2013 and fiscal 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**LOANS AND ACCEPTANCES  
BY GEOGRAPHIC AREA (1), (5)**

(\$ millions) **2014 Q3** **2014 Q2** **2014 Q1** **2013 Q4** **2013 Q3** **2013 Q2** **2013 Q1** **2012 Q4** **2012 Q3** **MIX Q3** **INC/(DEC) VS LAST YEAR**

**Gross Loans and Acceptances**

Canada	210,730	209,174	205,491	203,496	199,162	192,892	188,301	185,397	181,464	70.9 %	11,568	5.8 %
United States	75,633	75,759	75,693	68,505	67,428	65,338	66,143	64,389	65,668	25.4 %	8,205	12.2 %
Other Countries	10,846	11,621	10,313	8,958	7,625	7,066	6,396	5,766	6,069	3.7 %	3,221	42.2 %
Africa & Middle East	1,157	1,146	947	1,052	968	643	707	737	693	0.4 %	189	19.5 %
Asia	3,858	4,875	3,921	2,674	2,116	1,897	1,269	1,096	1,230	1.3 %	1,742	82.3 %
Europe	1,531	1,729	1,745	1,687	1,368	1,652	1,754	1,674	1,548	0.5 %	163	11.9 %
Latin America & Caribbean	4,300	3,871	3,700	3,545	3,173	2,874	2,666	2,259	2,598	1.5 %	1,127	35.5 %
<b>Total Gross Loans and Acceptances</b>	<b>297,209</b>	<b>296,554</b>	<b>291,497</b>	<b>280,959</b>	<b>274,215</b>	<b>265,296</b>	<b>260,840</b>	<b>255,552</b>	<b>253,201</b>	<b>100.0 %</b>	<b>22,994</b>	<b>8.4 %</b>

**Specific ACL (2)**

Canada	(240)	(252)	(235)	(244)	(275)	(315)	(255)	(263)	(274)
United States	(204)	(278)	(233)	(196)	(125)	(181)	(166)	(166)	(176)
Other Countries	(2)	(2)	(3)	(4)	(4)	(6)	(15)	(18)	(10)

**Net Loans and Acceptances**

Canada	210,490	208,922	205,256	203,252	198,887	192,577	188,046	185,134	181,190	71.3 %	11,603	5.8 %
United States	75,429	75,481	75,460	68,309	67,303	65,157	65,977	64,223	65,492	25.5 %	67,303	100.0 %
Other Countries	10,844	11,619	10,310	8,954	7,621	7,060	6,381	5,748	6,059	3.7 %	7,621	100.0 %
Africa & Middle East	1,157	1,146	947	1,052	968	643	707	734	691	0.4 %	189	19.5 %
Asia	3,858	4,875	3,921	2,674	2,116	1,897	1,269	1,096	1,230	1.3 %	2,116	100.0 %
Europe	1,529	1,727	1,742	1,683	1,364	1,646	1,739	1,659	1,540	0.5 %	165	12.1 %
Latin America & Caribbean	4,300	3,871	3,700	3,545	3,173	2,874	2,666	2,259	2,598	1.5 %	1,127	35.5 %
<b>Total Loans and Acceptances, net of specific ACL</b>	<b>296,763</b>	<b>296,022</b>	<b>291,026</b>	<b>280,515</b>	<b>273,811</b>	<b>264,794</b>	<b>260,404</b>	<b>255,105</b>	<b>252,741</b>	<b>100.5 %</b>	<b>22,952</b>	<b>8.4 %</b>
<b>Collective ACL (3)</b>												
Canada	(767)	(787)	(782)	(791)	(749)	(729)	(709)	(705)	(672)	(0.3)%	18	2.4 %
United States	(750)	(734)	(751)	(694)	(725)	(708)	(749)	(755)	(813)	(0.2)%	25	3.4 %
<b>Total Net Loans and Acceptances</b>	<b>295,246</b>	<b>294,501</b>	<b>289,493</b>	<b>279,030</b>	<b>272,337</b>	<b>263,357</b>	<b>258,946</b>	<b>253,645</b>	<b>251,256</b>	<b>100.0 %</b>	<b>22,909</b>	<b>8.4 %</b>

**Gross Impaired Loans and Acceptances (4)**

Canada	750	830	830	754	817	846	849	886	882
United States	1,220	1,488	1,646	1,783	1,829	1,970	2,023	2,047	1,960
Other Countries	5	7	6	7	4	32	40	43	25
Africa & Middle East	-	-	-	-	-	-	-	3	2
Asia	-	-	-	-	-	-	-	-	-
Europe	5	7	6	7	4	32	40	40	23
Latin America & Caribbean	-	-	-	-	-	-	-	-	-
<b>Total Gross Impaired Loans and Acceptances</b>	<b>1,975</b>	<b>2,325</b>	<b>2,482</b>	<b>2,544</b>	<b>2,650</b>	<b>2,848</b>	<b>2,912</b>	<b>2,976</b>	<b>2,867</b>

**Net Impaired Loans and Acceptances (4)**

Canada	510	578	595	510	542	531	594	623	608
United States	1,016	1,210	1,413	1,587	1,704	1,789	1,857	1,881	1,784
Other Countries	3	5	3	3	-	26	25	25	15
Africa & Middle East	-	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-	-
Europe	3	5	3	3	-	26	25	25	15
Latin America & Caribbean	-	-	-	-	-	-	-	-	-
<b>Total Impaired Loans and Acceptances, net of specific ACL</b>	<b>1,529</b>	<b>1,793</b>	<b>2,011</b>	<b>2,100</b>	<b>2,246</b>	<b>2,346</b>	<b>2,476</b>	<b>2,529</b>	<b>2,407</b>
<b>Collective ACL (3)</b>									
Canada	(767)	(787)	(782)	(791)	(749)	(729)	(709)	(705)	(672)
United States	(750)	(734)	(751)	(694)	(725)	(708)	(749)	(755)	(813)
<b>Total Net Impaired Loans and Acceptances</b>	<b>12</b>	<b>272</b>	<b>478</b>	<b>615</b>	<b>772</b>	<b>909</b>	<b>1,018</b>	<b>1,069</b>	<b>922</b>

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

(2) Excludes specific ACL for Other Credit Instruments, which are included in Other Liabilities.

(3) Includes collective ACL related to off-balance sheet instruments and undrawn commitments which are reported in Other Liabilities.

(4) GIL and NIL excludes purchased credit impaired loans.

(5) Fiscal 2013 and 2012 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**CHANGES IN IMPAIRMENT ALLOWANCES  
FOR CREDIT LOSSES (ACL) (5)**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
Impairment Allowances (Total ACL), beginning of period	2,098	2,048	1,970	1,919	1,973	1,925	1,936	1,973	2,003	1,970	1,936	1,936	2,011
Amounts written off	(331)	(234)	(281)	(355)	(309)	(307)	(326)	(410)	(409)	(846)	(942)	(1,297)	(1,593)
Recoveries of amounts written off in previous periods	182	139	211	202	229	183	158	230	196	532	570	772	846
Charge to income statement (PCL)	130	162	99	189	76	144	178	192	237	391	398	587	764
Disposal of loans													
Foreign exchange and other movements	(68)	(17)	49	15	(50)	28	(21)	(49)	(54)	(36)	(43)	(28)	(92)
Total ACL, at end of period	2,011	2,098	2,048	1,970	1,919	1,973	1,925	1,936	1,973	2,011	1,919	1,970	1,936
Total ACL comprised of : Loans	1,768	1,850	1,747	1,665	1,658	1,725	1,672	1,706	1,755	1,768	1,658	1,665	1,706
Specific ACL for other credit instruments	48	45	44	41	41	34	31	29	28	48	41	41	29
Collective ACL for other credit instruments and undrawn commitments	195	203	257	264	220	214	222	201	190	195	220	264	201

**Allocation of Recoveries of Amounts Written Off in Previous Periods by Market**

Consumer	75	46	55	50	46	43	37	44	43	176	126	176	216
Businesses and Governments	107	93	156	152	183	140	121	186	153	356	444	596	630

**Allocation of Amounts Written Off by Market**

Consumer	202	179	171	219	197	217	221	310	245	552	635	854	1,055
Businesses and Governments	129	55	110	136	112	90	105	100	164	294	112	443	538

**CHANGES IN IMPAIRED LOANS  
AND ACCEPTANCES (1)**

	2014	2014	2014	2013	2013	2013	2013	2012	2012	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2014	2013	2013	2012
<b>Total Impaired Loans and Acceptances</b>													
GIL, beginning of period	2,325	2,482	2,544	2,650	2,848	2,912	2,976	2,867	2,837	2,544	2,976	2,976	2,685
Retail formations (2)	292	253	324	268	267	312	374	407	268	869	953	1,221	1,297
Retail reductions (3)	(301)	(192)	(148)	(134)	(184)	(184)	(157)	(58)	(126)	(641)	(525)	(659)	(431)
Businesses and government formations	165	256	318	346	343	283	256	380	523	739	882	1,228	1,804
Businesses and government reductions (3)	(271)	(325)	(353)	(317)	(405)	(259)	(302)	(309)	(332)	(949)	(966)	(1,283)	(1,200)
Net new additions (reductions) (2)	(115)	(8)	141	163	21	152	171	420	333	18	344	507	1,470
Retail write-offs (2)	(106)	(94)	(93)	(133)	(107)	(126)	(130)	(211)	(139)	(293)	(363)	(496)	(641)
Business and government write-offs	(129)	(55)	(110)	(136)	(112)	(90)	(105)	(100)	(164)	(294)	(307)	(443)	(538)
Write-offs (2)	(235)	(149)	(203)	(269)	(219)	(216)	(235)	(311)	(303)	(587)	(670)	(939)	(1,179)
GIL, end of period	1,975	2,325	2,482	2,544	2,650	2,848	2,912	2,976	2,867	1,975	2,650	2,544	2,976
ACL, beginning of period	2,053	2,004	1,929	1,878	1,939	1,894	1,907	1,945	1,978	1,929	1,907	1,907	1,966
Increase / (Decrease) - specific ACL	245	295	308	395	211	373	315	397	356	848	899	1,294	1,526
Increase / (Decrease) - collective ACL	(4)	(12)	48	11	37	(21)	(2)	(25)	20	32	14	25	8
Amounts Written Off	(331)	(234)	(281)	(355)	(309)	(307)	(326)	(410)	(409)	(846)	(942)	(1,297)	(1,593)
ACL, end of period (4)	1,963	2,053	2,004	1,929	1,878	1,939	1,894	1,907	1,945	1,963	1,878	1,929	1,907
NIL, beginning of period	272	478	615	772	909	1,018	1,069	922	859	615	1,069	1,069	719
Change in gross impaired loans	(350)	(157)	(62)	(106)	(198)	(64)	(64)	109	30	(569)	(326)	(432)	291
Change in ACL (4)	90	(49)	(75)	(51)	61	(45)	13	38	33	(34)	29	(22)	59
NIL, end of period	12	272	478	615	772	909	1,018	1,069	922	12	772	615	1,069

(1) GIL and NIL excludes purchased credit impaired loans.

(2) Excludes certain loans that are written off directly and not classified as new formations (Q3'14 \$96 million, Q2'14 \$85 million, Q1'14 \$78 million, Q4'13 \$86 million, Q3'13 \$91 million, Q2'13 \$92 million, Q1'13 \$91 million, Q4'12 \$99 million, Q3'12 \$106 million).

(3) Includes impaired amounts returned to performing status, loan sales, repayments, the impact of foreign exchange fluctuations and offsets for consumer write-offs which have not been recognized in formations.

(4) Excludes specific ACL for Other Credit Instruments, which are included in Other Liabilities. Includes collective ACL related to off-balance sheet instruments and undrawn commitments.

(5) Fiscal 2012 and 2013 balances were reclassified in the first quarter of 2014 to conform to the current period's presentation.

**LOANS PAST DUE NOT IMPAIRED**  
(CDE\$ in millions, except as noted)

	1 to 29 days		30 to 89 days		90 days or more		Total	
	Jul 31, 2014	Oct 31, 2013	Jul 31, 2014	Oct 31, 2013	Jul 31, 2014	Oct 31, 2013	Jul 31, 2014	Oct 31, 2013
Residential mortgages	704	641	510	524	40	65	1,254	1,230
Credit card, consumer loans	1,925	1,747	499	434	98	95	2,522	2,276
Businesses and governments loans	705	805	576	294	157	183	1,438	1,282
Customers' liability under acceptances	75	-	-	59	-	-	75	59
<b>Total</b>	<b>3,409</b>	<b>3,193</b>	<b>1,585</b>	<b>1,311</b>	<b>295</b>	<b>343</b>	<b>5,289</b>	<b>4,847</b>

**RESIDENTIAL MORTGAGES**

Region (1)	As at July 31, 2014					As at October 31, 2013				
	Outstandings				New originations during the quarter	Outstandings				New originations during the quarter
	Insured (2)	Uninsured	Total	% of Total		Insured (2)	Uninsured	Total	% of Total	
					Avg LTV (3) Uninsured					Avg LTV (3) Uninsured
Atlantic	3,717	1,540	5,257	5.3%	72%	3,457	1,695	5,152	5.3%	72%
Quebec	8,906	4,803	13,709	13.8%	70%	7,972	5,128	13,100	13.6%	71%
Ontario	24,624	13,035	37,659	37.9%	67%	21,612	15,015	36,628	38.0%	69%
Alberta	10,829	3,832	14,661	14.7%	70%	9,675	4,439	14,114	14.6%	70%
British Columbia	7,985	8,927	16,912	17.0%	63%	7,249	9,159	16,407	17.0%	63%
All Other Canada	2,357	1,154	3,511	3.5%	69%	2,093	1,210	3,303	3.5%	68%
<b>Total Canada</b>	<b>58,418</b>	<b>33,291</b>	<b>91,709</b>	<b>92.2%</b>	<b>68%</b>	<b>52,058</b>	<b>36,646</b>	<b>88,704</b>	<b>92.0%</b>	<b>68%</b>
U.S.	24	7,751	7,775	7.8%	74%	4	7,684	7,688	8.0%	71%
<b>Total</b>	<b>58,442</b>	<b>41,042</b>	<b>99,484</b>	<b>100.0%</b>	<b>68%</b>	<b>52,062</b>	<b>44,330</b>	<b>96,392</b>	<b>100.0%</b>	<b>68%</b>

**HOME EQUITY LINES OF CREDIT (HELOC) (4)**

Region (1)	As at July 31, 2014					As at October 31, 2013				
	Portfolio				New originations during the quarter	Portfolio				New originations during the quarter
	Outstandings	Authorizations	% of Outstandings	% of Authorizations		Outstandings	Authorizations	% of Outstandings	% of Authorizations	
					Average LTV (3)					Average LTV (3)
Atlantic	932	1,462	2.8%	2.5%	63%	927	1,437	2.8%	2.5%	59%
Quebec	4,861	8,215	14.7%	13.9%	67%	4,653	7,725	14.1%	13.4%	64%
Ontario	11,275	21,168	34.0%	35.8%	59%	11,280	20,863	34.1%	36.1%	56%
Alberta	3,288	6,102	9.9%	10.3%	57%	3,407	6,111	10.3%	10.6%	56%
British Columbia	5,397	9,444	16.3%	16.0%	55%	5,513	9,384	16.7%	16.2%	52%
All Other Canada	789	1,325	2.4%	2.2%	61%	802	1,314	2.3%	2.2%	57%
<b>Total Canada</b>	<b>26,542</b>	<b>47,716</b>	<b>80.1%</b>	<b>80.8%</b>	<b>60%</b>	<b>26,582</b>	<b>46,834</b>	<b>80.3%</b>	<b>81.0%</b>	<b>57%</b>
U.S.	6,609	11,337	19.9%	19.2%	65%	6,524	11,007	19.7%	19.0%	66%
<b>Total</b>	<b>33,151</b>	<b>59,053</b>	<b>100.0%</b>	<b>100.0%</b>	<b>62%</b>	<b>33,106</b>	<b>57,841</b>	<b>100.0%</b>	<b>100.0%</b>	<b>59%</b>

**RESIDENTIAL MORTGAGES BY REMAINING TERM OF AMORTIZATION (5)**

(Based upon Outstandings CDE)	As at July 31, 2014							As at October 31, 2013						
	Amortization period							Amortization period						
	< 5 Years %	6-10 Years %	11-15 Years %	16-20 Years %	21-25 Years %	26-30 Years %	> 30 Years %	< 5 Years %	6-10 Years %	11-15 Years %	16-20 Years %	21-25 Years %	26-30 Years %	> 30 Years %
Canada	1.5%	5.2%	9.4%	13.7%	38.1%	24.2%	7.9%	1.5%	5.3%	10.0%	13.5%	36.3%	22.5%	10.9%
U.S. (6)	2.4%	6.6%	6.8%	12.9%	29.2%	41.1%	1.0%	2.8%	7.4%	5.9%	9.8%	33.9%	39.2%	1.0%
<b>Total</b>	<b>1.5%</b>	<b>5.3%</b>	<b>9.2%</b>	<b>13.6%</b>	<b>37.5%</b>	<b>25.5%</b>	<b>7.4%</b>	<b>1.6%</b>	<b>5.5%</b>	<b>9.7%</b>	<b>13.2%</b>	<b>36.1%</b>	<b>23.8%</b>	<b>10.1%</b>

(1) Region is based upon address of the property mortgaged.

