



# Supplementary Regulatory Capital Disclosure

For the Quarter Ended - January 31, 2015

# Q1 | 15

**BMO**  **Financial Group**

We're here to help.™

For further information, contact:

LISA HOFSTATTER  
Managing Director, Investor Relations  
416.867.7019

[lisa.hofstatter@bmo.com](mailto:lisa.hofstatter@bmo.com)

[www.bmo.com/investorrelations](http://www.bmo.com/investorrelations)

WILLA HOFFMANN  
Director, Investor Relations  
416.867.6956

[willa.hoffmann@bmo.com](mailto:willa.hoffmann@bmo.com)

	Page
<b>Basel Regulatory Capital, Risk-Weighted Assets and Capital Ratios</b>	<b>1-7</b>
<b>Basel Equity Securities Exposures</b>	<b>8</b>
<b>Basel Credit Risk schedules</b>	<b>9-16</b>
- Credit Exposures Covered by Risk Mitigants, by Geographic Region and by Industry	9
- Credit Exposures by Asset Class, by Contractual Maturity, by Basel Approaches	10
- Credit Exposures by Risk Weight - Standardized	11
- Credit Exposure by Portfolio And Risk Ratings - AIRB	12-13
- Wholesale Credit Exposure by Risk Rating	14
- Retail Credit Exposure by Portfolio and Risk Rating	14
- AIRB Credit Risk Exposure: Loss Experience	15
- Estimated and Actual Loss Parameters Under AIRB Approach	16
<b>Basel Securitization and Re-Securitization Exposures</b>	<b>17-19</b>
<b>Securitization and Re-Securitization Exposures</b>	<b>20-21</b>
<b>Derivative Instruments - Basel</b>	<b>22</b>
<b>Basel Glossary</b>	<b>23</b>

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

BASEL III REGULATORY CAPITAL (All-in basis) (1) (2)

		Cross reference (3)	2015 Q1	2014 Q4	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	12,676	12,661	12,464	12,384	12,349	12,318	12,320
2	Retained earnings	c	17,489	17,237	16,724	16,162	15,617	15,224	14,780
3	Accumulated other comprehensive income (and other reserves)	d	4,112	1,375	991	1,100	1,425	602	274
6	<b>Common Equity Tier 1 Capital before regulatory adjustments</b>		<b>34,277</b>	<b>31,273</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		65	58	49	-	-	-	-
8	Goodwill (net of related tax liability)	e+p1-f	5,808	5,284	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	1,773	1,591	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)	h-j	1,757	1,528	1,514	1,572	1,645	1,578	1,600
11	Cash flow hedge reserve	k	711	141	82	55	109	(8)	(122)
12	Shortfall of provisions to expected losses	l	22	-	-	-	7	-	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities (4)	k1	84	2	(12)	11	24	17	29
15	Defined benefit pension fund net assets (net of related tax liability) (5)	l-m	115	202	162	219	192	328	322
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	n - o	-	23	35	1	4	19	27
22	Amount exceeding the 15% threshold		-	-	-	-	-	-	-
23	of which: significant investments in the common stock financials	h1	-	10	-	-	-	30	-
24	of which: mortgage servicing rights	j1	-	-	-	-	-	1	-
25	of which: deferred tax assets arising from temporary differences	l1	-	13	-	-	-	42	-
28	<b>Total regulatory adjustments to Common Equity Tier 1 Capital</b>		<b>10,335</b>	<b>8,852</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>23,942</b>	<b>22,421</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	1,200	1,200	493	-	-	-
33	Directly issued capital instruments subject to phase out from Additional Tier 1 (6)	p + r	2,337	3,332	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	9	7	10	10	11	11	11
35	of which: instruments issued by subsidiaries subject to phase out		9	7	10	10	11	11	11
38	<b>Additional Tier 1 Capital before regulatory adjustments</b>		<b>3,546</b>	<b>4,539</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	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>358</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>3,188</b>	<b>4,181</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>27,130</b>	<b>26,602</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>									
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	m1	1,033	1,002	-	-	-	-	-
47	Directly issued capital instruments subject to phase out from Tier 2 Capital (7)	n	3,554	4,027	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)	u	40	80	77	129	130	176	172
49	of which: instruments issued by subsidiaries subject to phase out		40	80	77	129	130	176	172
50	Collective allowances	w	215	266	212	250	214	331	282
51	<b>Tier 2 Capital before regulatory adjustments</b>		<b>4,842</b>	<b>5,375</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	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>	<b>50</b>	<b>50</b>
58	<b>Tier 2 Capital (T2)</b>		<b>4,792</b>	<b>5,325</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>31,922</b>	<b>31,927</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>237,529</b>	<b>222,092</b>	<b>225,961</b>				
60b	<b>Tier 1 Capital RWA</b>		<b>237,940</b>	<b>222,428</b>	<b>226,289</b>				
60c	<b>Total Capital RWA</b>		<b>238,292</b>	<b>222,931</b>	<b>226,782</b>				
<b>Capital Ratios</b>									
61	Common Equity Tier 1 ratio (as percentage of risk-weighted assets)		10.1%	10.1%	9.6%	9.7%	9.3%	9.9%	9.6%
62	Tier 1 ratio (as percentage of risk-weighted assets)		11.4%	12.0%	11.4%	11.1%	10.6%	11.4%	11.2%
63	Total Capital ratio (as percentage of risk-weighted assets)		13.4%	14.3%	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%	7.0%	7.0%
65	of which: capital conservation buffer requirement		2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
68	Common Equity Tier 1 available to meet buffers (as a % of risk weighted assets)		10.1%	10.1%	9.6%	9.7%	9.3%	9.9%	9.6%
69	<b>OSFI all-in target</b>		<b>7.0%</b>	<b>7.0%</b>	<b>7.0%</b>	<b>7.0%</b>	<b>7.0%</b>	<b>7.0%</b>	<b>7.0%</b>
<b>OSFI all-in target ratio</b>									
<b>Amounts below the thresholds for deduction</b>									
72	Non-significant investments in the capital of other financials	y - z	230	339	379	266	164	288	268
73	Significant investments in the common stock of financials	a1	1,354	1,356	1,265	1,395	1,394	1,312	1,022
74	Mortgage servicing rights (net of related tax liability)	b1	42	41	39	39	41	37	37
75	Deferred tax assets arising from temporary differences (net of related tax liability)	c1 - d1	2,114	1,989	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)		215	197	188	206	214	214	238
77	Cap on inclusion of provisions in Tier 2 under standardised approach		215	197	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)		1,460	1,382	1,386	1,451	1,436	1,383	1,344
79	Cap on inclusion of provisions in Tier 2 under internal ratings-based approach		-	69	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		3,025	3,457	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		3,594	4,107	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)		1,119	636	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 35).

(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) \$609MM (after phase-out) Trust Subordinate note that is deconsolidated under IFRS but still qualifies as Tier 2 Capital is included in line 47.

CONSOLIDATED BALANCE SHEET

	Balance sheet as in Report to Shareholders	Under regulatory scope of consolidation (1)	Cross Reference (2)		Balance sheet as in Report to Shareholders	Under regulatory scope of consolidation (1)	Cross Reference (2)
(\$ millions except as noted)	Q1 2015	Q1 2015		(\$ millions except as noted)	Q1 2015	Q1 2015	
<b>Assets</b>				<b>Liabilities and Equity</b>			
<b>Cash and Cash Equivalents</b>	44,162	44,153		<b>Deposits</b>			
<b>Interest Bearing Deposits with Banks</b>	6,597	6,544		Banks	24,310	24,310	
<b>Securities</b>	151,372	144,662		Business and governments	262,272	262,272	
Investment in own shares				Individuals	143,196	143,196	
Investments in own shares CET1 (if not already netted off paid-in capital on reported balance sheet)		-	n	<b>Total deposits</b>	429,778	429,778	
Non-significant investments in the capital of other financials below threshold (3)		5,119	y	<b>Other Liabilities</b>			
Significant investments in deconsolidated subsidiaries and other financial institutions (4)		1,762	t+x+a1	Derivative instruments	63,701	63,416	
Significant investments in capital of other financial institutions reflected in regulatory capital				Acceptances	10,986	10,986	
Amount exceeding the 15% threshold		-	h1	Securities sold but not yet purchased	30,013	30,013	
Significant investment in common stock of financials below threshold		641		Investments in own shares not derecognized for accounting purposes		-	o
Goodwill embedded in significant investments		89	p1	Non-significant investments in common equity of other financials		4,889	z
<b>Securities Borrowed or Purchased Under Resale Agreements</b>	66,086	66,086		Other Securities sold but not yet purchased			
<b>Loans</b>				Securities lent or sold under repurchase agreement	49,551	49,551	
Residential mortgages	102,073	102,073		Current tax liabilities	262	262	
Consumer installment and other personal	65,301	65,301		Deferred tax liabilities (5)	161	161	
Credit cards	7,924	7,924		related to goodwill		181	f
Business and governments	133,193	133,011		related to intangibles		441	h
Customers' liability under acceptances	10,986	10,986		related to deferred tax assets excluding those arising from temporary differences		113	j
Allowance for credit losses	(1,847)	(1,847)		related to defined-benefit pension fund net assets		24	
Allowance reflected in Tier 2 regulatory capital		215	w	of which deducted from regulatory capital		24	m
Shortfall of provisions to expected loss		22	k1	of which not deducted from regulatory capital		-	
<b>Total net loans and acceptances</b>	317,630	317,448		related to deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback		136	d1
<b>Other Assets</b>				Other	45,142	37,101	
Derivative instruments	62,989	62,989		of which: liabilities of subsidiaries, other than deposits		52	
Premises and equipment	2,334	2,155		Less: amount (of liabilities of subsidiaries) phased out		(12)	
Goodwill	5,900	5,900	e	Liabilities of subsidiaries after phase out		40	v
Intangible assets	2,214	2,214	g	<b>Total other liabilities</b>	199,816	191,490	
Current tax assets	579	579		<b>Subordinated Debt</b>			
Deferred tax assets (5)	3,385	3,377		Qualifying subordinated debt		1,033	m1
Deferred tax assets excluding those arising from temporary differences		1,870	i	Non qualifying subordinated debt	4,964	3,931	
Deferred tax assets arising from temporary differences		2,250	c1	of which redemption has been announced (in the last month of the quarter)		-	
of which Deferred tax assets arising from temporary differences below the threshold		2,250		Less: regulatory amortization		60	
of which amount exceeding 15% threshold		-	i1	Non qualifying subordinated debt subject to phase out		926	
Other	9,110	7,925		Less: amount phased out		2,945	u
Defined-benefit pension fund net assets		109		<b>Equity</b>			
of which Defined-benefit pension fund net assets as per regulatory capital (6)		139	l	Share capital	15,413	15,413	
of which the bank has unrestricted and unfettered access		(30)		Preferred shares			
Mortgage servicing rights		42		Directly issued qualifying Additional Tier 1 instruments		1,200	o1
of which Mortgage servicing rights under the threshold		42	b1	Non-qualifying preferred shares for accounting purposes		-	
of which amount exceeding the 15% threshold		-	i1	Non-qualifying preferred shares subject to phase out		1,440	e1
<b>Total Assets</b>	<b>672,358</b>	<b>664,032</b>		Less amount (of preferred shares) phased out		-	p
				Non qualifying preferred shares after phase out		1,440	
				Common shares			
				Directly issued qualifying CET1		12,373	a
				Contributed surplus	303	303	b
				Retained earnings	17,489	17,489	c
				Accumulated other comprehensive income	4,112	4,112	d
				of which: Cash flow hedges		711	k
				Other AOCI		3,401	
				<b>Total shareholders' equity</b>	37,317	37,317	
				Non-controlling interests in subsidiaries	483	483	
				of which portion allowed for inclusion into Tier 1 capital		447	
				less amount phased out		-	f1
				Innovative instruments after phase out		447	r
				Other additional Tier 1 issued by subs after phase out		9	s
				<b>Total equity</b>	37,800	37,800	
				<b>Total Liabilities and Equity</b>	<b>672,358</b>	<b>664,032</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 (\$7,632 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 (\$694 million assets and nominal 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 34).