(2) Portfolio insured mortgages are defined as mortgages that are individually or bulk insured through a credited insurer (i.e. CMHC, Genworth).

(3) Loan-to-Value (LTV) is based on the value of the property at mortgage origination and outstanding amount for mortgages, authorized amounts for HELOC's.

(4) HELOC includes revolving and non-revolving loans.

(5) Remaining amortization is based upon current balance, interest rate, customer payment amount and frequency in Canada and contractual payment schedule in the US.

(6) Large proportion of U.S. based mortgages in the longer amortization band largely driven by modification programs for troubled borrowers and regulator initiated mortgage refinance program.

DERIVATIVE INSTRUMENTS (\$ millions)	As at July 31, 2014				As at April 30, 2014				As at January 31, 2014				As at October 31, 2013			
	Notional Amount	Replacement Cost	Credit risk Equivalent	Basel Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	Basel Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	Basel Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	Basel Risk-weighted Assets (1)
<b>Interest Rate Contracts</b>																
Over-the-counter Swaps	2,467,001	17,142	21,254		2,572,498	18,321	22,831		2,496,283	21,739	26,735		2,224,786	21,621	26,813	
Forward rate agreements	397,366	6	83		300,197	6	49		466,399	10	38		399,751	5	40	
Purchased options	19,339	618	647		17,718	611	638		18,274	604	668		18,283	589	657	
Written options	24,397	-	-		22,448	-	-		23,355	-	-		23,020	-	-	
	2,908,103	17,766	21,984	986	2,912,861	18,938	23,518	1,275	3,004,311	22,353	27,441	1,749	2,665,840	22,215	27,510	1,758
Exchange traded																
Futures	135,320	-	-		131,778	-	-		127,468	-	-		111,913	-	-	
Purchased options	19,240	-	-		19,810	-	-		16,918	-	-		16,534	-	-	
Written options	17,859	-	-		17,073	-	-		13,765	-	-		15,429	-	-	
	172,419	-	-		168,661	-	-		158,151	-	-		143,876	-	-	
<b>Total Interest Rate Contracts</b>	<b>3,080,522</b>	<b>17,766</b>	<b>21,984</b>	<b>986</b>	<b>3,081,522</b>	<b>18,938</b>	<b>23,518</b>	<b>1,275</b>	<b>3,162,462</b>	<b>22,353</b>	<b>27,441</b>	<b>1,749</b>	<b>2,809,716</b>	<b>22,215</b>	<b>27,510</b>	<b>1,758</b>
<b>Foreign Exchange Contracts</b>																
Over-the-counter																
Cross-currency swaps	50,610	1,560	4,476		48,696	1,660	5,009		46,850	1,922	5,096		44,834	1,156	4,091	
Cross-currency interest rate swaps	261,173	3,461	15,609		262,821	3,972	9,082		267,286	7,162	20,068		255,337	3,459	15,671	
Forward foreign exchange contracts	272,092	2,198	4,330		277,971	2,200	4,320		259,352	4,265	5,932		263,607	1,957	3,854	
Purchased options	15,845	157	339		15,484	142	314		13,060	241	391		10,923	90	227	
Written options	19,036	-	-		18,661	-	-		18,071	-	-		13,530	-	-	
	618,756	7,376	24,754	1,466	623,633	7,974	18,725	1,591	604,619	13,590	31,487	2,622	588,231	6,662	23,843	2,448
Exchange traded																
Futures	905	-	-		406	-	-		214	-	-		621	-	-	
Purchased options	448	-	-		744	-	-		1,503	-	-		2,608	-	-	
Written options	435	-	-		608	-	-		709	-	-		616	-	-	
	1,788	-	-		1,758	-	-		2,426	-	-		3,845	-	-	
<b>Total Foreign Exchange Contracts</b>	<b>620,544</b>	<b>7,376</b>	<b>24,754</b>	<b>1,466</b>	<b>625,391</b>	<b>7,974</b>	<b>18,725</b>	<b>1,591</b>	<b>607,045</b>	<b>13,590</b>	<b>31,487</b>	<b>2,622</b>	<b>592,076</b>	<b>6,662</b>	<b>23,843</b>	<b>2,448</b>
<b>Commodity Contracts</b>																
Over-the-counter																
Swaps	15,556	555	2,331		17,011	763	2,709		16,727	624	2,557		15,122	501	2,289	
Purchased options	8,772	80	1,135		9,206	189	1,273		9,000	126	1,199		8,081	66	1,045	
Written options	4,538	-	-		4,713	-	-		4,846	-	-		4,285	-	-	
	28,866	635	3,466	662	30,930	952	3,982	949	30,573	750	3,756	730	27,488	567	3,334	621
Exchange traded																
Futures	25,359	-	-		27,776	-	-		26,976	-	-		24,037	-	-	
Purchased options	7,147	-	-		7,537	-	-		8,102	-	-		8,044	-	-	
Written options	8,781	-	-		9,545	-	-		9,972	-	-		9,894	-	-	
	41,287	-	-		44,858	-	-		45,050	-	-		41,975	-	-	
<b>Total Commodity Contracts</b>	<b>70,153</b>	<b>635</b>	<b>3,466</b>	<b>662</b>	<b>75,788</b>	<b>952</b>	<b>3,982</b>	<b>949</b>	<b>75,623</b>	<b>750</b>	<b>3,756</b>	<b>730</b>	<b>69,463</b>	<b>567</b>	<b>3,334</b>	<b>621</b>
<b>Equity Contracts</b>																
Over-the-counter																
Swaps	49,235	776	3,420		44,314	729	3,529		39,664	510	3,392		39,360	520	3,054	
Exchange traded	8,343	-	-		7,756	-	-		6,257	-	-		5,851	-	-	
<b>Total Equity Contracts</b>	<b>57,578</b>	<b>776</b>	<b>3,420</b>	<b>307</b>	<b>52,070</b>	<b>729</b>	<b>3,529</b>	<b>230</b>	<b>45,921</b>	<b>510</b>	<b>3,392</b>	<b>104</b>	<b>45,211</b>	<b>520</b>	<b>3,054</b>	<b>113</b>
<b>Credit Default Swaps</b>																
Over-the-counter																
Purchased	8,852	65	429		8,247	77	429		8,068	82	433		8,835	90	448	
Written	11,342	-	-		11,972	-	-		12,182	-	-		13,288	-	-	
<b>Total Credit Default Swaps</b>	<b>20,194</b>	<b>65</b>	<b>429</b>	<b>82</b>	<b>20,219</b>	<b>77</b>	<b>429</b>	<b>168</b>	<b>20,250</b>	<b>82</b>	<b>433</b>	<b>359</b>	<b>22,123</b>	<b>90</b>	<b>448</b>	<b>310</b>
Sub-total	3,848,991	26,618	54,053	3,503	3,854,990	28,670	50,183	4,213	3,911,301	37,285	66,509	5,564	3,538,589	30,054	58,189	5,250
Impact of master netting agreements	n.a.	(24,340)	(35,174)		n.a.	(25,598)	(32,893)		n.a.	(33,666)	(45,084)		n.a.	(27,493)	(38,607)	
<b>Total</b>	<b>3,848,991</b>	<b>2,278</b>	<b>18,879</b>	<b>3,503</b>	<b>3,854,990</b>	<b>3,072</b>	<b>17,290</b>	<b>4,213</b>	<b>3,911,301</b>	<b>3,619</b>	<b>21,425</b>	<b>5,564</b>	<b>3,538,589</b>	<b>2,561</b>	<b>19,582</b>	<b>5,250</b>

(1) Risk-weighted Assets are reported after the impact of master netting agreements.



**DERIVATIVE INSTRUMENTS**

**Fair Value**

(\$ millions)

	As at July 31, 2014			As at April 30, 2014			As at January 31, 2014			As at October 31, 2013			As at July 31, 2013		
	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net
<b>TRADING</b>															
<b>Interest Rate Contracts</b>															
Swaps	16,705	(15,398)	1,307	17,891	(16,750)	1,141	21,253	(19,915)	1,338	21,251	(20,327)	924	21,397	(20,863)	534
Forward rate agreements	6	(6)	-	6	(5)	1	10	(9)	1	5	(5)	-	4	(7)	(3)
Futures	-	(5)	(5)	6	(2)	4	1	(4)	(3)	1	(3)	(2)	1	(3)	(2)
Purchased options	623	-	623	616	-	616	611	-	611	595	-	595	611	-	611
Written options	-	(592)	(592)	-	(604)	(604)	-	(669)	(669)	-	(672)	(672)	-	(716)	(716)
	17,334	(16,001)	1,333	18,519	(17,361)	1,158	21,875	(20,597)	1,278	21,852	(21,007)	845	22,013	(21,589)	424
<b>Foreign Exchange Contracts</b>															
Cross-currency swaps	1,560	(926)	634	1,660	(1,036)	624	1,922	(1,269)	653	1,156	(897)	259	1,167	(1,088)	79
Cross-currency interest rate swaps	3,461	(4,370)	(909)	3,972	(5,007)	(1,035)	7,162	(7,713)	(551)	3,459	(3,641)	(182)	4,142	(4,024)	118
Forward foreign exchange contracts	1,779	(1,681)	98	1,714	(1,890)	(176)	3,744	(2,439)	1,305	1,552	(1,549)	3	1,874	(2,076)	(202)
Purchased options	167	-	167	152	-	152	259	-	259	100	-	100	146	-	146
Written options	-	(163)	(163)	-	(155)	(155)	-	(289)	(289)	-	(88)	(88)	-	(171)	(171)
	6,967	(7,140)	(173)	7,498	(8,088)	(590)	13,087	(11,710)	1,377	6,267	(6,175)	92	7,329	(7,359)	(30)
<b>Commodity Contracts</b>															
Swaps	555	(416)	139	763	(369)	394	624	(506)	118	501	(543)	(42)	637	(561)	76
Purchased options	240	-	240	329	-	329	303	-	303	238	-	238	283	-	283
Written options	-	(266)	(266)	-	(280)	(280)	-	(297)	(297)	-	(290)	(290)	-	(312)	(312)
	795	(682)	113	1,092	(649)	443	927	(803)	124	739	(833)	(94)	920	(873)	47
<b>Equity Contracts</b>	808	(3,207)	(2,399)	757	(3,002)	(2,245)	524	(2,415)	(1,891)	536	(3,067)	(2,531)	483	(2,192)	(1,709)
<b>Credit Default Swaps</b>															
Purchased	65	-	65	77	-	77	82	-	82	90	-	90	185	-	185
Written	-	(114)	(114)	-	(104)	(104)	-	(92)	(92)	-	(102)	(102)	-	(99)	(99)
	65	(114)	(49)	77	(104)	(27)	82	(92)	(10)	90	(102)	(12)	185	(99)	86
Total fair value - trading derivatives	25,969	(27,144)	(1,175)	27,943	(29,204)	(1,261)	36,495	(35,617)	878	29,484	(31,184)	(1,700)	30,930	(32,112)	(1,182)
<b>HEDGING</b>															
<b>Interest Rate Contracts</b>															
Cash flow hedges - swaps	128	(161)	(33)	119	(171)	(52)	234	(172)	62	110	(169)	(59)	19	(286)	(267)
Fair value hedges - swaps	309	(253)	56	311	(278)	33	252	(296)	(44)	260	(348)	(88)	200	(457)	(257)
Total swaps	437	(414)	23	430	(449)	(19)	486	(468)	18	370	(517)	(147)	219	(743)	(524)
<b>Foreign Exchange Contracts</b>															
Cash flow hedges - Forward foreign exchange contracts	419	(593)	(174)	486	(626)	(140)	521	(758)	(237)	405	(273)	132	489	(104)	385
Total foreign exchange contracts	419	(593)	(174)	486	(626)	(140)	521	(758)	(237)	405	(273)	132	489	(104)	385
Total fair value - hedging derivatives	856	(1,007)	(151)	916	(1,075)	(159)	1,007	(1,226)	(219)	775	(790)	(15)	708	(847)	(139)
Total fair value	26,825	(28,151)	(1,326)	28,859	(30,279)	(1,420)	37,502	(36,843)	659	30,259	(31,974)	(1,715)	31,638	(32,959)	(1,321)
Less: Net impact of master netting agreements	(24,340)	24,340	-	(25,598)	25,598	-	(33,666)	33,666	-	(27,493)	27,493	-	(24,415)	24,415	-
Total	2,485	(3,811)	(1,326)	3,261	(4,681)	(1,420)	3,836	(3,177)	659	2,766	(4,481)	(1,715)	7,223	(8,544)	(1,321)

## OVER-THE-COUNTER DERIVATIVES (NOTIONAL AMOUNTS) (1)

(Canadian \$ in millions)	As at July 31, 2014			As at April 30, 2014			As at January 31, 2014			As at October 31, 2013		
	Non-centrally cleared	Centrally cleared	Total	Non-centrally cleared	Centrally cleared	Total	Non-centrally cleared	Centrally cleared	Total	Non-centrally cleared	Centrally cleared	Total
<b>Interest Rate Contracts</b>												
Swaps	860,905	1,606,096	2,467,001	953,748	1,618,750	2,572,498	1,076,484	1,419,799	2,496,283	1,084,369	1,140,417	2,224,786
Forward rate agreements	57,665	339,701	397,366	41,562	258,635	300,197	68,307	398,092	466,399	52,137	347,614	399,751
Purchased options	19,339	-	19,339	17,718	-	17,718	18,274	-	18,274	18,283	-	18,283
Written options	24,397	-	24,397	22,448	-	22,448	23,355	-	23,355	23,020	-	23,020
<b>Total interest rate contracts</b>	<b>962,306</b>	<b>1,945,797</b>	<b>2,908,103</b>	<b>1,035,476</b>	<b>1,877,385</b>	<b>2,912,861</b>	<b>1,186,420</b>	<b>1,817,891</b>	<b>3,004,311</b>	<b>1,177,809</b>	<b>1,488,031</b>	<b>2,665,840</b>
<b>Foreign Exchange Contracts</b>												
Cross-currency swaps	50,610	-	50,610	48,696	-	48,696	46,850	-	46,850	44,834	-	44,834
Cross-currency interest rate swaps	261,173	-	261,173	262,821	-	262,821	267,286	-	267,286	255,337	-	255,337
Forward foreign exchange contracts	272,092	-	272,092	277,971	-	277,971	259,352	-	259,352	263,607	-	263,607
Purchased options	15,845	-	15,845	15,484	-	15,484	13,060	-	13,060	10,923	-	10,923
Written options	19,036	-	19,036	18,661	-	18,661	18,071	-	18,071	13,530	-	13,530
<b>Total foreign exchange contracts</b>	<b>618,756</b>	<b>-</b>	<b>618,756</b>	<b>623,633</b>	<b>-</b>	<b>623,633</b>	<b>604,619</b>	<b>-</b>	<b>604,619</b>	<b>588,231</b>	<b>-</b>	<b>588,231</b>
<b>Commodity Contracts</b>												
Swaps	15,556	-	15,556	17,011	-	17,011	16,727	-	16,727	15,122	-	15,122
Purchased options	8,772	-	8,772	9,206	-	9,206	9,000	-	9,000	8,081	-	8,081
Written options	4,538	-	4,538	4,713	-	4,713	4,846	-	4,846	4,285	-	4,285
<b>Total commodity contracts</b>	<b>28,866</b>	<b>-</b>	<b>28,866</b>	<b>30,930</b>	<b>-</b>	<b>30,930</b>	<b>30,573</b>	<b>-</b>	<b>30,573</b>	<b>27,488</b>	<b>-</b>	<b>27,488</b>
<b>Equity Contracts</b>	<b>49,235</b>	<b>-</b>	<b>49,235</b>	<b>44,314</b>	<b>-</b>	<b>44,314</b>	<b>39,664</b>	<b>-</b>	<b>39,664</b>	<b>39,360</b>	<b>-</b>	<b>39,360</b>
<b>Credit Default Swaps</b>												
Purchased	7,408	1,444	8,852	7,421	826	8,247	7,754	314	8,068	8,541	294	8,835
Written	10,488	854	11,342	11,223	749	11,972	11,728	453	12,182	13,072	216	13,288
<b>Total credit default swaps</b>	<b>17,896</b>	<b>2,298</b>	<b>20,194</b>	<b>18,644</b>	<b>1,575</b>	<b>20,219</b>	<b>19,482</b>	<b>767</b>	<b>20,250</b>	<b>21,613</b>	<b>510</b>	<b>22,123</b>
<b>Total</b>	<b>1,677,059</b>	<b>1,948,095</b>	<b>3,625,154</b>	<b>1,752,997</b>	<b>1,878,960</b>	<b>3,631,957</b>	<b>1,880,758</b>	<b>1,818,658</b>	<b>3,699,417</b>	<b>1,854,501</b>	<b>1,488,541</b>	<b>3,343,042</b>

(1) Prior period balances were reclassified to conform with the current period's presentation.

**INTEREST RATE GAP POSITION**

As at July 31, 2014

(\$ millions)	0 to 3 months	4 to 6 months	7 to 12 months	Total within 1 year	1 to 5 years	Over 5 years	Non-interest sensitive	Total
Canadian Dollars								
Assets	153,795	5,922	19,169	178,886	85,880	9,363	18,663	292,792
Liabilities and Capital	119,394	9,957	12,912	142,263	95,711	14,063	40,755	292,792
Off-Balance Sheet	(30,579)	303	(492)	(30,768)	24,839	5,929	-	-
Gap - July 31, 2014	3,822	(3,732)	5,765	5,855	15,008	1,229	(22,092)	-
Gap - April 30, 2014	4,422	(3,261)	1,772	2,933	18,132	1,823	(22,888)	-
Gap - January 31, 2014	2,565	(175)	3,258	5,648	15,358	1,568	(22,574)	-
Gap - October 31, 2013	3,171	(3,706)	4,876	4,341	15,636	1,442	(21,419)	-
Gap - July 31, 2013	(493)	(1,785)	6,086	3,808	15,664	1,481	(20,954)	-
U.S. Dollar and Other Currencies								
Assets	236,557	10,235	8,011	254,803	32,378	5,783	1,076	294,040
Liabilities and Capital	221,239	9,516	10,569	241,324	42,397	10,238	81	294,040
Off-Balance Sheet	(17,535)	107	1,828	(15,600)	14,971	629	-	-
Gap - July 31, 2014	(2,217)	826	(730)	(2,121)	4,952	(3,826)	995	-
Gap - April 30, 2014	(1,156)	433	907	184	3,024	(4,068)	860	-
Gap - January 31, 2014	(2,724)	2,285	(642)	(1,081)	301	(225)	1,005	-
Gap - October 31, 2013	(2,189)	940	507	(742)	15	(325)	1,052	-
Gap - July 31, 2013	(2,426)	3,298	811	1,683	(2,486)	(215)	1,019	-

**Gap Position Major Assumptions - Deposits**
**Liabilities**

- Fixed rate, fixed term liabilities, such as investment certificates, are reported at scheduled maturity with estimated redemptions that reflect expected depositor behaviour.
- Interest bearing deposits on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Fixed rate and non-interest bearing liabilities with no defined maturity are reported based upon an assumed maturity profile that considers historical and forecasted trends in balances.

**Capital**

- Common shareholders' equity is reported as non-interest sensitive.

**Gap Position Major Assumptions - Assets**

- Fixed rate, fixed term assets, such as residential mortgage loans and consumer loans, are reported based upon the scheduled repayments and estimated prepayments that reflect expected borrower behaviour.
- Trading and Underwriting (mark-to-market) assets and interest bearing assets on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Goodwill, intangible and fixed assets are reported as non-interest sensitive.
- Other fixed rate and non-interest bearing assets with no defined maturity are reported based upon an assumed maturity profile that considers historical and forecasted trends in balances.

INTEREST RATE RISK SENSITIVITY (\$ millions)	100 Basis Point Increase						100 Basis Point Decrease					
	Earnings Sensitivity			Economic Value Sensitivity			Earnings Sensitivity			Economic Value Sensitivity		
	Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total		
July 31, 2014	59.3	(32.3)	27.0	(629.8)	(70.7)	(700.5)	(50.7)	18.2	(32.5)	340.7	46.4	387.1
April 30, 2014	60.8	(12.3)	48.5	(649.3)	(69.9)	(719.2)	(60.1)	3.7	(56.4)	354.1	48.1	402.2
January 31, 2014	95.8	(26.4)	69.4	(500.3)	(104.9)	(605.2)	(75.0)	6.1	(68.9)	301.7	58.8	360.5
October 31, 2013	95.4	(0.7)	94.7	(503.1)	(89.1)	(592.2)	(90.8)	(4.2)	(95.0)	340.1	60.1	400.2
July 31, 2013	83.3	(12.6)	70.7	(464.6)	(124.4)	(589.0)	(84.0)	0.6	(83.4)	239.2	80.2	319.4

INTEREST RATE RISK SENSITIVITY (\$ millions)	200 Basis Point Increase						200 Basis Point Decrease					
	Earnings Sensitivity			Economic Value Sensitivity			Earnings Sensitivity			Economic Value Sensitivity		
	Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total			Money Market/ Available for Structural Sale (Accrual) Total		
July 31, 2014	77.9	(64.5)	13.4	(1,404.6)	(141.5)	(1,546.1)	(54.9)	21.7	(33.2)	222.2	61.0	283.2
April 30, 2014	85.0	(24.7)	60.3	(1,421.0)	(139.7)	(1,560.7)	(71.3)	3.9	(67.4)	233.5	71.7	305.2
January 31, 2014	158.8	(52.8)	106.0	(1,090.1)	(209.7)	(1,299.8)	(102.9)	5.5	(97.4)	350.8	76.5	427.3
October 31, 2013	158.1	(1.3)	156.8	(1,078.8)	(178.2)	(1,257.0)	(113.7)	(6.0)	(119.7)	442.7	89.6	532.3
July 31, 2013	139.3	(25.1)	114.2	(1,003.2)	(248.8)	(1,252.0)	(82.1)	(0.6)	(82.7)	345.9	114.8	460.7

**Earnings Sensitivity/Economic Value Sensitivity - Interest Rate Risk**

"Earnings Sensitivity" is the impact of change in interest rates on after tax twelve month net income, while, "Economic Value Sensitivity" is the impact of a change in interest rates on the before tax value of our assets and liabilities.

"100/200 Basis Point Increase/Decrease" is the impact on earnings and economic value of a one time increase/decrease of 100/200 basis points in interest rates, applied to our position at the period end. In all cases, interest rate scenarios are not permitted to fall below 0%. Calculations do not reflect the effect of actions which the bank may take to reduce risk.

Losses are in brackets and benefits are presented as positive amounts.

Structural Balance Sheet is primarily CAD/U.S. consumer, businesses and government loans and deposits, supplemental liquid assets, related wholesale funding structures and regulatory capital instruments. For these portfolios, risk measures reflect asset/liability interest rate mismatches, embedded options, including the expected impact of customer behaviour, and the impact of minimum rates on loans and deposits.

Money market/Available for Sale (accrual) exposures are bank placements and acceptances, repos and reverse repos, international loans and certain available-for-sale securities for major currencies. While categorized as trading and underwriting, these portfolios are accounted for using accrual accounting or are marked to market through Other Comprehensive Income, as appropriate, under GAAP.

For BMO's Insurance businesses, a 100 basis point increase in interest rates at July 31, 2014, results in an increase in earnings after tax of \$68 million and an increase in before tax economic value of \$414 million (\$67 million and \$384 million, respectively, at April 30, 2014; \$81 million and \$335 million, respectively, at October 31, 2013). A 100 basis point decrease in interest rates at July 31, 2014, results in a decrease in earnings after tax of \$59 million and a decrease in before tax economic value of \$489 million (\$57 million and \$454 million, respectively, at April 30, 2014; \$66 million and \$399 million, respectively, at October 31, 2013). These impacts are not reflected in the table above.

ASSET ENCUMBRANCE (6)

	Q3 2014						Q2 2014					
	On-Balance Sheet Assets	Other Cash & Securities Received	Encumbered (2)		Net Unencumbered		On-Balance Sheet Assets	Other Cash & Securities Received	Encumbered (2)		Net Unencumbered	
			Pledged as Collateral	Other Encumbered	Other Unencumbered (4)	Available as collateral (5)			Pledged as Collateral	Other Encumbered	Other Unencumbered (4)	Available as collateral (5)
(\$ millions except as noted)												
<b>Asset Liquidity</b>												
Canadian Dollar Cash and Securities												
Cash and cash equivalents	5,610	-	-	-	429	5,181	4,299	-	-	-	413	3,886
Interest bearing deposits with banks	573	-	-	-	-	573	1,501	-	-	-	-	1,501
Securities and securities borrowed or purchased under resale agreement (1)												
Government debt	55,172	12,025	24,803	14,908	1,374	26,112	47,573	9,724	20,475	10,746	1,277	24,799
Mortgage-backed securities and collateralized mortgage obligations	5,495	764	824	-	158	5,277	5,439	731	928	-	162	5,080
Corporate debt	11,976	4,161	573	673	4,549	10,342	11,962	3,227	1,801	1,108	4,380	7,900
Corporate equity	44,983	9,408	22,444	5,413	921	25,613	43,856	8,730	21,419	5,389	944	24,834
Total securities and securities borrowed or purchased under resale agreement	117,626	26,358	48,644	20,994	7,002	67,344	108,830	22,412	44,623	17,243	6,763	62,613
Total Canadian dollar	123,809	26,358	48,644	20,994	7,431	73,098	114,630	22,412	44,623	17,243	7,176	68,000
U.S. Dollar and Other Currency Cash and Securities												
Cash and cash equivalents	32,640	-	-	1,429	10	31,201	30,783	-	-	1,434	10	29,339
Interest bearing deposits with banks	5,227	-	-	-	-	5,227	5,568	-	-	-	-	5,568
Securities and securities borrowed or purchased under resale agreement (1)												
Government debt	43,563	565	32,824	4,502	-	6,802	49,448	276	33,133	4,463	-	12,128
Mortgage-backed securities and collateralized mortgage obligations	11,882	249	1,745	-	-	10,386	9,670	642	856	-	-	9,456
Corporate debt	7,764	2,896	751	26	72	9,811	10,592	2,837	545	30	70	12,784
Corporate equity	18,158	7,001	9,759	2,266	600	12,534	18,051	8,133	13,331	2,031	622	10,200
Total securities and securities borrowed or purchased under resale agreement	81,367	10,711	45,079	6,794	672	39,533	87,761	11,888	47,865	6,524	692	44,568
Total U.S. dollar and other currency	119,234	10,711	45,079	8,223	682	75,961	124,112	11,888	47,865	7,958	702	79,475
NHA mortgage-backed securities (reported as loans at amortized cost) (3)	15,239	-	-	691	-	14,548	15,565	-	-	461	-	15,104
Total Liquid Assets	258,282	37,069	93,723	29,908	8,113	163,607	254,307	34,300	92,488	25,662	7,878	162,579
Loans	280,202	-	37,645	1,945	135,802	104,810	279,139	-	37,138	1,954	138,549	101,498
Other assets	48,348	-	-	-	48,348	-	48,599	-	-	-	48,599	-
Total Loans and Other Assets	328,550	-	37,645	1,945	184,150	104,810	327,738	-	37,138	1,954	187,148	101,498
Total	586,832	37,069	131,368	31,853	192,263	268,417	582,045	34,300	129,626	27,616	195,026	264,077
Total Cash and Securities	243,043						238,742					
Cash and securities-to-total assets ratio	33.0%						32.1%					

NET UNENCUMBERED LIQUID ASSETS BY LEGAL ENTITY

	2014 Q3	2014 Q2	2014 Q1
(\$ millions except as noted)			
BMO	132,620	130,211	138,149
BMO Harris Bank	22,544	24,122	26,284
Broker Dealers	16,556	16,124	16,242
Total Net Unencumbered Liquid Assets by Legal Entity	171,720	170,457	180,675

- (1) Average securities balances are shown on page 14.
- (2) Pledged as collateral refers to the portion of on-balance sheet assets and other cash & securities received that is pledged or encumbered through repurchase agreements, securities lent, derivative contracts, minimum required deposits at central banks, and requirements associated with participation in clearing houses and payment systems. Other encumbered includes assets which are restricted from use for legal or other reasons such as restricted cash and short sales.
- (3) Under IFRS, NHA MBS that include BMO originated mortgages as the underlying collateral are classified as loans. Unencumbered NHA MBS securities have liquidity value and are included as liquid assets under the Bank's liquidity and funding management framework. This amount is shown as a separate line item called NHA mortgage-backed securities.
- (4) Other Unencumbered assets include select liquid asset holdings management believes are not readily available to support the liquidity requirements of the Bank. These include cash and securities of \$8.1 billion as at July 31, 2014 which include securities held in BMO's insurance subsidiary, credit protection vehicle, significant equity investments, and certain investments held in our merchant banking business. Other Unencumbered assets also include mortgages and loans that may be securitized to access secured funding.
- (5) Loans included as available as collateral represent loans currently lodged at central banks that could potentially be used to access central bank funding. Loans available for collateral do not include other sources of additional liquidity that may be realized from the loan portfolio, including incremental securitization, covered bond issuances and FHLB advances.
- (6) Prior period balances were reclassified to conform with the current period's presentation.

DEPOSITS

	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2	2013 Q1	2012 Q4	2012 Q3	MIX Q3	INC/(DEC) VS LAST YEAR
(\$ millions except as noted)											
Canadian Dollar Deposits											
Banks	4,558	5,065	6,631	6,295	5,415	5,646	5,655	5,530	5,364	1.1 %	(857) (15.8)%
Businesses and governments	95,920	93,879	95,212	95,206	91,000	87,210	84,899	89,035	80,539	24.0 %	4,920 5.4 %
Individuals	90,999	89,963	88,410	85,810	83,759	82,368	81,000	79,891	82,296	22.9 %	7,240 8.6 %
Total	191,477	188,907	190,253	187,311	180,174	175,224	171,554	174,456	168,199	48.0 %	11,303 6.3 %
U.S. Dollar and Other Currency Deposits											
Banks	18,307	17,542	20,299	14,296	15,947	16,969	16,931	12,572	17,950	4.6 %	2,360 14.8 %
Businesses and governments	147,888	145,036	145,135	127,140	123,665	127,439	123,809	99,068	104,639	37.0 %	24,323 19.7 %
Individuals	41,551	42,522	42,706	39,622	39,837	40,219	40,281	39,139	39,660	10.4 %	1,714 4.3 %
Total	207,746	205,100	208,140	181,058	179,549	184,627	181,021	150,779	162,249	52.0 %	28,397 15.8 %
Total Deposits	399,223	394,007	398,393	368,369	359,723	359,851	352,575	325,235	330,448	100.0 %	39,700 11.0 %
Core deposits (7)	211,850	212,613	211,566	204,935	199,817	202,479	193,980	190,784	185,173		12,033 6.0 %
Customer Deposits (8)	230,619	230,407	227,937	220,599	213,787	215,988	208,096	203,826	198,765		

- (7) Core deposits are comprised of customer operating and saving deposits and smaller fixed-date deposits (less than or equal to \$100,000).
- (8) Customer Deposits are core deposits plus larger fixed-date deposits excluding wholesale customer deposits.