(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. Goodwill embedded in significant investments is separated and is shown in the corresponding line below.

(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.

**SUMMARY COMPARISON OF ACCOUNTING ASSETS VS. LEVERAGE RATIO EXPOSURE MEASURE**

(\$ millions except as noted)

Item	Q1 2015
1 Total consolidated assets as per published financial statements	672,358
2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(8,377)
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
4 Adjustments for derivative financial instruments	(30,154)
5 Adjustment for securities financing transactions (ie repo assets and similar secured lending)	5,015
6 Adjustment for off balance-sheet items (ie credit equivalent amounts of off-balance sheet exposures)	82,461
7 Other adjustments	(5,842)
<b>8 Leverage Ratio Exposure (transitional basis)</b>	<b>715,461</b>

**LEVERAGE RATIO COMMON DISCLOSURE**

(\$ millions except as noted)

Item	Leverage ratio framework
<b>On-balance sheet exposures</b>	
1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	536,647
2 (Asset amounts deducted in determining Basel III transitional Tier 1 capital)	(7,583)
<b>3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)</b>	<b>529,064</b>
<b>Derivative exposures</b>	
4 Replacement cost associated with all derivative transactions (i.e. , net of eligible cash variation margin)	15,492
5 Add-on amounts for PFE associated with all derivative transactions	18,670
6 Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7 (Deductions of receivables assets for cash variation margin provided in derivative transactions)	(1,302)
8 (Exempted CCP-leg of client cleared trade exposures)	(184)
9 Adjusted effective notional amount of written credit derivatives	3,593
10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives)	(3,434)
<b>11 Total derivative exposures (sum of lines 4 to 10)</b>	<b>32,835</b>
<b>Securities financing transaction exposures</b>	
12 Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions	68,024
13 (Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14 Counterparty credit risk (CCR) exposure for SFT assets	3,077
15 Agent transaction exposures	-
<b>16 Total securities financing transaction exposures (sum of lines 12 to 15)</b>	<b>71,101</b>
<b>Other off-balance sheet exposures</b>	
17 Off-balance sheet exposure at gross notional amount	248,982
18 (Adjustments for conversion to credit equivalent amounts)	(166,521)
<b>19 Off-balance sheet items (sum of lines 17 and 18)</b>	<b>82,461</b>
<b>Capital and Total Exposures - Transitional Basis</b>	
20 Tier 1 capital	29,774
<b>21 Total Exposures (sum of lines 3, 11, 16 and 19)</b>	<b>715,461</b>
<b>Leverage Ratios - Transitional Basis</b>	
<b>22 Basel III leverage ratio</b>	<b>4.2%</b>
<b>All-in basis (Required by OSFI)</b>	
23 Tier 1 capital – All-in basis	27,130
24 (Regulatory adjustments)	(10,609)
25 Total Exposures (sum of lines 21 and 24, less the amount reported in line 3) – All-in basis	712,435
<b>26 Leverage ratio – All-in basis</b>	<b>3.8%</b>