(\$ millions except as noted)		Cross reference (3)	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3
<b>Common Equity Tier 1 Capital: instruments and reserves</b>							
1	Directly issued qualifying common share capital plus related stock surplus	a+b	12,464	12,384	12,349	12,318	12,320
2	Retained earnings	c	16,724	16,162	15,617	15,224	14,780
3	Accumulated other comprehensive income (and other reserves)	d	991	1,100	1,425	602	274
6	<b>Common Equity Tier 1 Capital before regulatory adjustments</b>		<b>30,179</b>	<b>29,646</b>	<b>29,391</b>	<b>28,144</b>	<b>27,374</b>
<b>Common Equity Tier 1 Capital: regulatory adjustments</b>							
7	Prudential valuation adjustments		49				
8	Goodwill (net of related tax liability)	e+p1-f	5,192	3,847	3,905	3,757	3,708
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	g-h	1,561	1,213	1,165	1,153	1,183
10	Deferred tax assets excluding those arising from temporary differences (net of related tax liability)	i-j	1,514	1,572	1,645	1,578	1,600
11	Cash flow hedge reserve	k	82	55	109	(8)	(122)
12	Shortfall of provisions to expected losses	k1	-	-	7		
14	Gains and losses due to changes in own credit risk on fair valued liabilities (4)		(12)	11	24	17	29
15	Defined benefit pension fund net assets (net of related tax liability) (5)	l-m	162	219	192	328	322
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	n - o	35	1	4	19	27
22	Amount exceeding the 15% threshold						
23	of which: significant investments in the common stock financials	h1	-	-	-	30	-
24	of which: mortgage servicing rights	j1	-	-	-	1	-
25	of which: deferred tax assets arising from temporary differences	i1	-	-	-	42	-
28	<b>Total regulatory adjustments to Common Equity Tier 1 Capital</b>		<b>8,583</b>	<b>6,918</b>	<b>7,051</b>	<b>6,917</b>	<b>6,747</b>
29	<b>Common Equity Tier 1 Capital (CET1)</b>		<b>21,596</b>	<b>22,728</b>	<b>22,340</b>	<b>21,227</b>	<b>20,627</b>
<b>Additional Tier 1 Capital: instruments</b>							
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	o1	1,200	493	-	-	-
33	Directly issued capital instruments subject to phase out from Additional Tier 1 (6)	p + r	3,332	3,332	3,446	3,770	3,758
34	Additional Tier 1 instruments (and CET1 instruments not otherwise included) issued by subsidiaries and held by third parties (amount allowed in group AT1)	s	10	10	11	11	11
35	of which: instruments issued by subsidiaries subject to phase out		10	10	11	11	11
36	<b>Additional Tier 1 Capital before regulatory adjustments</b>		<b>4,542</b>	<b>3,835</b>	<b>3,457</b>	<b>3,781</b>	<b>3,769</b>
<b>Additional Tier 1 Capital: regulatory adjustments</b>							
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	t	358	358	358	358	358
41	Other deductions from Tier 1 Capital as determined by OSFI		-	55	57	51	52
41a	of which: Reverse mortgages		-	55	57	51	52
43	<b>Total regulatory adjustments applied to Additional Tier 1 Capital</b>		<b>358</b>	<b>413</b>	<b>415</b>	<b>409</b>	<b>410</b>
44	<b>Additional Tier 1 Capital (AT1)</b>		<b>4,184</b>	<b>3,422</b>	<b>3,042</b>	<b>3,372</b>	<b>3,359</b>
45	<b>Tier 1 Capital (T1 = CET1 + AT1)</b>		<b>25,780</b>	<b>26,150</b>	<b>25,382</b>	<b>24,599</b>	<b>23,986</b>
<b>Tier 2 Capital: instruments and provisions</b>							
47	Directly issued capital instruments subject to phase out from Tier 2 Capital (7)		4,030	3,978	3,977	4,444	4,448
48	Tier 2 Capital instruments (and CET1 and AT1 instruments not included) issued by subsidiaries and held by third parties (amount allowed in group Tier 2 Capital)	v	77	129	130	176	172
49	of which: instruments issued by subsidiaries subject to phase out		77	129	130	176	172
50	Collective allowances	w	212	250	214	331	282
51	<b>Tier 2 Capital before regulatory adjustments</b>		<b>4,319</b>	<b>4,357</b>	<b>4,321</b>	<b>4,951</b>	<b>4,902</b>
<b>Tier 2 Capital: regulatory adjustments</b>							
55	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	x	50	50	50	50	50
57	<b>Total regulatory adjustments to Tier 2 Capital</b>		<b>50</b>	<b>50</b>	<b>50</b>	<b>50</b>	<b>50</b>
58	<b>Tier 2 Capital (T2)</b>		<b>4,269</b>	<b>4,307</b>	<b>4,271</b>	<b>4,901</b>	<b>4,852</b>
59	<b>Total Capital (TC = T1 + T2)</b>		<b>30,049</b>	<b>30,457</b>	<b>29,653</b>	<b>29,500</b>	<b>28,838</b>
60	<b>Total risk-weighted Assets</b>			<b>234,774</b>	<b>240,076</b>	<b>215,094</b>	<b>214,233</b>
60a	<b>Common Equity Tier 1 (CET 1) Capital RWA</b>		<b>225,961</b>				
60b	<b>Tier 1 Capital RWA</b>		<b>226,289</b>				
60c	<b>Total Capital RWA</b>		<b>226,782</b>				
<b>Capital Ratios</b>							
61	Common Equity Tier 1 (as percentage of risk-weighted assets)		9.6%	9.7%	9.3%	9.9%	9.6%
62	Tier 1 (as percentage of risk-weighted assets)		11.4%	11.1%	10.6%	11.4%	11.2%
63	Total Capital (as percentage of risk-weighted assets)		13.3%	13.0%	12.4%	13.7%	13.5%
64	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)		7.0%	7.0%	7.0%	7.0%	7.0%
65	of which: capital conservation buffer requirement		2.5%	2.5%	2.5%	2.5%	2.5%
68	Common Equity Tier 1 available to meet buffers (as percentage of risk weighted assets)		9.6%	9.7%	9.3%	9.9%	9.6%
<b>OSFI all-in target</b>							
69	Common Equity Tier 1 all-in target ratio		7.0%	7.0%	7.0%	7.0%	7.0%
<b>Amounts below the thresholds for deduction</b>							
72	Non-significant investments in the capital of other financials	y - z	379	266	164	288	268
73	Significant investments in the common stock of financials	a1	1,265	1,395	1,394	1,312	1,022
74	Mortgage servicing rights (net of related tax liability)	b1	39	39	41	37	37
75	Deferred tax assets arising from temporary differences (net of related tax liability)	c1 - d1	1,922	1,847	1,822	1,835	1,736
<b>Applicable caps on the inclusion of provisions in Tier 2</b>							
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)		188	206	214	214	238
77	Cap on inclusion of provisions in Tier 2 under standardised approach		188	206	214	214	238
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings based approach (prior to application of cap)		1,386	1,451	1,436	1,383	1,344
79	Cap on inclusion of provisions in Tier 2 under internal ratings-based approach		25	44	-	116	44
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)</b>							
82	Current cap on AT1 instruments subject to phase out arrangements		3,457	3,457	3,457	3,890	3,890
83	Amounts excluded from AT1 due to cap (excess over cap after redemptions and maturities)	e1 + f1	-	-	161	-	-
84	Current cap on T2 instruments subject to phase out arrangements		4,107	4,107	4,107	4,620	4,620
85	Amounts excluded from T2 due to cap (excess over cap after redemptions and maturities)		671	750	791	324	340

- (1) "All-in" regulatory capital assumes that all Basel III regulatory adjustments are applied effective January 1, 2013 and that the capital value of instruments which no longer qualify as regulatory capital under Basel III rules will be phased out at a rate of 10% per year from January 1, 2013 and continuing to January 1, 2022.
- (2) Row numbering, as per OSFI July 2013 advisory, is provided for consistency and comparability in the disclosure of elements of capital among banks and across jurisdictions. Banks are required to maintain the same row numbering per OSFI advisory, however certain rows are removed because there are no values in such rows.
- (3) Cross reference to Consolidated Balance Sheet under regulatory scope (page 36).
- (4) For regulatory capital purposes only. Not included in consolidated balance sheet.
- (5) Net amount after deducting defined benefit pension assets to which the bank has unrestricted and unfettered access.
- (6) \$450MM capital trust securities that are deconsolidated under IFRS 10 but still qualify as Additional Tier 1 Capital are included in line 33.
- (7) \$688MM (after phase-out) Trust Subordinate note that is deconsolidated under IFRS but still qualify as Tier 2 Capital is included in line 47.

CONSOLIDATED BALANCE SHEET

	Balance sheet as in Report to Shareholders Q3 2014	Under regulatory scope of consolidation (1) Q3 2014	Cross Reference (2)		Balance sheet as in Report to Shareholders Q3 2014	Under regulatory scope of consolidation (1) Q3 2014	Cross Reference (2)
(\$ millions except as noted)					(\$ millions except as noted)		
<b>Assets</b>					<b>Liabilities and Equity</b>		
<b>Cash and Cash Equivalents</b>	38,250	38,275			<b>Deposits</b>		
<b>Interest Bearing Deposits with Banks</b>	5,800	5,784			Banks	22,865	22,865
<b>Securities</b>	149,541	143,615			Business and governments	243,808	243,808
Investment in own shares					Individuals	132,550	132,550
Investments in own shares CET1 (if not already netted off paid-in capital on reported balance sheet)		35	n		<b>Total deposits</b>	<b>399,223</b>	<b>399,223</b>
Non-significant investments in the capital of other financials below threshold (3)		11,445	y		<b>Other Liabilities</b>		
Significant investments in deconsolidated subsidiaries and other financial institutions (4)		1,673	t+x+a1		Derivative instruments	28,151	28,067
Significant investment in capital of other financials					Acceptances	9,651	9,651
Significant investments in capital of other financial institutions reflected in regulatory capital					Securities sold but not yet purchased	28,366	28,366
Amount exceeding the 15% threshold		-	h1		Investments in own shares not derecognized for accounting purposes		0
Significant investment in common stock of financials below threshold		583			Non-significant investments in common equity of other financials		11,066
of which: portion related to embedded goodwill		89	p1		Other Securities sold but not yet purchased		-
<b>Securities Borrowed or Purchased Under Resale Agreements</b>	49,452	49,452			Securities lent or sold under repurchase agreement	40,606	40,606
<b>Loans</b>					Current tax liabilities	255	255
Residential mortgages	99,484	99,484			Deferred tax liabilities (5)	185	185
Consumer installment and other personal	64,286	64,286			related to goodwill		150
Credit cards	7,976	7,976			related to intangibles		459
Business and governments	115,812	115,646			related to deferred tax assets excluding those arising from temporary differences		85
Customers' liability under acceptances	9,651	9,651			related to defined-benefit pension fund net assets		44
Allowance for credit losses	(1,768)	(1,768)			of which deducted from regulatory capital		44
Allowance reflected in Tier 2 regulatory capital		212	w		of which not deducted from regulatory capital		-
Shortfall of provisions to expected loss		0	k1		related to deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback		108
<b>Total net loans and acceptances</b>	<b>295,441</b>	<b>295,275</b>			Other	42,147	35,283
<b>Other Assets</b>					of which: liabilities of subsidiaries, other than deposits		90
Derivative instruments	26,825	26,825			Less: amount (of liabilities of subsidiaries) phased out		(13)
Premises and equipment	2,174	1,992	e		Liabilities of subsidiaries after phase out		77
Goodwill	5,253	5,253			<b>Total other liabilities</b>	<b>149,361</b>	<b>142,413</b>
Intangible assets	2,020	2,020	g		<b>Subordinated Debt</b>		
Current tax assets	770	770			Non qualifying subordinated debt	3,948	3,948
Deferred tax assets (5)	2,962	2,967			of which redemption has been announced (in the last month of the quarter)		-
Deferred tax assets excluding those arising from temporary differences		1,599	i		Less: regulatory amortization		60
Deferred tax assets arising from temporary differences		2,030	c1		Non qualifying subordinated debt subject to phase out		-
of which Deferred tax assets arising from temporary differences under the threshold		2,030			Less: amount of subordinated debt phased out		546
of which amount exceeding 15% threshold		-	i1		<b>Non qualifying subordinated debt after phase out</b>		<b>3,342</b>
Other	8,344	7,656			<b>Equity</b>		
Defined-benefit pension fund net assets		272			Share capital	15,194	15,194
of which Defined-benefit pension fund net assets as per regulatory capital (6)		206	i		Preferred shares		
of which the bank has unrestricted and unfettered access		67			Directly issued qualifying Additional Tier 1 instruments		1,200
Mortgage servicing rights		39			Non-qualifying preferred shares for accounting purposes		0
of which Mortgage servicing rights under the threshold		39	b1		Non-qualifying preferred shares subject to phase out		1,840
of which amount exceeding the 15% threshold		-	j1		Less amount (of preferred shares) phased out		-
<b>Total Assets</b>	<b>586,832</b>	<b>579,884</b>			Non qualifying preferred shares after phase out		1,840
					Common shares		
					Directly issued qualifying CET1		12,154
					Contributed surplus	310	310
					Retained earnings	16,724	16,724
					Accumulated other comprehensive income	991	991
					Cash flow hedges		82
					Other AOCI		909
					<b>Total shareholders' equity</b>	<b>33,219</b>	<b>33,219</b>
					Non-controlling interests in subsidiaries	1,081	1,081
					of which portion allowed for inclusion into Tier 1 capital		1,042
					less amount phased out		-
					Innovative instruments after phase out		1,042
					Other additional Tier 1 issued by subs after phase out		10
					<b>Total equity</b>	<b>34,300</b>	<b>34,300</b>
					<b>Total Liabilities and Equity</b>	<b>586,832</b>	<b>579,884</b>

(1) Balance sheet under regulatory scope does not include the following entities: BMO Life Insurance Company and BMO Reinsurance Limited.  
 BMO Life Insurance Company (\$6,820 million assets and nominal equity) covers the development and marketing of individual and group life, accident and health insurance and annuity products in Canada. BMO Reinsurance Limited (\$128 million assets, \$3 million equity) covers the reinsurance of life, health and disability insurance risks as well as property & casualty insurance risks, including catastrophe risks. The business reinsured is written by insurers and reinsurers principally in North America and Europe.

(2) Cross Reference to Basel III Regulatory Capital (All-in basis) (page 35).

(3) Includes synthetic holdings of non-significant capital investments in banking, financial and insurance entities

(4) Under Basel III, significant investments in financial services entities that are outside the scope of regulatory consolidation are deducted from a bank's capital using the corresponding deduction approach (e.g. investments in non-common Tier 1 are deducted from a bank's non-common Tier 1 capital) except that investments in common equity capital of a significant investment which represents less than 10% of the bank's CET1 are risk weighted at 250% and are not deducted provided the sum of such investments, deferred tax assets related to timing differences and mortgage servicing rights are less than 15% of the bank's CET1.

(5) Deferred tax assets and liabilities are presented on the balance sheet net by legal jurisdiction

(6) Net amount after deducting defined benefit pension assets to which the bank has unrestricted and unfettered access.

**RISK-WEIGHTED ASSETS (RWA)**

	Basel III Q3 2014						Basel III						Basel II	
	Exposure at Default (EAD)			RWA			Q2 2014	Q1 2014	Q4 2013	Q3 2013	Q2 2013	Q1 2013	Q4 2012	Q3 2012
	Standardized approach	Advanced approach	Total	Standardized approach	Advanced approach (7)	Total	RWA	RWA	RWA	RWA	RWA	RWA	RWA	RWA
(\$ millions except as noted)														
Credit Risk														
Wholesale														
Corporate including specialized lending	16,144	171,061	187,205	16,163	64,614	80,777	81,037	85,270	78,671	75,411	74,172	75,164	70,841	70,394
Corporate small and medium enterprises (SMEs)	-	59,953	59,953	-	35,730	35,730	37,427	29,557	26,594	24,870	23,829	23,725	22,120	22,332
Sovereign	131	77,288	77,419	66	1,204	1,270	1,510	1,251	904	849	732	685	645	773
Bank	316	34,712	35,028	318	3,967	4,285	4,798	5,249	4,448	3,945	4,383	4,973	4,853	4,856
Retail														
Residential mortgages excluding home equity line of credits (HELOCs)	3,613	87,994	91,607	2,070	6,057	8,127	8,607	8,756	8,711	9,111	9,019	8,755	8,578	9,355
HELOCs	1,215	42,705	43,920	815	5,788	6,603	6,841	6,828	6,579	8,201	7,704	7,057	7,725	7,866
Qualifying revolving retail (QRR)	-	28,482	28,482	-	3,925	3,925	4,033	4,384	4,580	4,741	4,623	5,562	5,622	6,293
Other retail (excl. SMEs)	2,212	24,090	26,302	1,326	10,452	11,778	12,759	12,764	12,410	12,260	11,950	12,066	11,513	12,045
Retail SMEs	300	3,253	3,553	237	1,369	1,606	1,628	1,595	1,535	1,541	1,232	1,160	1,135	1,182
Equity	-	1,848	1,848	-	1,305	1,305	1,456	1,485	1,366	1,352	1,270	1,356	1,359	1,322
Trading book	84	123,874	123,958	84	6,793	6,877	8,477	11,075	6,137	6,376	7,182	7,881	6,332	6,451
Securitization	-	21,492	21,492	-	2,247	2,247	3,155	4,395	4,598	4,820	5,446	6,245	6,796	7,739
Other credit risk assets - non-counterparty managed assets	-	30,383	30,383	-	15,190	15,190	16,046	17,616	14,822	15,828	15,546	14,153	17,596	14,497
Scaling factor for credit risk assets under AIRB (1)	-	-	-	-	8,437	8,437	8,738	8,578	7,934	7,621	7,391	7,611	6,840	6,945
Total Credit Risk	24,015	707,135	731,150	21,079	167,078	188,157	196,512	198,803	179,289	176,926	174,479	176,393	171,955	172,050
Market Risk (2)	-	-	-	1,843	8,529	10,372	11,431	14,494	9,154	10,758	7,252	8,292	7,598	7,320
Operational Risk (9)	-	-	-	3,988	23,444	27,432	26,831	26,779	26,651	26,549	26,243	25,986	25,677	25,417
Common Equity Tier 1 (CET 1) Capital Risk-Weighted Assets (3) (4)	24,015	707,135	731,150	26,910	199,051	225,961	234,774	240,076	215,094	214,233	207,974	210,671	205,230	204,787
Additional CVA adjustment, prescribed by OSFI, for Tier 1 Capital (10)	-	-	-	-	328	328	-	-	-	-	-	-	-	-
Tier 1 Capital Risk-Weighted Assets	-	-	-	26,910	199,379	226,289	234,774	240,076	215,094	214,233	207,974	210,671	205,230	204,787
Additional CVA adjustment, prescribed by OSFI, for Total Capital (10)	-	-	-	-	493	493	-	-	-	-	-	-	-	-
Total Capital Risk Weighted Assets (RWA)	-	-	-	26,910	199,872	226,782	234,774	240,076	215,094	214,233	207,974	210,671	205,230	204,787

RWA CVA Phase-in Calculation (10)	CVA (A)	OSFI Scalars (B)	Total RWA Before CVA phase-in (C)	CVA phase-in Adjustments (D)=A*(100%-B)	RWA Net CVA phase-in (E)=C-D
Common Equity Tier 1 (CET 1) Capital RWA	4,108	57%	227,727	1,766	225,961
Tier 1 Capital RWA	4,108	65%	227,727	1,438	226,289
Total Capital RWA	4,108	77%	227,727	945	226,782

TRANSITIONAL CAPITAL DISCLOSURE	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Transitional Basis - Basel III (5)</b>				
Common Equity Tier 1 capital (CET1)	28,621	28,348	27,926	28,153
Tier 1 capital (T1 = CET1 + AT1)	28,976	28,980	28,127	28,153
Total capital (TC = T1 + T2)	33,286	33,327	32,436	33,091
Total risk-weighted assets (3)	231,838	240,074	246,232	232,501
Common Equity Tier 1 ratio (as percentage of risk weighted assets)	12.3%	11.8%	11.3%	12.1%
Tier 1 ratio (as percentage of risk weighted assets)	12.5%	12.1%	11.4%	12.1%
Total capital ratio (as percentage of risk weighted assets)	14.4%	13.9%	13.2%	14.2%
Assets-to-Capital Multiple (6)	17.0x	16.8x	17.4x	15.6x

CAPITAL RATIOS FOR SIGNIFICANT BANK SUBSIDIARIES	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Bank of Montreal Mortgage Corporation - Basel III</b>				
<b>Transitional Basis - Basel III (5)</b>				
Common Equity Tier 1 ratio	20.1%	18.4%	17.8%	17.8%
Tier 1 ratio	20.1%	18.4%	17.8%	17.8%
Total capital ratio	20.8%	19.1%	18.4%	18.5%
<b>All-in Basis - Basel III (7)</b>				
Common Equity Tier 1 ratio	20.0%	18.3%	17.6%	17.6%
Tier 1 ratio	20.0%	18.3%	17.6%	17.6%
Total capital ratio	20.8%	19.1%	18.4%	18.5%
<b>BMO Harris Bank N.A. - Basel I (8)</b>				
Tier 1 ratio	15.0%	15.2%	15.3%	15.2%
Total capital ratio	16.4%	16.7%	16.9%	16.8%

(1) The scaling factor is applied to the risk-weighted asset amounts for credit risk under the AIRB approach.

(2) Standardized market risk is comprised of interest rate issuer risk.

(3) Under Capital Adequacy Requirements (CAR), which governs advanced approaches, the bank calculates a transitional Capital Floor based on Basel I as required by OSFI rules and may be required to increase its risk weighted assets if the Capital Floor or any other minimum Basel III transitional requirements apply. The Capital Floor did not apply in any quarter shown above on an "all-in" basis but did apply to transitional RWA in Q4 2013, Q3 2013 and Q2 2013.

(4) To calculate the AIRB credit risk RWA for BMO Financial Corp., OSFI requires the bank to calculate a transitional floor based on Harris Bankcorp credit risk RWA determined under the Standardized Approach. The floor has been applicable since Q4 12.

(5) Transitional capital ratios assume that all Basel III regulatory capital adjustments are phased in from January 1, 2014 to January 1, 2018 and that the capital value of instruments which no longer qualify as regulatory capital under Basel III rules will be phased out at a rate of 10% per year from January 1, 2013 and continuing to January 1, 2022.

(6) The Assets-to-Capital Multiple is calculated by dividing the institution's total assets, including specified off-balance sheet items, by Total capital calculated on a transitional basis, as set out in CAR.

(7) "All-in" capital ratios assume that all Basel III regulatory adjustments are applied effective January 1, 2013 and that the capital value of instruments which no longer qualify as regulatory capital under Basel III rules will be phased out at a rate of 10% per year from January 1, 2013 and continuing to January 1, 2022. OSFI expects all institutions to have attained an "all-in" target Common Equity Tier 1 ratio of 7% by the first quarter of 2013, and "all-in" target Tier 1 and Total Capital ratios of 8.5% and 10.5%, respectively, by the first quarter of 2014.

(8) Calculated using Basel I guidelines currently in effect for U.S. regulatory purposes and based on Harris N. A.'s calendar quarter-ends.

(9) BMO recently received approval for use of the Advanced Measurement Approach (AMA) in calculating operational risk capital for the majority of its businesses and now uses a blend of AMA and standardized approaches.

(10) Commencing Q1/2014, a new CVA regulatory capital charge has been applied to derivatives. For Q3/2014, OSFI introduced a new three tier capital approach with different scalars for each tier. See above for calculation and scalars percentages. For Q1/14 and Q2/14, CVA regulatory capital charge was calculated using the standardized method applied at a phased in factor of 57%.

**BASEL II REGULATORY CAPITAL (1)**

	2012 Q4	2012 Q3	2012 Q2	2012 Q1	2011 Q4	2011 Q3
<b>Qualifying Regulatory Capital</b>						
Gross regulatory common shareholders' equity	26,060	25,605	25,060	24,709	24,455	23,580
Non-cumulative preferred shares	2,465	2,465	2,465	2,464	2,861	2,861
Innovative Tier 1 Capital Instruments	1,859	1,847	1,866	1,857	2,156	2,126
Non-controlling interest in subsidiaries	16	16	21	26	38	33
Goodwill and excess intangible assets	(3,717)	(3,732)	(3,702)	(3,656)	(3,585)	(3,374)
<b>Net Tier 1 Capital</b>	<b>26,683</b>	<b>26,201</b>	<b>25,710</b>	<b>25,400</b>	<b>25,925</b>	<b>25,226</b>
Securitization-related deductions	(31)	(31)	(35)	(34)	(168)	(167)
Expected loss in excess of allowance - AIRB approach (2)	(65)	(75)	(164)	(233)	(205)	(270)
Substantial investments and investments in insurance subsidiaries (3)	(634)	(607)	(673)	(659)	(481)	(445)
Other deductions	(57)	(86)	(80)	(75)	-	-
<b>Adjusted Tier 1 Capital</b>	<b>25,896</b>	<b>25,402</b>	<b>24,758</b>	<b>24,399</b>	<b>25,071</b>	<b>24,344</b>
Subordinated debt	4,351	4,386	5,721	5,813	5,896	5,858
Trust subordinated notes	800	800	800	800	800	800
Accumulated net after tax unrealized gains on Available-For-Sale Equity Securities	34	68	65	1	7	12
Eligible portion of Collective allowance for credit losses	318	331	335	359	309	292
<b>Total Tier 2 Capital</b>	<b>5,503</b>	<b>5,585</b>	<b>6,921</b>	<b>6,973</b>	<b>7,012</b>	<b>6,962</b>
Securitization-related deductions	(31)	(31)	(35)	(34)	(31)	(29)
Expected loss in excess of allowance - AIRB approach (2)	(65)	(75)	(164)	(233)	(205)	(270)
Investments in non-consolidated subsidiaries and substantial investments (3)	(634)	(607)	(673)	(659)	(855)	(875)
<b>Adjusted Tier 2 Capital</b>	<b>4,773</b>	<b>4,872</b>	<b>6,049</b>	<b>6,047</b>	<b>5,921</b>	<b>5,788</b>
<b>Total Capital</b>	<b>30,669</b>	<b>30,274</b>	<b>30,807</b>	<b>30,446</b>	<b>30,992</b>	<b>30,132</b>

<b>CAPITAL RATIOS</b>	2012 Q4	2012 Q3	2012 Q2	2012 Q1	2011 Q4	2011 Q3
Common equity ratio - Basel II basis (4)	10.5%	10.3%	9.9%	9.7%	9.6%	9.1%
Total capital ratio	14.9%	14.8%	14.9%	14.6%	14.9%	14.2%
Tier 1 ratio	12.6%	12.4%	12.0%	11.7%	12.0%	11.5%
Assets-to-Capital Multiple	15.2x	15.8x	15.1x	15.4x	13.7x	14.3x
<b>Capital Ratios for Significant Bank Subsidiaries</b>						
Bank of Montreal Mortgage Corporation - Basel II basis						
Tier 1 ratio	15.9%	18.3%	22.5%	21.1%	24.2%	22.1%
Total capital ratio	16.7%	19.3%	23.7%	22.3%	25.5%	23.3%
BMO Harris Bank N.A. - Basel I basis (5)						
Tier 1 ratio	15.6%	14.8%	14.5%	14.3%	13.8%	16.0%
Total capital ratio	17.5%	17.0%	16.8%	16.7%	16.2%	17.8%

(1) 2011 figures have not been restated to reflect the adoption of IFRS, which was, for regulatory capital purposes, phased in over five quarters commencing Q1, 2012.

(2) Under Basel II, the collective allowance is attributed to Standardized and AIRB portfolios based on their respective proportion of RWA. When expected losses as calculated under the AIRB approach exceed total provisions attributed to the AIRB portfolio, 50% of the difference is deducted from Tier 1 capital and 50% is deducted from Tier 2 capital. When the expected losses as calculated under the AIRB approach are below total provisions attributed to the AIRB portfolio, the difference is added to Tier 2 up to a limit equal to the lower of 0.6% AIRB risk weighted assets or the amount of the collective allowances. The collective allowance attributed to the Standardized portfolio is included in Tier 2 capital up to 1.25% of credit risk-weighted assets subject to the Standardized Approach.

(3) Under Basel II, substantial investments are deducted 50% from Tier 1 capital and 50% from Tier 2 capital except that investments in insurance subsidiaries held prior to January 1, 2007 are deducted from Tier 2 capital until the end of 2011. Effective 2012, these investments in insurance subsidiaries are deducted 50% from Tier 1 capital and 50% from Tier 2 capital.

(4) The Common equity ratio - Basel II basis is not a prescribed regulatory capital ratio and has been calculated by BMO as gross regulatory common equity less Basel II capital deductions divided by RWA. Sometimes this ratio is also referred to as the Basel II Tier 1 common ratio.

(5) Calculated using Basel I guidelines currently in effect for U.S. regulatory purposes and based on Harris N.A.'s calendar quarter-ends.



**FLOW STATEMENT OF REGULATORY CAPITAL**

(\$ millions except as noted)	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Common Equity Tier 1 Capital</b>				
<b>Opening Balance</b>	22,728	22,340	21,227	20,626
New capital issues	83	38	30	55
Redeemed capital	-	(7)	-	(177)
Gross dividends (deduction)	(532)	(517)	(518)	(505)
Shares issued in lieu of dividends (add back)				
Profit for the quarter (attributable to shareholders of the parent company)	1,110	1,062	1,048	1,061
Removal of own credit spread (net of tax)	23	12	(7)	13
Movements in other comprehensive income				
– Currency Translation Differences	(98)	(303)	906	152
– Available-for-sale securities	59	11	(60)	62
– Other (1)	(98)	21	(140)	-
Goodwill and other intangible assets (deduction, net of related tax liability)	(1,693)	11	(161)	(19)
Other, including regulatory adjustments and transitional arrangements				
– Deferred tax assets that rely on future profitability (excluding those arising from temporary differences)	58	73	(67)	21
– Prudential Valuation Adjustments (3)	(49)		-	-
– Other (2)	5	(13)	82	(62)
<b>Closing Balance</b>	21,596	22,728	22,340	21,227
<b>Other non-core Tier 1 (Additional Tier 1) Capital</b>				
<b>Opening Balance</b>	3,422	3,042	3,372	3,359
New 'non-core' Tier 1 (Additional Tier 1) eligible capital issues	700	493	-	-
Redeemed capital	-	(275)	-	-
Other, including regulatory adjustments and transitional arrangements (4)	62	162	(330)	13
<b>Closing Balance</b>	4,184	3,422	3,042	3,372
<b>Total Tier 1 Capital</b>	25,780	26,150	25,382	24,599
<b>Tier 2 Capital</b>				
<b>Opening Balance</b>	4,307	4,271	4,901	4,853
New Tier 2 eligible capital issues	-	-	-	-
Redeemed capital	-	-	-	-
Amortization adjustments	(63)	-	-	-
Other, including regulatory adjustments and transitional arrangements (5)	25	36	(630)	48
<b>Closing Balance</b>	4,269	4,307	4,271	4,901
<b>Total Regulatory Capital</b>	30,049	30,457	29,653	29,500

(1) Includes: AOCI on pension and other post-employment benefits.

(2) Includes: Expected Loss in excess of allowances, defined benefit pension assets (net of related deferred tax liability) deductions, changes in contributed surplus and threshold deductions.

(3) Valuation adjustment for illiquid positions is now deducted from CET1 capital and was previously deducted from Tier 1 capital.

(4) Includes: Corresponding deductions from Additional Tier 1 Capital and adjustment due to the reclassification of Non-Cumulative 5-Year Rate Reset Preferred Shares Series 27 from liabilities to equity.

(5) Includes: Eligible allowances, transitional arrangements (phased-out amount) and corresponding deductions from Tier 2 Capital.

**CREDIT RISK RISK-WEIGHTED ASSETS (RWA) MOVEMENT BY KEY DRIVERS**

(\$ millions except as noted)	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Opening Credit RWA, beginning of quarter</b>	196,512	198,803	179,289	176,926
Book size (1)	(2,660)	(226)	6,326	162
Book quality (2)	(2,620)	(2,407)	(711)	(2,219)
Model Updates (3)	(358)	1,804	1,489	3,154
Methodology and Policy (4)	(2,478)	-	6,351	-
Acquisitions and disposals	271	n.a.	n.a.	n.a.
Foreign exchange movements	(510)	(1,462)	6,059	1,266
Other	-	n.a.	n.a.	n.a.
<b>Closing Credit RWA, end of quarter</b>	<b>188,157</b>	<b>196,512</b>	<b>198,803</b>	<b>179,289</b>

(1) Book size includes organic changes in book size and composition (including new business and maturing loans).

(2) Book quality captures the quality of book changes caused by experience such as underlying customer behaviour or demographics, including changes through model calibrations/realignments.

(3) Model updates includes model implementation, change in model scope or any change to address model malfunctions.

(4) Methodology and policy includes methodology changes to the calculations driven by regulatory policy changes, such as new regulation.

**MARKET RISK RISK-WEIGHTED ASSETS (RWA) MOVEMENT BY KEY DRIVERS**

(\$ millions except as noted)	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Market Risk RWA, beginning of quarter</b>	11,431	14,494	9,154	10,758
Movement in risk levels (1)	(892)	(2,208)	5,042	490
Model updates (2)	(167)	(855)	-	(2,094)
Methodology and policy (3)	-	-	298	-
Acquisition and disposals	-	-	-	-
Foreign exchange movement and others	-	-	-	-
<b>Market Risk RWA, end of quarter</b>	<b>10,372</b>	<b>11,431</b>	<b>14,494</b>	<b>9,154</b>

(1) Movement in risks levels includes changes in risk due to position changes and market movements.

(2) Model updates includes updates to the model to reflect recent experience, change in model scope.

(3) Methodology changes to the calculations driven by regulatory policy changes.

**EQUITY SECURITIES EXPOSURE AMOUNT**

(\$ millions except as noted)

	2014 Q3	2014 Q2	2014 Q1	2013 Q4	2013 Q3	2013 Q2
Equity investments used for capital gains (Merchant Banking)	505	540	545	537	536	534
Equity investments used for mutual fund seed capital	19	28	30	37	40	40
Equity used for other (including strategic investments)	1,324	1,434	1,465	1,313	1,290	1,233
<b>Total Equity Exposure</b>	<b>1,848</b>	<b>2,002</b>	<b>2,040</b>	<b>1,887</b>	<b>1,866</b>	<b>1,807</b>

**EQUITY INVESTMENT SECURITIES (1)**

(\$ millions except as noted)

	Q3 2014			Q2 2014			Q1 2014			Q4 2013		
	Book Value	Market Value	Unrealized Gain (Loss)	Book Value	Market Value	Unrealized Gain (Loss)	Book Value	Market Value	Unrealized Gain (Loss)	Book Value	Market Value	Unrealized Gain (Loss)
Grandfathered												
Public	42	42	-	41	41	-	40	40	-	37	37	-
Private												
Direct funds	136	136	-	151	151	-	139	139	-	135	135	-
Indirect funds	63	63	-	70	70	-	74	74	-	76	76	-
<b>Total Grandfathered</b>	<b>241</b>	<b>241</b>	<b>-</b>	<b>262</b>	<b>262</b>	<b>-</b>	<b>253</b>	<b>253</b>	<b>-</b>	<b>248</b>	<b>248</b>	<b>-</b>
Non-grandfathered												
Public	25	25	-	31	31	-	50	50	-	58	58	-
Private												
Direct funds	252	252	-	402	402	-	431	431	-	385	385	-
Indirect funds	396	396	-	401	401	-	386	386	-	375	375	-
Other	934	765	(169)	906	582	(324)	920	591	(329)	821	547	(274)
<b>Total Non-grandfathered</b>	<b>1,607</b>	<b>1,438</b>	<b>(169)</b>	<b>1,740</b>	<b>1,416</b>	<b>(324)</b>	<b>1,787</b>	<b>1,458</b>	<b>(329)</b>	<b>1,639</b>	<b>1,365</b>	<b>(274)</b>
<b>Total Equities</b>	<b>1,848</b>	<b>1,679</b>	<b>(169)</b>	<b>2,002</b>	<b>1,678</b>	<b>(324)</b>	<b>2,040</b>	<b>1,711</b>	<b>(329)</b>	<b>1,887</b>	<b>1,613</b>	<b>(274)</b>

Total realized gains or losses arising from sales or liquidations in the reporting period			15			12			26			1
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(1) The schedule consists of corporate equity securities in the banking book only. Excluded are investments in deconsolidated subsidiaries and substantial investments, which are deducted (voluntarily in the case of merchant banking specialized financing entity investments) from capital for Basel II regulatory capital calculation purposes.

**EXPOSURE COVERED BY CREDIT RISK MITIGATION (1)**

(\$ millions except as noted)

	Q3 2014				Q2 2014				Q1 2014			
	Standardized		AIRB		Standardized		AIRB		Standardized		AIRB	
	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives
Corporate (incl specialized lending and SMEs treated as corporate)	16,144	532	232,451	21,984	15,724	415	227,677	19,699	16,197	464	228,437	19,788
Sovereign	131	-	124,050	47,460	132	-	113,139	41,665	127	-	115,224	40,360
Bank	316	62	35,167	1,436	264	-	38,970	1,617	210	-	37,620	1,355
Total Corporate, Sovereign and Bank	16,591	594	391,668	70,880	16,120	415	379,786	62,981	16,534	464	381,281	61,503
Residential mortgages excluding home equity line of credits (HELOCs)	3,614	55	39,339	-	4,117	-	42,714	-	4,265	67	43,768	-
HELOCs	1,215	-	42,705	-	1,296	-	42,426	-	1,567	-	42,315	-
Other retail excl. SMEs and QRR	2,212	487	24,090	-	3,522	518	23,964	-	3,335	512	24,689	-
Qualifying revolving retail	-	-	28,482	-	-	-	28,807	-	-	-	33,884	-
Retail SMEs	300	-	3,253	-	322	-	3,277	-	356	-	3,236	-
Total Retail	7,341	542	137,869	-	9,257	518	142,188	-	9,523	579	147,892	-
Total Bank Banking Book Portfolios	23,932	1,136	529,537	70,880	25,377	933	521,974	62,981	26,057	1,043	529,173	61,503

(1) Credit risk mitigants herein include only credit derivatives and guarantees. Includes \$48.7 billion NHA or other mortgage insurance guarantees.