## RECONCILIATION OF RETAIL AND WHOLESALE DRAWN BALANCES TO BALANCE SHEET

(\$ millions except as noted)



Description	AIRB Credit Risk			Standardized Credit Risk	Total Credit Risk	Trading Book and other (1)	Balance Sheet
	Retail (2)	Wholesale (2)	Repo				
Cash and due from Banks	-	47,785	-	50	47,835	2,924	50,759
Securities	-	59,245	-	20	59,265	92,107	151,372
Assets Purchased under REPO	-	-	33,074	56	33,130	32,956	66,086
Loans	98,423	159,987	-	22,734	281,144	25,500	306,644
Customer Liability Under Acceptance	-	10,984	-	2	10,986	-	10,986
Derivatives	-	-	-	-	-	62,989	62,989
Other	-	5,785	-	82	5,867	17,655	23,522
	98,423	283,786	33,074	22,944	438,227	234,131	672,358

## RECONCILIATION OF TOTAL CREDIT RISK TO BALANCE SHEET

(\$ millions except as noted)

	Total Credit Risk (2)	Trading Book and other	Balance Sheet
Cash and due from Banks	47,835	2,924	50,759
Securities	59,265	92,107	151,372
Assets Purchased under REPO	33,130	32,956	66,086
Loans	281,144	25,500	306,644
Customer Liability Under Acceptance	10,986	-	10,986
Derivatives	-	62,989	62,989
Other	5,867	17,655	23,522
Total on balance sheet	438,227	234,131	672,358
Undrawn Commitments	115,712		
Other Off Balance Sheet	16,143		
Off B/S Derivatives	56		
Off B/S Repo	40,807		
Total off balance sheet	172,718		
Total Credit Risk	610,945		

(1) Includes trading book assets, securitized assets and other assets such as non significant investments, goodwill, deferred tax assets and intangibles.

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

**RISK-WEIGHTED ASSETS (RWA)**

	Basel III Q1 2015						Basel III							
	Exposure at Default (EAD)			RWA			Q4 2014	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	Q2 2013	Q1 2013
	Standardized approach	Advanced approach	Total	Standardized approach	Advanced approach (1)	Total	RWA	RWA	RWA	RWA	RWA	RWA	RWA	RWA
(\$ millions except as noted)														
<b>Credit Risk</b>														
Wholesale														
Corporate including specialized lending	18,429	205,254	223,683	18,440	70,455	88,895	81,340	80,777	81,037	85,270	78,671	75,411	74,172	75,164
Corporate small and medium enterprises (SMEs)	-	61,151	61,151	-	32,794	32,794	33,644	35,730	37,427	29,557	26,594	24,870	23,829	23,725
Sovereign	145	91,696	91,841	73	1,745	1,818	1,612	1,270	1,510	1,251	904	849	732	685
Bank	383	39,549	39,932	336	4,106	4,442	4,186	4,285	4,798	5,249	4,448	3,945	4,383	4,973
Retail														
Residential mortgages excluding home equity line of credits (HELOCs)	3,484	91,877	95,361	1,831	6,409	8,240	7,618	8,127	8,607	8,756	8,711	9,111	9,019	8,755
HELOCs	1,087	42,378	43,465	828	6,118	6,946	6,541	6,603	6,841	6,828	6,579	8,201	7,704	7,057
Qualifying revolving retail (QRR)	-	30,727	30,727	-	3,977	3,977	4,000	3,925	4,033	4,384	4,580	4,741	4,623	5,562
Other retail (excl. SMEs)	2,581	18,685	21,266	1,855	8,535	10,390	9,826	11,778	12,759	12,764	12,410	12,260	11,950	12,066
Retail SMEs	319	3,200	3,519	250	1,426	1,676	1,604	1,606	1,628	1,595	1,535	1,541	1,232	1,160
Equity	-	2,124	2,124	-	1,490	1,490	1,362	1,305	1,456	1,485	1,366	1,352	1,270	1,356
Trading book	265	178,759	179,024	265	10,291	10,556	7,359	6,877	8,477	11,075	6,137	6,376	7,182	7,881
Securitization	-	30,709	30,709	-	3,087	3,087	3,098	2,247	3,155	4,395	4,598	4,820	5,446	6,245
Other credit risk assets - non-counterparty managed assets	-	25,205	25,205	-	15,532	15,532	14,946	15,190	16,046	17,616	14,822	15,828	15,546	14,153
Scaling factor for credit risk assets under AIRB (2)	-	-	-	-	8,774	8,774	8,251	8,437	8,738	8,578	7,934	7,621	7,391	7,611
<b>Total Credit Risk</b>	<b>26,693</b>	<b>821,314</b>	<b>848,007</b>	<b>23,878</b>	<b>174,739</b>	<b>198,617</b>	<b>185,387</b>	<b>188,157</b>	<b>196,512</b>	<b>198,803</b>	<b>179,289</b>	<b>176,926</b>	<b>174,479</b>	<b>176,393</b>
Market Risk (3)	-	-	-	1,509	9,521	11,030	9,002	10,372	11,431	14,494	9,154	10,758	7,252	8,292
Operational Risk (4)	-	-	-	3,973	23,909	27,882	27,703	27,432	26,831	26,779	26,651	26,549	26,243	25,986
Common Equity Tier 1 (CET 1) Capital Risk-Weighted Assets (5) (6)	26,693	821,314	848,007	29,360	208,169	237,529	222,092	225,961	234,774	240,076	215,094	214,233	207,974	210,671
Additional CVA adjustment, prescribed by OSFI, for Tier 1 Capital (7)	-	-	-	-	411	411	336	328	-	-	-	-	-	-
Tier 1 Capital Risk-Weighted Assets	-	-	-	29,360	208,580	237,940	222,428	226,289	234,774	240,076	215,094	214,233	207,974	210,671
Additional CVA adjustment, prescribed by OSFI, for Total Capital (7)	-	-	-	-	352	352	503	493	-	-	-	-	-	-
<b>Total Capital Risk Weighted Assets (RWA)</b>				<b>29,360</b>	<b>208,932</b>	<b>238,292</b>	<b>222,931</b>	<b>226,782</b>	<b>234,774</b>	<b>240,076</b>	<b>215,094</b>	<b>214,233</b>	<b>207,974</b>	<b>210,671</b>