Commercial collateral is reflected in the risk parameters (PDs, LGDs) for AIRB exposures and risk weights for exposures under the Standardized approach. None of the Standardized exposures have eligible financial collateral.

(2) Gross exposure means gross of all allowances for credit loss.

**CREDIT RISK EXPOSURE BY GEOGRAPHIC REGION (3)**

(\$ millions except as noted)

	Q3 2014				Q2 2014				Q1 2014			
	Canada	U.S.	Other	Total	Canada	U.S.	Other	Total	Canada	U.S.	Other	Total
Corporate (incl specialized lending and SMEs treated as corporate)	129,635	111,126	6,397	247,158	124,734	111,903	6,098	242,735	127,430	105,448	11,188	244,066
Sovereign	24,201	48,422	4,796	77,419	22,290	44,970	4,357	71,617	23,032	47,443	4,766	75,241
Bank	7,547	10,637	16,844	35,028	8,842	11,574	18,439	38,855	10,177	9,308	17,945	37,430
Total Corporate, Sovereign and Bank	161,383	170,185	28,037	359,605	155,866	168,447	28,894	353,207	160,639	162,199	33,899	356,737
Residential mortgages excluding home equity line of credits (HELOCs)	81,743	9,864	-	91,607	79,175	10,355	-	89,530	78,501	10,610	-	89,111
HELOCs	35,590	8,330	-	43,920	35,401	8,321	-	43,722	35,286	8,596	-	43,882
Other retail excl. SMEs and QRR	17,230	9,072	-	26,302	18,791	8,695	-	27,486	19,414	8,610	-	28,024
Qualifying revolving retail	28,437	45	-	28,482	29,807	-	-	29,807	33,884	-	-	33,884
Retail SMEs	2,870	683	-	3,553	2,901	698	-	3,599	2,906	686	-	3,592
Total Retail	165,870	27,994	-	193,864	166,075	28,069	-	194,144	169,991	28,502	-	198,493
Total Bank	327,253	198,179	28,037	553,469	321,941	196,516	28,894	547,351	330,630	190,701	33,899	555,230

**CREDIT RISK EXPOSURE BY INDUSTRY (3)**

(\$ millions except as noted)

	Q3 2014						Q2 2014						Q1 2014	Q4 2013
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Total	Total
Agriculture	8,854	1,834	-	35	-	10,723	8,657	1,636	-	17	-	10,310	10,402	10,365
Communications	779	1,015	-	233	-	2,027	799	878	-	269	-	1,946	2,047	2,109
Construction	3,131	2,989	-	612	-	6,732	2,992	2,767	-	626	-	6,385	6,392	6,075
Financial (4)	76,434	14,252	1	2,596	40,867	134,150	73,427	14,151	1	2,403	39,543	129,525	138,077	103,634
Government	45,045	1,839	-	980	9,240	57,104	44,314	1,848	-	1,013	8,283	55,458	56,007	55,559
Manufacturing	13,117	8,901	60	1,151	-	23,229	12,856	8,915	30	1,145	-	22,946	23,341	21,817
Mining	1,015	1,917	1	433	-	3,366	849	2,120	-	466	-	3,435	3,570	3,204
Other	23,556	173	-	528	98	24,355	24,097	170	-	2,997	-	27,965	24,626	16,003
Real estate	19,063	6,199	-	1,131	-	26,393	18,948	6,177	-	1,176	-	26,301	26,298	24,293
Retail trade	11,108	4,665	-	564	-	16,337	11,708	4,516	-	574	-	16,798	16,592	14,601
Service industries	19,974	8,503	6	2,816	-	31,299	18,627	8,223	7	2,895	-	29,752	29,739	34,713
Transportation	2,501	1,485	1	533	-	4,520	2,448	1,467	-	539	-	4,454	4,520	4,253
Utilities	1,896	3,839	-	1,426	-	7,161	1,891	3,668	-	1,459	-	7,018	7,079	6,643
Wholesale trade	8,106	4,310	-	462	-	12,878	7,478	3,966	-	394	-	11,838	11,864	11,757
Individual	141,519	37,749	-	233	-	179,501	140,867	38,650	-	244	-	179,761	182,205	181,548
Oil and Gas	5,356	6,365	-	621	-	12,362	5,827	5,755	-	575	-	12,157	10,724	10,039
Forest products	687	574	-	71	-	1,332	732	512	-	58	-	1,302	1,147	1,019
Total	382,141	106,629	69	14,425	50,205	553,469	376,517	105,419	38	14,554	50,823	547,351	555,230	507,632

(3) Credit exposure excluding Equity, Securitization, Trading Book and other.

(4) Includes \$41.1 billion of deposits with Financial Institutions as at July 31, 2014 (\$38.5 billion as at April 30, 2014, \$37.6 billion as at January 31, 2014 and \$28.7 billion as at October 31, 2013).

**CREDIT RISK EXPOSURE BY MAJOR ASSET CLASS (1)**

(\$ millions except as noted)

	Q3 2014						Q2 2014						Q1 2014	Q4 2013
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Total	Total
Basel III Asset Classes														
Corporate (incl specialized lending and SMEs treated as corporate)	139,215	64,005	69	12,171	31,698	247,158	135,213	61,932	37	12,372	33,181	242,735	244,066	214,252
Sovereign	63,697	2,136	-	1,122	10,464	77,419	59,506	2,133	-	1,128	8,850	71,617	75,241	67,877
Bank	23,116	2,755	-	1,114	8,043	35,028	26,306	2,720	1	1,036	8,792	38,855	37,430	30,044
Total Corporate, Sovereign and Bank Exposure	226,028	68,896	69	14,407	50,205	359,605	221,025	66,785	38	14,536	50,823	353,207	356,737	312,173
Residential mortgages excluding home equity line of credits (HELOCs)	91,348	259	-	-	-	91,607	89,261	269	-	-	-	89,530	89,111	88,597
HELOCs	31,861	12,059	-	-	-	43,920	31,855	11,867	-	-	-	43,722	43,882	42,823
Other retail excl. SMEs and QRR	24,907	1,395	-	-	-	26,302	26,131	1,355	-	-	-	27,486	28,024	27,168
Qualifying revolving retail	6,320	22,162	-	-	-	28,482	6,543	23,264	-	-	-	29,807	33,884	33,314
Retail SMEs	1,677	1,858	-	18	-	3,553	1,702	1,879	-	18	-	3,599	3,592	3,557
Total Retail Exposures	156,113	37,733	-	18	-	193,864	155,492	38,634	-	18	-	194,144	198,493	195,459
Total Gross Credit Exposures	382,141	106,629	69	14,425	50,205	553,469	376,517	105,419	38	14,554	50,823	547,351	555,230	507,632

**CREDIT RISK BY RESIDUAL CONTRACT MATURITY BREAKDOWN**

(\$ millions except as noted)

	Q3 2014						Q2 2014						Q1 2014	Q4 2013
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Total	Total
Up to 1 year	158,207	65,021	64	9,498	49,949	282,739	151,779	65,263	33	9,128	50,693	276,896	294,100	254,096
1 to 5 years	184,551	38,317	5	4,885	256	228,014	184,569	38,941	5	5,386	130	227,031	218,923	214,659
Greater than 5 years	39,383	3,291	-	42	-	42,716	40,169	3,215	-	40	-	43,424	42,207	38,877
Total	382,141	106,629	69	14,425	50,205	553,469	376,517	105,419	38	14,554	50,823	547,351	555,230	507,632

**PORTFOLIO BREAKDOWN BY BASEL APPROACHES**

(\$ millions except as noted)

	Q3 2014				Q2 2014				Q1 2014			
	Standardized		AIRB		Standardized		AIRB		Standardized		AIRB	
	Drawn	Credit Equivalent Amount on Undrawn	Drawn	Credit Equivalent Amount on Undrawn	Drawn	Credit Equivalent Amount on Undrawn	Drawn	Credit Equivalent Amount on Undrawn	Drawn	Credit Equivalent Amount on Undrawn	Drawn	Credit Equivalent Amount on Undrawn
Corporate (incl specialized lending and SMEs treated as corporate)	13,327	2,212	125,888	61,793	12,996	2,046	122,217	59,886	13,291	2,123	115,147	62,146
Sovereign	24	106	63,673	2,030	25	106	59,481	2,027	27	99	62,953	2,137
Bank	176	33	22,940	2,722	178	15	26,128	2,705	181	21	25,608	2,705
Total Corporate, Sovereign & Bank	13,527	2,351	212,501	66,545	13,199	2,167	207,826	64,618	13,499	2,243	203,708	66,988
Residential mortgages excluding home equity line of credits (HELOCs)	3,613	-	87,735	259	4,117	-	85,144	269	4,265	-	84,582	264
HELOCs	1,215	-	30,646	12,059	1,296	-	30,559	11,867	1,567	-	30,603	11,712
Other retail excl. SMEs and QRR	2,212	-	22,695	1,395	3,522	-	22,609	1,355	3,335	-	22,517	2,172
Qualifying revolving retail	-	-	6,320	22,162	-	-	6,543	23,264	-	-	6,580	27,304
Retail SMEs	300	-	1,377	1,858	322	-	1,380	1,879	356	-	1,353	1,865
Total Retail	7,340	-	148,773	37,733	9,257	-	146,235	38,634	9,523	-	145,635	43,317
Total Bank	20,867	2,351	361,274	104,278	22,456	2,167	354,061	103,252	23,022	2,243	349,343	110,305

(1) Credit exposure excluding Equity, Securitization, Trading Book and other.

**CREDIT EXPOSURE OF PORTFOLIOS UNDER STANDARDIZED APPROACH BY RISK WEIGHT (1)**

(\$ millions)

		Q3 2014							
Risk Weights	0%	20%	35%	50%	75%	100%	150%	Total	
Total Wholesale portfolios									
Corporate (incl SMEs treated as Corporate)	-	212	-	121	-	15,262	532	16,127	
Sovereign	-	-	-	129	-	2	-	131	
Bank	-	-	-	-	-	312	4	316	
Total Wholesale portfolios	-	212	-	250	-	15,576	536	16,574	
Total Retail portfolios									
Retail residential mortgages (including HELOCs)	3	55	2,392	-	1,367	1,012	-	4,829	
Other retail	356	131	-	-	1,718	-	7	2,212	
SME treated as retail	-	-	-	-	284	-	16	300	
Total Retail portfolios	359	186	2,392	-	3,369	1,012	23	7,341	
Total	359	398	2,392	250	3,369	16,588	559	23,915	

		Q2 2014							
Risk Weights	0%	20%	35%	50%	75%	100%	150%	Total	
Total Wholesale portfolios									
Corporate (incl SMEs treated as Corporate)	-	-	-	122	-	14,763	816	15,701	
Sovereign	-	-	-	130	-	1	-	131	
Bank	-	-	-	-	-	261	3	264	
Total Wholesale portfolios	-	-	-	252	-	15,025	819	16,096	
Total Retail portfolios									
Retail residential mortgages (including HELOCs)	-	-	3,142	-	1,589	683	-	5,414	
Other retail	371	147	-	-	2,988	5	11	3,522	
SME treated as retail	-	-	-	-	306	-	17	323	
Total Retail portfolios	371	147	3,142	-	4,883	688	28	9,259	
Total	371	147	3,142	252	4,883	15,713	847	25,355	

		Q1 2014							
Risk Weights	0%	20%	35%	50%	75%	100%	150%	Total	
Total Wholesale portfolios									
Corporate (incl SMEs treated as Corporate)	-	419	-	282	-	12,446	3,030	16,177	
Sovereign	127	-	-	-	-	-	-	127	
Bank	-	210	-	-	-	-	-	210	
Total Wholesale portfolios	127	629	-	282	-	12,446	3,030	16,514	
Total Retail portfolios									
Retail residential mortgages (including HELOCs)	-	67	3,413	-	1,655	696	-	5,831	
Other retail	355	157	-	-	2,810	5	7	3,334	
SME treated as retail	-	-	-	-	338	-	18	356	
Total Retail portfolios	355	224	3,413	-	4,803	701	25	9,521	
Total	482	853	3,413	282	4,803	13,147	3,055	26,035	

		Q4 2013							
Risk Weights	0%	20%	35%	50%	75%	100%	150%	Total	
Total Wholesale portfolios									
Corporate (incl SMEs treated as Corporate)	-	348	-	266	-	11,793	3,042	15,449	
Sovereign	67	-	-	-	-	-	-	67	
Bank	-	219	-	-	-	-	-	219	
Total Wholesale portfolios	67	567	-	266	-	11,793	3,042	15,735	
Total Retail portfolios									
Retail residential mortgages (including HELOCs)	-	67	3,330	-	1,637	660	-	5,694	
Other retail	327	155	-	-	2,649	68	7	3,206	
SME treated as retail	-	-	-	-	320	-	17	337	
Total Retail portfolios	327	222	3,330	-	4,606	728	24	9,237	
Total	394	789	3,330	266	4,606	12,521	3,066	24,972	

		Q3 2013							
Risk Weights	0%	20%	35%	50%	75%	100%	150%	Total	
Total Wholesale portfolios									
Corporate (incl SMEs treated as Corporate)	-	490	-	178	-	12,421	3,870	16,959	
Sovereign	243	-	-	-	-	-	-	243	
Bank	-	182	-	-	-	-	-	182	
Total Wholesale portfolios	243	672	-	178	-	12,421	3,870	17,384	
Total Retail portfolios									
Retail residential mortgages (including HELOCs)	-	70	3,545	-	1,713	679	-	6,007	
Other retail	174	187	-	-	2,667	69	8	3,105	
SME treated as retail	-	-	-	-	333	-	16	349	
Total Retail portfolios	174	257	3,545	-	4,713	748	24	9,461	
Total	417	929	3,545	178	4,713	13,169	3,894	26,845	

(1) Exposure amounts are net of all allowances for credit losses. Exposures reflect the risk weights of the guarantors, where applicable.

CORPORATE, SOVEREIGN AND BANK CREDIT EXPOSURE BY RISK CATEGORY UNDER AIRB APPROACH (1)

Corporate Sovereign Bank Exposures

Risk Profile	Q3 2014						Q2 2014					Q1 2014					Q4 2013				
	Total		Total		Total		Total		Total		Total		Total		Total		Total		Total		
	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	
Total investment grade	215,248	50,156	265,404	19.81%	16.97%	205,317	48,703	254,020	20.53%	18.14%	201,259	50,451	251,710	20.33%	15.93%	184,205	48,453	232,658	20.47%	15.34%	
Non-investment grade	42,897	15,788	58,685	34.32%	81.07%	42,336	15,483	57,819	34.46%	82.90%	39,681	15,992	55,673	36.25%	72.37%	36,779	14,880	51,659	36.60%	74.66%	
Watchlist	2,100	514	2,614	36.95%	177.65%	1,902	353	2,255	39.79%	201.90%	2,013	424	2,437	37.61%	150.95%	2,021	449	2,470	38.02%	151.07%	
Default (2)	911	87	998	51.86%	355.19%	970	79	1,049	52.99%	445.13%	1,834	121	1,955	117.31%	691.68%	1,981	105	2,086	104.70%	501.62%	
	261,156	66,545	327,701			250,525	64,618	315,143			244,787	66,988	311,775			224,986	61,887	286,873			

RETAIL CREDIT EXPOSURE BY PORTFOLIO AND RISK CATEGORY UNDER AIRB APPROACH (1)