RWA CVA Phase-in Calculation (7)	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	5,869	64%	239,642	2,113	237,529
Tier 1 Capital RWA	5,869	71%	239,642	1,702	237,940
Total Capital RWA	5,869	77%	239,642	1,350	238,292

TRANSITIONAL CAPITAL DISCLOSURE	2015 Q1	2014 Q4	2014 Q3	2014 Q2
<b>Transitional Basis - Basel III (8)</b>				
Common Equity Tier 1 capital (CET1)	29,774	29,662	28,621	28,348
Tier 1 capital (T1 = CET1 + AT1)	29,774	29,853	28,976	28,980
Total capital (TC = T1 + T2)	34,589	35,215	33,286	33,327
Total risk-weighted assets (5)	242,288	237,692	231,838	240,074
Common Equity Tier 1 ratio (as percentage of risk weighted assets)	12.3%	12.5%	12.3%	11.8%
Tier 1 ratio (as percentage of risk weighted assets)	12.3%	12.6%	12.5%	12.1%
Total capital ratio (as percentage of risk weighted assets)	14.3%	14.8%	14.4%	13.9%
Assets-to-Capital Multiple (9)	-	16.1x	17.0x	16.8x

CAPITAL RATIOS FOR SIGNIFICANT BANK SUBSIDIARIES	2015 Q1	2014 Q4	2014 Q3	2014 Q2
<b>Bank of Montreal Mortgage Corporation - Basel III</b>				
<b>Transitional Basis - Basel III (8)</b>				
Common Equity Tier 1 ratio	17.5%	18.1%	20.1%	18.4%
Tier 1 ratio	17.5%	18.1%	20.1%	18.4%
Total capital ratio	18.0%	18.7%	20.8%	19.1%
<b>All-in Basis - Basel III (1)</b>				
Common Equity Tier 1 ratio	17.4%	17.9%	20.0%	18.3%
Tier 1 ratio	17.4%	17.9%	20.0%	18.3%
Total capital ratio	18.0%	18.7%	20.8%	19.1%
<b>BMO Harris Bank N.A. - Basel I (10)</b>				
Tier 1 ratio	15.4%	15.2%	15.0%	15.2%
Total capital ratio	16.8%	16.6%	16.4%	16.7%

(1) "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, continuing to January 1, 2022. OSFI required 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 Q1/14.

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

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

(4) 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.

(5) Under OSFI's Capital Adequacy Requirements (CAR) Guideline, which governs advanced approaches, the bank calculates a transitional Capital Floor based on Basel I 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.

(6) 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.

(7) Commencing Q1/14, a new CVA regulatory capital charge has been applied to derivatives. For Q3/14, 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%.

(8) 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.

(9) 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 the CAR Guideline.

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

**COMMON EQUITY TIER 1 (CET 1) CAPITAL RISK-WEIGHTED ASSETS BY OPERATING GROUPS**

(\$ millions except as noted)	2015 Q1	2014 Q4	2014 Q3	2014 Q2	2014 Q1	2013 Q4
Personal and Commercial Banking	144,278	135,927	134,432	143,432	142,002	131,726
Wealth Management	14,230	13,943	13,403	13,125	13,056	12,467
BMO Capital Markets	63,135	55,432	54,527	58,443	67,609	54,844
Corporate Services, including Technology and Operations	15,886	16,790	23,599	19,774	17,409	16,057
<b>Total Common Equity Tier 1 Capital Risk-Weighted Assets</b>	<b>237,529</b>	<b>222,092</b>	<b>225,961</b>	<b>234,774</b>	<b>240,076</b>	<b>215,094</b>

**FLOW STATEMENT OF REGULATORY CAPITAL**

(\$ millions except as noted)	2015 Q1	2014 Q4	2014 Q3	2014 Q2	2014 Q1	2013 Q4
<b>Common Equity Tier 1 Capital</b>						
<b>Opening Balance</b>	22,421	21,596	22,728	22,340	21,227	20,626
New capital issues	73	203	83	38	30	55
Redeemed capital	(240)	-	-	-	-	(177)
Gross dividends (deduction)	(551)	(544)	(532)	(517)	(518)	(505)
Shares issued in lieu of dividends (add back)						
Profit for the quarter (attributable to shareholders of the parent company)	986	1,057	1,110	1,062	1,048	1,061
Removal of own credit spread (net of tax)	(83)	(13)	23	12	(7)	13
Movements in other comprehensive income						
– Currency Translation Differences	2,306	458	(98)	(303)	906	152
– Available-for-sale securities	(16)	(59)	59	11	(60)	62
– Other (1)	(123)	(73)	(98)	21	(140)	-
Goodwill and other intangible assets (deduction, net of related tax liability)	(706)	(121)	(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)	(229)	(15)	58	73	(67)	21
– Prudential Valuation Adjustments (2)	(7)	(9)	(49)	-	-	-
– Other (3)	111	(59)	5	(20)	82	(62)
<b>Closing Balance</b>	<b>23,942</b>	<b>22,421</b>	<b>21,596</b>	<b>22,728</b>	<b>22,340</b>	<b>21,227</b>
<b>Other non-core Tier 1 (Additional Tier 1) Capital</b>						
<b>Opening Balance</b>	4,181	4,184	3,422	3,042	3,372	3,359
New 'non-core' tier 1 (Additional Tier 1) eligible capital issues	-	-	700	493	-	-
Redeemed capital	(995)	-	-	(275)	-	-
Other, including regulatory adjustments and transitional arrangements (4)	2	(3)	62	162	(330)	13
<b>Closing Balance</b>	<b>3,188</b>	<b>4,181</b>	<b>4,184</b>	<b>3,422</b>	<b>3,042</b>	<b>3,372</b>
<b>Total Tier 1 Capital</b>	<b>27,130</b>	<b>26,602</b>	<b>25,780</b>	<b>26,150</b>	<b>25,382</b>	<b>24,599</b>
<b>Tier 2 Capital</b>						
<b>Opening Balance</b>	5,325	4,269	4,307	4,271	4,901	4,853
New Tier 2 eligible capital issues	-	1,002	-	-	-	-
Redeemed capital	-	-	-	-	-	-
Amortization adjustments	-	-	(63)	-	-	-
Other, including regulatory adjustments and transitional arrangements (5)	(533)	54	25	36	(630)	48
<b>Closing Balance</b>	<b>4,792</b>	<b>5,325</b>	<b>4,269</b>	<b>4,307</b>	<b>4,271</b>	<b>4,901</b>
<b>Total Regulatory Capital</b>	<b>31,922</b>	<b>31,927</b>	<b>30,049</b>	<b>30,457</b>	<b>29,653</b>	<b>29,500</b>

(1) Includes: AOCI on pension, other post-employment benefits and on own credit risk financial liabilities designated at fair value.

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

(3) 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.

(4) Includes: Corresponding deductions from Additional Tier 1 Capital and transitional arrangements (phased-out amount).

(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)	2015		2014	2014	2014	2014	2013
	Q1	Of which counterparty credit risk (5)	Q4	Q3	Q2	Q1	Q4
	Credit Risk		Credit Risk	Credit Risk	Credit Risk	Credit Risk	Credit Risk
<b>Opening Credit RWA, beginning of quarter</b>	185,387	8,516	188,157	196,512	198,803	179,289	176,926
Book size (1)	4,826	2,236	3,437	(2,660)	(226)	6,326	162
Book quality (2)	(758)	(455)	(4,613)	(2,620)	(2,407)	(711)	(2,219)
Model Updates (3)	(242)	-	181	(358)	1,804	1,489	3,154
Methodology and Policy (4)	(4,163)	411	(4,758)	(2,478)	-	6,351	-
Acquisitions and disposals	-	-	-	271	n.a.	n.a.	n.a.
Foreign exchange movements	13,567	1,677	2,983	(510)	(1,462)	6,059	1,266
Other	-	-	-	-	n.a.	n.a.	n.a.
<b>Closing Credit RWA, end of quarter</b>	198,617	12,385	185,387	188,157	196,512	198,803	179,289

(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.

(5) Counterparty credit risk includes RWA for derivatives, repo-style transactions, trades cleared through central counterparties and CVA adjustment.