Risk Profile	Q3 2014					Q2 2014					Q1 2014					Q4 2013				
	Total		Total		Total		Total		Total		Total		Total		Total		Total		Total	
	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk	Drawn	Undrawn	Exposure (1)	Average LGD%	Exposure Weighted Average Risk
Residential Mortgages and HELOCs (\$ millions)																				
Exceptionally low	1,054	4,855	5,909	58.10%	5.17%	1,011	4,696	5,707	57.01%	5.26%	1,046	4,539	5,585	57.09%	5.26%	983	4,198	5,181	56.78%	5.24%
Very low	44,283	6,533	50,816	14.29%	3.37%	46,703	6,491	53,194	14.37%	3.39%	48,188	6,512	54,700	14.31%	3.36%	47,622	6,294	53,916	14.20%	3.33%
Low	11,570	577	12,147	24.03%	17.23%	11,111	587	11,698	24.08%	17.01%	11,738	568	12,306	24.22%	17.43%	11,216	512	11,728	23.94%	16.70%
Medium	8,559	325	8,884	31.83%	57.54%	9,553	336	9,889	30.77%	55.70%	8,684	328	9,012	32.86%	59.63%	8,925	296	9,221	31.95%	57.92%
High	3,472	22	3,494	16.68%	72.00%	3,736	19	3,755	16.96%	73.54%	3,533	24	3,557	17.44%	75.19%	3,503	15	3,518	17.64%	76.38%
Default	788	6	794	49.51%	13.07%	890	7	897	48.78%	12.47%	917	5	922	47.11%	12.35%	829	4	833	46.98%	20.16%
	69,726	12,318	82,044			73,004	12,136	85,140			74,106	11,976	86,082			73,078	11,319	84,397		
Qualifying Revolving Retail (\$ millions)																				
Exceptionally low	118	9,736	9,854	82.28%	1.88%	166	9,765	9,931	82.47%	1.88%	202	11,604	11,806	79.72%	1.79%	320	11,472	11,792	80.03%	1.81%
Very low	559	5,711	6,270	79.38%	4.20%	599	6,748	7,347	82.23%	4.11%	1,689	10,535	12,224	75.15%	3.90%	1,711	9,904	11,615	74.41%	3.94%
Low	2,971	5,021	7,992	78.22%	10.41%	2,940	5,090	8,030	78.01%	10.40%	2,561	3,364	5,925	86.71%	16.36%	2,578	3,165	5,743	87.30%	16.47%
Medium	2,344	1,513	3,857	89.00%	47.73%	2,500	1,505	4,005	88.92%	48.51%	1,826	1,621	3,447	87.74%	57.45%	2,073	1,593	3,666	88.81%	58.88%
High	290	177	467	80.55%	172.08%	299	151	450	80.49%	170.31%	263	170	433	77.96%	172.24%	293	160	453	80.88%	177.79%
Default	40	5	45	64.67%	0.00%	39	5	44	63.59%	0.00%	39	10	49	61.89%	0.00%	36	9	45	61.66%	0.00%
	6,320	22,162	28,482			6,543	23,264	29,807			6,580	27,304	33,884			7,011	26,303	33,314		
Other Retail and Retail SME (\$ millions)																				
Exceptionally low	80	338	418	89.66%	9.09%	75	336	411	89.29%	9.06%	71	626	697	75.21%	7.61%	71	585	656	74.46%	7.55%
Very low	7,920	1,465	9,385	60.98%	19.98%	7,720	1,437	9,157	61.39%	20.10%	7,889	1,983	9,872	61.60%	19.55%	7,521	1,826	9,447	62.24%	19.76%
Low	7,926	1,029	8,955	62.88%	40.15%	8,084	1,027	9,111	62.92%	40.15%	7,959	964	8,923	62.64%	41.59%	7,995	979	8,974	62.41%	41.29%
Medium	7,689	343	8,032	59.90%	71.90%	7,656	352	8,008	60.02%	71.96%	7,499	380	7,879	59.51%	72.01%	7,255	371	7,626	59.46%	71.98%
High	336	76	412	66.73%	128.58%	339	80	419	67.57%	128.51%	346	82	428	66.89%	128.58%	294	79	373	64.76%	125.54%
Default	121	2	123	57.66%	2.82%	115	2	117	57.00%	0.60%	106	2	108	57.48%	0.35%	86	2	88	59.29%	0.87%
	24,072	3,253	27,325			23,989	3,234	27,223			23,870	4,037	27,907			23,222	3,942	27,164		
Recap of AIRB and Standardized Portfolios (\$ millions)																				
Total AIRB wholesale credit exposure by risk ratings	261,156	66,545				250,525	64,618				244,787	66,988				224,986	61,887			
Retail AIRB credit exposure by portfolio and risk ratings																				
Residential mortgages	69,726	12,318				73,004	12,136				74,106	11,976				73,078	11,319			
Qualifying revolving retail	6,320	22,162				6,543	23,264				6,580	27,304				7,011	26,303			
Other retail and Retail SME	24,072	3,253				23,989	3,234				23,870	4,037				23,222	3,942			
Total Standardized portfolio	20,867	2,351				22,456	2,167				23,022	2,243				22,064	2,103			
Total Portfolio	382,141	106,829				376,517	105,419				372,365	112,548				350,361	105,554			

(1) Figures are adjusted exposure at default amounts (Post Credit Risk Mitigation).

(2) Beginning in Q2 2014, the transitional floor RWA adjustment for Harris Bankcorp previously reported in default row has been assigned to the PD Ranges. Comparative figures have not been restated.

WHOLESALE CREDIT EXPOSURE BY PORTFOLIO AND RISK CATEGORY UNDER AIRB APPROACH (1), (3)

Risk Profile (5 millions except as noted)	BMO Rating	PD Range	Moody's Investors Service implied equivalent	Standard & Poor's implied equivalent	Q3 2014					Q2 2014				
					Exposure at Default	Average PD (%)	Exposure Weighted Average LGD%	RWA	Exposure Weighted Average Risk weight	Exposure at Default	Average PD (%)	Exposure Weighted Average LGD%	RWA	Exposure Weighted Average Risk weight
<b>Investment Grade</b>														
I-1		≤0.02%	Aaa/Aa1	AAA/AA+	51,554	0.01%	0.65%	93	0.18%	87,507	0.01%	6.49%	53	0.06%
I-2		>0.02% to ≤0.03%	Aa2/Aa3	AA/AA-	19,887	0.03%	5.76%	515	2.59%	21,016	0.03%	6.18%	544	2.59%
I-3		>0.03% to ≤0.07%	A1/A2/A3	A+/A-	31,468	0.04%	17.91%	3,781	12.02%	31,250	0.04%	20.68%	4,227	13.53%
I-4		>0.07% to ≤0.11%	Baa1	BBB+	27,254	0.08%	27.24%	4,678	17.17%	28,010	0.08%	27.63%	5,021	17.92%
I-5		>0.11% to ≤0.19%	Baa2	BBB	25,260	0.14%	35.15%	8,078	31.98%	25,874	0.14%	37.22%	8,340	32.23%
I-6		>0.19% to ≤0.32%	Baa3	BBB-	30,942	0.24%	34.77%	11,981	38.72%	29,746	0.24%	35.27%	11,683	39.27%
I-7		>0.32% to ≤0.54%	Ba1	BB+	30,385	0.43%	34.17%	15,487	50.97%	30,617	0.43%	35.41%	16,205	52.97%
					216,750			44,613		254,020			46,073	
<b>Non-investment grade</b>														
S-1		>0.54% to ≤0.91%	Ba2	BB	27,752	0.80%	33.15%	18,357	66.15%	26,775	0.80%	32.77%	17,278	64.53%
S-2		>0.91% to ≤1.54%	Ba3	BB-	19,446	1.19%	35.19%	16,815	86.47%	18,355	1.19%	35.40%	16,113	87.79%
S-3		>1.54% to ≤2.74%	B1	B+	8,400	2.32%	34.86%	8,386	99.83%	9,177	2.32%	36.86%	10,346	112.74%
S-4		>2.74% to ≤5.16%	B2	B	3,087	4.05%	37.93%	4,017	130.10%	3,512	4.10%	36.20%	4,195	119.44%
					58,685			47,575		57,819			47,932	
<b>Watchlist</b>														
P-1		>5.16% to ≤9.70%	B3	B-	1,474	8.41%	33.74%	2,263	153.51%	1,000	8.27%	36.49%	1,684	168.38%
P-2		>9.70% to ≤18.23%	Caa1/Caa2/Caa3	CCC/CC	966	14.45%	40.47%	1,918	198.70%	1,093	14.43%	42.80%	2,426	221.92%
P-3		>18.23% to <100%			174	24.63%	44.57%	463	265.14%	162	24.55%	39.82%	443	273.75%
					2,614			4,644		2,255			4,553	
<b>Default (2)</b>														
T-1, D-1 to D-2		100%			997	100.00%	51.86%	3,543	355.19%	1,049	100.00%	52.99%	4,669	445.13%
					997			3,543		1,049			4,669	
<b>Total</b>					279,046			100,375		315,143			103,227	

(1) Figures are adjusted exposure at default amounts.

(2) Beginning in Q2 2014, the transitional floor RWA adjustment for Harris Bankcorp previously reported in default row has been assigned to the PD Ranges.

(3) Beginning in Q3 2014, certain insured mortgages previously reported in this table are included in the retail table below. Comparative figures have not been restated.

CREDIT QUALITY OF AIRB EXPOSURE - RETAIL PORTFOLIOS (1)

Risk Profile (5 millions except as noted)	PD Range	Q3 2014								EL adjusted Average Risk weight % (2)
		EAD	Notional of undrawn commitments	Exposure weighted-average EAD %	Exposure weighted-average PD (%)	Exposure weighted-average LGD%	Exposure weighted-average risk weight %	RWA	Expected Losses (EL)	
<b>Canadian Residential Mortgages and HELOCs</b>										
<b>Insured Drawn and Undrawn (3)</b>										
Exceptionally low	≤0.05%	47,150	-	100.00%	0.00%	15.92%	0.14%	65	-	0.13%
Very low	>0.05% to ≤0.20%	1,401	-	100.00%	0.08%	35.20%	24.23%	339	-	24.60%
Low	>0.20% to ≤0.75%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%
Medium	>0.75% to ≤7.0%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%
High	>7.0% to ≤99.9%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%
Default	100%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%
		48,551	-					404	-	
<b>Uninsured Undrawn (4)</b>										
Exceptionally low	≤0.05%	1,897	5,203	26.71%	0.03%	14.20%	1.31%	25	-	1.36%
Very low	>0.05% to ≤0.20%	6,513	15,314	29.84%	0.07%	14.34%	2.50%	163	1	2.63%
Low	>0.20% to ≤0.75%	183	570	24.28%	0.63%	15.16%	13.96%	25	-	15.16%
Medium	>0.75% to ≤7.0%	68	191	26.10%	3.02%	17.60%	44.41%	30	1	51.65%
High	>7.0% to ≤99.9%	20	51	28.53%	34.08%	18.16%	83.20%	17	1	161.45%
Default	100%	5	6	47.26%	100.00%	25.65%	0.00%	-	1	320.58%
		8,686	21,335					260	4	
<b>Uninsured Drawn (5)</b>										
Exceptionally low	≤0.05%	-	-	-	0.03%	16.82%	1.53%	-	-	1.53%
Very low	>0.05% to ≤0.20%	41,863	-	-	0.10%	13.25%	3.20%	1,340	6	3.37%
Low	>0.20% to ≤0.75%	10,206	-	-	0.67%	14.67%	13.59%	1,387	10	14.78%
Medium	>0.75% to ≤7.0%	4,706	-	-	1.91%	13.49%	25.71%	1,210	13	29.26%
High	>7.0% to ≤99.9%	3,176	-	-	11.81%	11.57%	48.36%	1,536	50	68.21%
Default	100%	200	-	-	100.00%	16.71%	47.44%	95	26	208.88%
		60,151	-	-				5,568	105	
<b>Qualifying Revolving Credit</b>										
Exceptionally low	≤0.05%	9,851	26,810	26.87%	0.03%	82.28%	1.88%	185	3	2.20%
Very low	>0.05% to ≤0.20%	6,271	6,664	48.48%	0.09%	79.38%	4.20%	263	4	5.06%
Low	>0.20% to ≤0.75%	7,991	10,806	42.51%	0.26%	78.22%	10.41%	832	17	13.01%
Medium	>0.75% to ≤7.0%	3,857	1,763	68.63%	1.72%	89.00%	47.73%	1,841	58	66.56%
High	>7.0% to ≤99.9%	467	276	62.90%	20.02%	80.55%	172.08%	804	74	370.23%
Default	100%	45	12	79.69%	100.00%	64.67%	0.00%	-	29	808.40%
		28,482	46,331					3,925	185	
<b>Other Retail (6)</b>										
Exceptionally low	≤0.05%	4,430	4,334	50.55%	0.03%	77.21%	7.20%	319	-	7.49%
Very low	>0.05% to ≤0.20%	11,751	1,618	87.90%	0.15%	55.14%	17.70%	2,080	10	18.70%
Low	>0.20% to ≤0.75%	10,713	2,330	82.14%	0.42%	65.56%	39.93%	4,277	28	43.17%
Medium	>0.75% to ≤7.0%	12,320	672	94.83%	1.99%	57.05%	78.63%	9,687	143	93.10%
High	>7.0% to ≤99.9%	710	139	83.66%	23.23%	68.48%	210.21%	1,492	107	398.19%
Default	100%	712	4	99.40%	100.00%	60.34%	1.71%	12	12	769.72%
		40,636	9,097					17,867	225	
		186,506	76,763					28,024	1,019	

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

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

(3) Includes insured drawn and undrawn Canadian residential mortgages and home equity lines of credit (e.g. CMHC insured mortgages)

(4) Includes only uninsured undrawn Canadian residential mortgages and home equity lines of credit

(5) Includes only uninsured drawn Canadian residential mortgages and home equity lines of credit

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



**WHOLESALE CREDIT EXPOSURE BY RISK RATING (1)**  
(Canadian \$ in millions)

	Q3 2014							Q2 2014						
	Drawn			Undrawn			Total Exposures	Drawn			Undrawn			Total Exposures
	Bank	Corporate	Sovereign	Bank	Corporate	Sovereign		Bank	Corporate	Sovereign	Bank	Corporate	Sovereign	
Total investment grade	19,182	85,877	110,189	2,687	45,410	2,059	265,404	22,144	83,261	99,913	2,662	43,975	2,065	254,020
Non-investment grade	3,951	38,740	206	247	15,535	6	58,685	4,129	37,041	1,166	177	15,298	8	57,819
Watchlist	10	2,086	4	4	510	-	2,614	38	1,854	10	16	337	-	2,255
Default	16	895	-	-	87	-	998	-	970	-	-	79	-	1,049
	23,159	127,598	110,399	2,938	61,542	2,065	327,701	26,311	123,126	101,089	2,855	59,689	2,073	315,143

(1) Figures are adjusted exposures at default amounts (Post Credit Risk Mitigation)

**RETAIL CREDIT DRAWN EXPOSURE EXPOSURE BY PORTFOLIO AND RISK RATING (2)**  
(Canadian \$ in millions)

	Q3 2014			Q2 2014		
	Residential mortgages and home equity lines of credit	Qualifying revolving retail	Other retail and retail small and medium-sized enterprises	Residential mortgages and home equity lines of credit	Qualifying revolving retail	Other retail and retail small and medium-sized enterprises
Risk profile (probability of default):						
Exceptionally Low ( $\leq 0.05\%$ )	5,909	9,852	418	5,707	9,931	411
Very low (> 0.05% to 0.20%)	50,816	6,270	9,385	53,194	7,347	9,157
Low (> 0.20% to 0.75%)	12,147	7,992	8,955	11,698	8,030	9,111
Medium (> 0.75% to 7.00%)	8,884	3,856	8,032	9,889	4,005	8,008
High (> 7.00% to 99.99%)	3,494	467	412	3,755	450	419
Default (100%)	794	45	123	897	44	117
	82,044	28,482	27,325	85,140	29,807	27,223

(2) Figures are adjusted exposures at default amounts (Post Credit Risk Mitigation)

Basel III Asset Classes	Q3 2014		Q2 2014		Q1 2014		Q4 2013	
	Actual loss rate (1)(2)	Expected loss rate (1)(2)	Actual loss rate (1)(2)	Expected loss rate (1)(2)	Actual loss rate (1)(2)	Expected loss rate (1)(2)	Actual loss rate (1)(2)	Expected loss rate (1)(2)
<b>Non-retail</b>								
Total Corporate (incl specialized lending and corporate SMEs)	0.13%	0.77%	0.11%	0.84%	0.07%	0.88%	0.06%	1.00%
Sovereign	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%	0.01%
Bank	0.00%	0.12%	0.00%	0.07%	0.00%	0.08%	0.00%	0.09%
<b>Retail</b>								
Residential retail incl. HELOCs	0.09%	0.53%	0.10%	0.56%	0.13%	0.56%	0.19%	0.62%
Other retail incl. SBE	0.38%	1.07%	0.42%	1.07%	0.44%	1.13%	0.49%	1.05%
Qualifying revolving retail	1.12%	3.19%	1.35%	3.18%	1.67%	3.46%	1.97%	3.29%

**General**

Expected Loss rates which represent the loss rate predicted at the beginning of the most recent four quarter period are calculated using "through the cycle" risk parameters while actual loss rates are determined at a "point in time" and reflect more current economic conditions. "Through the cycle" parameters are conservatively estimated to include a long time horizon and as a result, actual losses may exceed expected losses during an economic downturn and may fall below expected losses during times of economic growth.

**1. Non-retail actual and expected loss rates are measured as follows:**

Actual loss rate represents the 'point in time' credit losses (change in specific allowance plus write-offs) less recoveries for the current and last three quarters divided by the quarterly average of outstandings for the same period beginning 15 months ago.

Expected loss rate is calculated using Basel III 'through the business cycle' parameters (PDxLGDxEAD) plus Best Estimate of Expected Loss for defaulted assets (BEEL), divided by outstanding balances at the beginning of the applicable four-quarter period.

**2. Retail actual and expected loss rates are measured as follows:**

Actual loss rate represents write-offs net of recoveries for the current and prior three quarters divided by the quarterly average of outstanding balances for the same period beginning 15 months ago.

Expected loss rate is calculated using Basel III parameters PDxLGDxEAD plus Best Estimate of Expected Losses for defaulted assets (BEEL) divided by outstanding balances at the beginning of the applicable four-quarter period.

- For residential mortgages, actual loss rate also includes changes in specific allowances for the applicable four-quarter period.