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

(\$ millions except as noted)	2015	2014	2014	2014	2014	2013
	Q1	Q4	Q3	Q2	Q1	Q4
<b>Market Risk RWA, beginning of quarter</b>	9,002	10,372	11,431	14,494	9,154	10,758
Movement in risk levels (1)	898	(639)	(892)	(2,208)	5,042	490
Model updates (2)	1,130	(731)	(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>	11,030	9,002	10,372	11,431	14,494	9,154

(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)

	2015 Q1	2014 Q4	2014 Q3	2014 Q2	2014 Q1	2013 Q4
Equity investments used for capital gains (Merchant Banking)	559	523	505	540	545	537
Equity investments used for mutual fund seed capital	22	20	19	28	30	37
Equity used for other (including strategic investments)	1,543	1,381	1,324	1,434	1,465	1,313
<b>Total Equity Exposure</b>	<b>2,124</b>	<b>1,924</b>	<b>1,848</b>	<b>2,002</b>	<b>2,040</b>	<b>1,887</b>

**EQUITY INVESTMENT SECURITIES (1)**

(\$ millions except as noted)

	Q1 2015			Q4 2014			Q3 2014			Q2 2014		
	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)
<b>Grandfathered</b>												
Public	39	39	-	41	41	-	42	42	-	41	41	-
Private												
Direct funds	137	137	-	137	137	-	136	136	-	151	151	-
Indirect funds	61	61	-	60	60	-	63	63	-	70	70	-
<b>Total Grandfathered</b>	<b>237</b>	<b>237</b>	<b>-</b>	<b>238</b>	<b>238</b>	<b>-</b>	<b>241</b>	<b>241</b>	<b>-</b>	<b>262</b>	<b>262</b>	<b>-</b>
<b>Non-grandfathered</b>												
Public	38	38	-	34	34	-	25	25	-	31	31	-
Private												
Direct funds	314	314	-	275	275	-	252	252	-	402	402	-
Indirect funds	431	431	-	408	408	-	396	396	-	401	401	-
Other	1,104	908	(196)	969	794	(175)	934	765	(169)	906	582	(324)
<b>Total Non-grandfathered</b>	<b>1,887</b>	<b>1,691</b>	<b>(196)</b>	<b>1,686</b>	<b>1,511</b>	<b>(175)</b>	<b>1,607</b>	<b>1,438</b>	<b>(169)</b>	<b>1,740</b>	<b>1,416</b>	<b>(324)</b>
<b>Total Equities</b>	<b>2,124</b>	<b>1,928</b>	<b>(196)</b>	<b>1,924</b>	<b>1,749</b>	<b>(175)</b>	<b>1,848</b>	<b>1,679</b>	<b>(169)</b>	<b>2,002</b>	<b>1,678</b>	<b>(324)</b>

Total realized gains or losses arising from sales or liquidations in the reporting period			-			-			15			12
---	--	--	---	--	--	---	--	--	----	--	--	----

(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)

	Q1 2015				Q4 2014				Q3 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)	18,429	70	267,633	25,365	16,890	79	240,959	23,150	16,144	532	232,451	21,984
Sovereign	145	-	138,719	47,710	124	-	115,024	48,076	131	-	124,050	47,460
Bank	383	-	40,137	1,718	326	-	33,643	1,484	316	62	35,167	1,436
<b>Total Corporate, Sovereign and Bank</b>	<b>18,957</b>	<b>70</b>	<b>446,489</b>	<b>74,793</b>	<b>17,340</b>	<b>79</b>	<b>389,626</b>	<b>72,710</b>	<b>16,591</b>	<b>594</b>	<b>391,668</b>	<b>70,880</b>
Residential mortgages excluding home equity line of credits (HELOCs)	3,484	55	43,038	-	3,298	51	41,038	-	3,614	55	39,339	-
HELOCs	1,087	-	42,378	-	1,095	-	41,337	-	1,215	-	42,705	-
Other retail excl. SMEs and QRR	2,581	486	18,685	-	2,199	466	17,824	-	2,212	487	24,090	-
Qualifying revolving retail	-	-	30,727	-	-	-	28,895	-	-	-	28,482	-
Retail SMEs	319	-	3,200	-	292	-	3,262	-	300	-	3,253	-
<b>Total Retail</b>	<b>7,471</b>	<b>541</b>	<b>138,028</b>	<b>-</b>	<b>6,884</b>	<b>517</b>	<b>132,356</b>	<b>-</b>	<b>7,341</b>	<b>542</b>	<b>137,869</b>	<b>-</b>
<b>Total Bank Banking Book Portfolios</b>	<b>26,428</b>	<b>611</b>	<b>584,517</b>	<b>74,793</b>	<b>24,224</b>	<b>596</b>	<b>521,982</b>	<b>72,710</b>	<b>23,932</b>	<b>1,136</b>	<b>529,537</b>	<b>70,880</b>

(1) Credit risk mitigants herein include only credit derivatives and guarantees. Includes \$48.8 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)