**Commentary****Non-Retail**

**Corporate Portfolios** – Actual Losses for Q3 F2014 continued to be low, reflecting more benign economic environment. EL measures were also stable quarter over quarter. Results for the current quarter are in line with observations over the past two years and are reflective of the overall stability of underlying credit risk parameters in the Corporate portfolio during that time.

**Bank and Sovereign** – Actual Losses continued to be \$nil. EL measures have remained stable.

**Retail**

Overall, the Actual Loss rates for all retail asset classes are well below Expected Loss rates. Actual losses for Residential Retail and Other Retail asset classes are relatively stable. For Qualifying Revolving Retail (QRR) asset class, the actual loss rate has declined due to changes in portfolio mix generated by growth and certain securitization transactions over time. Expected Loss rates are stable quarter over quarter for all asset classes.

ESTIMATED AND ACTUAL LOSS PARAMETERS UNDER AIRB APPROACH



Risk Profile (\$ millions except as noted)	Q3 2014						Q2 2014					
	PD (1) (2)		LGD (3) (4)		EAD (5) (6)		PD (1) (2)		LGD (3) (4)		EAD (5) (6)	
	Average estimated %	Actual %	Average estimated %	Actual %	Estimated \$	Actual \$	Average estimated %	Actual %	Average estimated %	Actual %	Estimated \$	Actual \$
<b>Wholesale</b>												
Corporate including specialized lending (7)	1.33%	0.58%	36.97%	52.74%	167	141	1.41%	0.64%	38.43%	45.45%	261	247
Corporate small and medium enterprises (SMEs)	1.41%	0.56%	35.88%	23.41%	129	84	1.49%	0.67%	35.91%	25.97%	115	71
Sovereign	0.27%	0.00%	8.24%	0.00%	-	-	0.28%	0.00%	9.31%	0.00%	-	-
Bank	0.58%	0.00%	17.00%	0.00%	-	-	0.61%	0.00%	17.75%	0.00%	-	-
<b>Retail</b>												
Residential mortgages excluding home equity line of credits (HELOCs) - Uninsured only (8)	1.02%	1.13%	48.02%	41.73%	320	320	1.09%	1.26%	53.65%	48.17%	340	340
HELOCs	0.64%	0.66%	65.74%	52.47%	226	216	0.68%	0.65%	70.09%	59.65%	226	215
Qualifying revolving retail (QRR)	1.29%	1.25%	94.64%	81.00%	412	394	1.24%	1.17%	94.88%	82.11%	414	396
Other retail (excl. SMEs)	4.34%	4.34%	90.34%	85.33%	229	230	4.38%	4.42%	90.60%	85.88%	221	222
Retail SMEs	1.14%	0.90%	98.58%	92.18%	20	15	1.16%	0.85%	98.53%	92.28%	20	15

(1) Wholesale PDs are based on a borrower weighted average. There have been no Bank or Sovereign defaults in the past 12 months.

(2) Retail PD is based on account weighted average.

(3) Wholesale LGDs are expressed as an exposure weighted average.

(4) Retail LGD is based on weighted average of LGD eligible accounts.

(5) Wholesale EAD represented predicted vs. realized comparison for defaults in the previous 12 months. Term products are not included. No defaults in the Bank and Sovereign asset classes within the past 12 months.

(6) Retail EAD represents predicted vs. realized comparison for defaults in the previous 12 months.

(7) Realized LGD was higher than predicted LGD as a result of a small number of Corporate facilities resolved at the end of F2013. This has an immaterial effect on the overall LGD calibration that is based on more than 10 years of data. The impact has become more prominent in recent quarters because other low loss facilities have moved out of the 12 month rolling average. Excluding the outlier, realized LGD aligns with predicted.

(8) Mortgages insured by Canada Mortgage And Housing Corporation and private mortgage insurers are primarily included in Sovereign.

**REGULATORY CAPITAL CHARGES FOR SECURITIZATION EXPOSURES RETAINED OR PURCHASED BY RISK WEIGHTS**

(\$ millions)

Traditional Securitizations Risk Weights	Q3 2014		Q2 2014		Q1 2014		Q4 2013		Q3 2013	
	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required
Bank Assets										
7%	1,965	11	1,598	9	1,448	8	1,448	8	1,448	8
7.01% - 25%	17	-	17	-	17	-	37	-	36	-
25.01% - 50%	-	-	-	-	-	-	-	-	-	-
Greater than 50%	-	-	-	-	-	-	-	-	-	-
Less amount excluded from capital requirements for exceeding maximum KIRB capital (2)	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures, net of deductions</b>	<b>1,982</b>	<b>11</b>	<b>1,615</b>	<b>9</b>	<b>1,465</b>	<b>8</b>	<b>1,485</b>	<b>8</b>	<b>1,484</b>	<b>8</b>
Exposures Deducted:										
From Tier 1 Capital:										
Credit Card Receivables (3)	-	-	-	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-	-	-	-	-
From Total Capital:										
Residential Mortgages	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures Deducted</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Bank Assets Total Exposures</b>	<b>1,982</b>	<b>11</b>	<b>1,615</b>	<b>9</b>	<b>1,465</b>	<b>8</b>	<b>1,485</b>	<b>8</b>	<b>1,484</b>	<b>8</b>
Third Party Assets										
7%	15,204	85	17,814	100	16,548	93	8,147	46	7,975	45
7.01% - 25%	3,811	32	4,329	33	3,231	26	11,824	77	13,681	88
25.01% - 50%	3	-	9	-	65	3	110	4	101	3
50.01% - 100%	200	13	211	14	117	6	55	3	71	3
Greater than 100%	-	-	-	-	-	-	-	-	124	42
Default	-	-	49	49	164	164	177	177	182	182
<b>Total Exposures, net of deductions</b>	<b>19,218</b>	<b>130</b>	<b>22,412</b>	<b>196</b>	<b>20,125</b>	<b>292</b>	<b>20,313</b>	<b>307</b>	<b>22,134</b>	<b>363</b>
Exposures Deducted:										
From Total Capital:										
Collateralized Debt Obligations (AAA/R-1 (High) Securities)	-	-	-	-	-	-	-	-	-	-
Montreal Accord Assets	-	-	-	-	-	-	-	-	-	-
Residential Mortgages (Uninsured)	-	-	-	-	-	-	-	-	-	-
Other Pool Type	-	-	-	-	-	-	-	-	-	-
Trading Securities Reclassified to AFS	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures Deducted</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Third Party Assets Total Exposures</b>	<b>19,218</b>	<b>130</b>	<b>22,412</b>	<b>196</b>	<b>20,125</b>	<b>292</b>	<b>20,313</b>	<b>307</b>	<b>22,134</b>	<b>363</b>
<b>Total Exposures</b>	<b>21,200</b>	<b>141</b>	<b>24,027</b>	<b>205</b>	<b>21,590</b>	<b>300</b>	<b>21,798</b>	<b>315</b>	<b>23,618</b>	<b>371</b>

(1) Exposure amounts are on balance sheet values and the credit equivalent amount for off-balance sheet exposures.

(2) KIRB - IRB capital of underlying assets as though they had not been securitized.

(3) Since inception, no capital has been assessed for the Bank's early amortization provisions associated with the investors' interest in Master Credit Card Trust because the excess spread of the underlying portfolio has remained above the threshold at which capital charges would be incurred.

REGULATORY CAPITAL CHARGES FOR RESECURITIZATION EXPOSURES RETAINED OR PURCHASED BY RISK WEIGHTS

(\$ millions)	Q3 2014		Q2 2014		Q1 2014		Q4 2013	
	Exposure Amount <sup>(1)</sup>	Capital Required	Exposure Amount <sup>(1)</sup>	Capital Required	Exposure Amount <sup>(1)</sup>	Capital Required	Exposure Amount <sup>(1)</sup>	Capital Required
<b>Traditional Securitizations</b>								
<b>Risk Weights</b>								
Bank Assets								
7%	-	-	-	-	-	-	-	-
7.01% - 25%	-	-	-	-	-	-	-	-
25.01% - 50%	-	-	-	-	-	-	-	-
Greater than 50%	-	-	-	-	-	-	-	-
Less amount excluded from capital requirements for exceeding maximum KIRB capital <sup>(2)</sup>	-	-	-	-	-	-	-	-
Total Exposures, net of deductions	-	-	-	-	-	-	-	-
Exposures Deducted:								
From Tier 1 Capital:								
Credit Card Receivables <sup>(3)</sup>	-	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-	-	-
From Total Capital:								
Residential Mortgages	-	-	-	-	-	-	-	-
Total Exposures Deducted	-	-	-	-	-	-	-	-
Bank Assets Total Exposures	-	-	-	-	-	-	-	-
Third Party Assets								
7%	-	-	-	-	-	-	-	-
7.01% - 25%	205	4	292	5	384	7	464	9
25.01% - 50%	-	-	-	-	-	-	21	1
50.01% - 100%	-	-	-	-	10	1	19	2
Greater than 100%	87	34	104	42	108	43	105	42
Default	-	-	-	-	-	-	-	-
Total Exposures, net of deductions	292	38	396	47	502	51	609	54
Exposures Deducted:								
From Total Capital:								
Collateralized Debt Obligations (AAA/R-1 (High) Securities)	-	-	-	-	-	-	-	-
Commerical Mortgages	-	-	-	-	-	-	-	-
Montreal Accord Assets	-	-	-	-	-	-	-	-
Residential Mortgages (Uninsured)	-	-	-	-	-	-	-	-
Other Pool Type	-	-	-	-	-	-	-	-
Equipment Loans/Leases	-	-	-	-	-	-	-	-
Total Exposures Deducted	-	-	-	-	-	-	-	-
Third Party Assets Total Exposures	292	38	396	47	502	51	609	54
Total Exposures	292	38	396	47	502	51	609	54

(1) Exposure amounts are on balance sheet values and the credit equivalent amount for off-balance sheet exposures. Unrated positions and positions with ratings below investment-grade are deducted from capital.

(2) KIRB - IRB capital of underlying assets as though they had not been securitized.

(3) Since inception, no capital has been assessed for the Bank's early amortization provisions associated with the investors' interest in Master Credit Card Trust because the excess spread of the underlying portfolio has remained above the threshold at which capital charges would be incurred.

**REGULATORY CAPITAL CHARGES FOR TRADING SECURITIZATION EXCLUDING RESECURITIZATION  
RETAINED OR PURCHASED BY RISK WEIGHTS**

(\$ millions)	Q3 2014		Q2 2014		Q1 2014		Q4 2013	
	RBA/Inferred Rating/IAA Exposure Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Exposure Amount	Capital Required
<b>Trading Securitizations Excluding Resecuritization Exposures</b>								
<b>Risk Weights (#1669)</b>								
Exposures Included In Risk-Weighted Assets								
7%	-	-	-	-	-	-	-	-
7.01% - 25%	152	2	131	2	156	2	115	2
25.01% - 50%	2	-	6	-	2	-	1	-
50.01% - 100%	18	18	5	4	3	-	5	-
Greater than 100%	-	-	-	-	-	-	-	-
Default	-	-	-	-	-	-	-	-
Less amount excluded from capital requirements for exceeding maximum KIRB capital	-	-	-	-	-	-	-	-
<b>Total Exposures excluding Resecuritization, net of deductions (1)</b>	<b>172</b>	<b>20</b>	<b>142</b>	<b>6</b>	<b>161</b>	<b>2</b>	<b>121</b>	<b>2</b>
Exposures Deducted From Tier 1 Capital:								
Auto loans/leases	-	-	-	-	-	-	-	-
Credit card receivables	-	-	-	-	-	-	-	-
Residential mortgages (insured)	-	-	-	-	-	-	-	-
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-
Commercial mortgages	-	-	-	-	-	-	-	-
Personal line of credit	-	-	-	-	-	-	-	-
Equipment loans/leases	-	-	-	-	-	-	-	-
Trade receivables	-	-	-	-	-	-	-	-
Corporate loans	-	-	-	-	-	-	-	-
Daily auto rental	-	-	-	-	-	-	-	-
Floorplan finance receivables	-	-	-	-	-	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-	-	-	-	-
Other pool type	-	-	-	-	-	-	-	-
<b>Total Trading Exposures excluding Resecuritization Deducted from Tier 1 Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Exposures Deducted from Total Capital:								
Auto loans/leases	-	-	-	-	-	-	-	-
Credit card receivables	-	-	-	-	-	-	-	-
Residential mortgages (insured)	-	-	-	-	-	-	-	-
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-
Commercial mortgages	-	-	-	-	-	-	-	-
Personal line of credit	-	-	-	-	-	-	-	-
Equipment loans/leases	-	-	-	-	-	-	-	-
Trade receivables	-	-	-	-	-	-	-	-
Corporate loans	-	-	-	-	-	-	-	-
Daily auto rental	-	-	-	-	-	-	-	-
Floorplan finance receivables	-	-	-	-	-	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-	-	-	-	-
Other pool type	-	-	-	-	-	-	-	-
<b>Total Trading Exposures excluding Resecuritization Deducted from Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Trading Exposures Excluding Resecuritization</b>	<b>172</b>	<b>20</b>	<b>142</b>	<b>6</b>	<b>161</b>	<b>2</b>	<b>121</b>	<b>2</b>

(1) Excluding Resecuritization Exposures of \$254 million in Q3'14.

**AGGREGATE AMOUNT OF TRADING SECURITIZATION EXCLUDING RESECURITIZATION EXPOSURES RETAINED  
OR PURCHASED BY EXPOSURE TYPE**

(\$ millions except as noted)	Q3 2014 Exposure	Q2 2014 Exposure	Q1 2014 Exposure	Q4 2013 Exposure
<b>Asset Classes</b>				
Auto loans/leases	-	-	-	1
Credit card receivables	99	117	141	92
Residential mortgages (insured)	-	-	-	-
Residential mortgages (uninsured)	1	3	-	3
Commercial mortgages	-	-	-	-
Personal line of credit	-	-	-	-
Equipment loans/leases	1	1	1	-
Trade receivables	-	-	-	-
Corporate loans	-	-	-	-
Daily auto rental	18	5	17	18
Floorplan finance receivables	-	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-
Other pool type	53	16	2	7
<b>Total Trading Securitization Excluding Resecuritization</b>	<b>172</b>	<b>142</b>	<b>161</b>	<b>121</b>

**BASEL GLOSSARY**

**Adjusted EAD:** Represents EAD that has been redistributed to a more favourable PD band or a different Basel Asset Class as a result of collateral (Credit Risk Mitigation - CRM). All AIRB disclosures aggregated into PD (probability of default) bands use Adjusted EAD values.

**AIRB (Advanced Internal Ratings Based approach):** The AIRB approach is the most advanced of the range of options for determining the capital requirements for credit risk. This option allows banks to use their own internal model to measure credit risk capital requirements, subject to regulatory approval. OSFI has indicated that it expects the largest Canadian Banks to adopt the AIRB approach.

**Capital Adequacy Requirements (CAR):** OSFI's Capital Adequacy Requirements guideline dated December 2012.

**Capital Floor:** A capital floor based on Basel I is calculated by banks which use the AIRB approach to credit risk, as required by our regulator.

**Commitments (Undrawn):** The EAD on the difference between the authorized and drawn amounts (e.g., the unused portion of a line of credit) before adjustments for credit risk mitigation.

**Credit Equivalent Amount (CEA) on Undrawn:** An estimate of the amount of credit risk exposure on off-balance items under the Standardized Approach for credit risk.

**Drawn:** The amount of funds invested or advanced to a customer. Does not include adjustments for credit risk mitigation.

**Exposure at Default (EAD):** EAD for on-balance sheet amounts represents outstandings, grossed up by specific provisions and write-offs. EAD for Off balance sheet and Undrawn are estimates.

**Exposure at Default OTC Derivatives:** Represent the net gross positive replacement costs plus the potential credit exposure amount.

**Exposure Weighted Average LGD** represents the  $(\sum (\text{Adjusted EAD of each exposure} \times \text{its LGD}))$  divided by the total Adjusted EAD.

**Exposure Weighted Average Risk Weight** is the  $(\sum \text{pre-scaled RWA for each exposure} / \text{Total Adjusted EAD})$ .

**Grandfathered Equity Securities in the Banking Book:** Under Basel II OSFI exempts equity investments held as of October 31, 2007 from the AIRB approach for a period of 10 years starting November 1, 2007 to October 31, 2017. During that time, these "grandfathered" holdings will be risk weighted at 100%.

**HELOCs:** Home Equity Lines of Credit comprise lines of credit secured by equity in a residential property.

**OSFI:** Office of the Superintendent of Financial Institutions.

**Other Off Balance Sheet Items:** All off-balance sheet arrangements other than derivatives and undrawn commitments such as Standby Letters of Credit and Documentary Credits.

**QRR (Qualifying Revolving Retail):** Includes exposures that are revolving, unsecured and uncommitted to individuals up to a maximum amount of \$125,000 to a single individual.

**Repo Style Transactions:** Includes repurchase and reverse repurchase agreements and securities lending and borrowing.

**Scaling Factor:** The scaling factor is applied to the risk weighted assets amount for credit risk assessed under the AIRB approach. The objective of the scaling factor is to broadly maintain the aggregate level of Basel I minimum capital requirements, while also providing incentives to adopt the more advanced risk-sensitive approaches.

**Standardized Approach:** This approach is the least complicated of the range of options available to banks to measure credit risk capital requirements. This option allows banks to measure credit risk capital requirements by multiplying exposures by defined percentages based on the exposures product type and external credit rating (if applicable).