	Q1 2015				Q4 2014				Q3 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)	138,346	136,486	10,002	284,834	131,775	114,498	10,175	256,448	129,635	111,126	6,397	247,158
Sovereign	29,792	55,901	6,148	91,841	25,985	37,941	3,814	67,740	24,201	48,422	4,796	77,419
Bank	7,702	13,222	19,008	39,932	6,548	9,557	17,408	33,513	7,547	10,637	16,844	35,028
<b>Total Corporate, Sovereign and Bank</b>	<b>175,840</b>	<b>205,609</b>	<b>35,158</b>	<b>416,607</b>	<b>164,308</b>	<b>161,996</b>	<b>31,397</b>	<b>357,701</b>	<b>161,383</b>	<b>170,185</b>	<b>28,037</b>	<b>359,605</b>
Residential mortgages excluding home equity line of credits (HELOCs)	84,336	11,025	-	95,361	83,665	9,936	-	93,601	81,743	9,864	-	91,607
HELOCs	34,238	9,227	-	43,465	34,265	8,167	-	42,432	35,590	8,330	-	43,920
Other retail excl. SMEs and QRR	16,923	4,343	-	21,266	16,855	3,168	-	20,023	17,230	9,072	-	26,302
Qualifying revolving retail	30,663	64	-	30,727	28,847	48	-	28,895	28,437	45	-	28,482
Retail SMEs	2,708	811	-	3,519	2,854	700	-	3,554	2,870	683	-	3,553
<b>Total Retail</b>	<b>168,868</b>	<b>25,470</b>	<b>-</b>	<b>194,338</b>	<b>166,486</b>	<b>22,019</b>	<b>-</b>	<b>188,505</b>	<b>165,870</b>	<b>27,994</b>	<b>-</b>	<b>193,864</b>
<b>Total Bank</b>	<b>344,708</b>	<b>231,079</b>	<b>35,158</b>	<b>610,945</b>	<b>330,794</b>	<b>184,015</b>	<b>31,397</b>	<b>546,206</b>	<b>327,253</b>	<b>198,179</b>	<b>28,037</b>	<b>553,469</b>

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

(\$ millions except as noted)

	Q1 2015					Q4 2014					Q3 2014	Q2 2014		
	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
Agriculture	9,633	1,897	-	36	-	11,566	9,016	1,905	-	36	-	10,957	10,723	10,310
Communications	857	984	-	257	-	2,098	829	1,011	-	232	-	2,072	2,027	1,946
Construction	3,276	3,717	-	842	-	7,835	3,151	3,179	-	757	-	7,087	6,732	6,385
Financial (4)	91,920	16,725	3	3,354	57,767	169,769	69,174	15,164	1	2,825	40,362	127,526	134,150	129,525
Government	46,491	2,004	-	1,131	15,847	65,473	43,035	1,838	-	1,010	10,266	56,149	57,104	55,458
Manufacturing	15,513	10,637	35	1,222	-	27,407	13,678	9,499	40	1,189	-	24,406	23,229	22,946
Mining	1,129	2,283	-	476	-	3,888	1,094	2,020	-	442	-	3,556	3,366	3,435
Other	28,741	159	-	796	162	29,858	27,728	141	-	704	330	28,903	24,355	27,965
Real estate	18,883	5,626	-	991	-	25,500	18,408	5,602	-	1,072	-	26,082	26,393	26,301
Retail trade	12,833	4,782	-	548	-	18,163	11,973	4,995	-	537	-	17,505	16,337	16,798
Service industries	24,329	9,437	16	2,908	-	36,690	21,944	8,873	6	2,748	2	33,573	31,299	29,752
Transportation	3,701	1,852	2	659	-	6,214	2,523	1,775	1	560	-	4,859	4,250	4,454
Utilities	2,315	3,553	-	1,588	-	7,456	2,172	3,972	-	1,541	67	7,752	7,161	7,018
Wholesale trade	9,117	4,474	-	450	-	14,041	8,260	4,253	-	461	-	12,974	12,878	11,838
Individual	128,499	39,604	-	18	161	168,282	132,360	36,627	26	18	8	169,039	179,501	179,761
Oil and Gas	7,080	7,324	-	793	-	15,197	5,969	6,931	-	612	-	13,512	12,362	12,157
Forest products	780	654	-	74	-	1,508	593	594	-	67	-	1,254	1,332	1,302
<b>Total</b>	<b>405,097</b>	<b>115,712</b>	<b>56</b>	<b>16,143</b>	<b>73,937</b>	<b>610,945</b>	<b>371,907</b>	<b>108,379</b>	<b>74</b>	<b>14,811</b>	<b>51,035</b>	<b>546,206</b>	<b>553,469</b>	<b>547,351</b>

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

(4) Includes \$47.9 billion of deposits with Financial Institutions as at January 31, 2015 (\$31.8 billion as at October 31, 2014, \$41.1 billion as at July 31, 2014, and \$38.5 billion as at April 30, 2014).

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

(\$ millions except as noted)

	Q1 2015						Q4 2014						Q3 2014	Q2 2014
	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)	152,612	70,483	56	13,098	48,585	284,834	142,590	66,650	48	12,161	34,999	256,448	247,158	242,735
Sovereign	71,863	2,511	-	1,813	15,654	91,841	53,956	2,295	-	1,467	10,022	67,740	77,419	71,617
Bank	25,889	3,130	-	1,215	9,698	39,932	23,484	2,824	26	1,165	6,014	33,513	35,028	38,855
<b>Total Corporate, Sovereign and Bank Exposure</b>	<b>250,364</b>	<b>76,124</b>	<b>56</b>	<b>16,126</b>	<b>73,937</b>	<b>416,607</b>	<b>220,030</b>	<b>71,769</b>	<b>74</b>	<b>14,793</b>	<b>51,035</b>	<b>357,701</b>	<b>359,605</b>	<b>353,207</b>
Residential mortgages excluding home equity line of credits (HELOCs)	95,053	308	-	-	-	95,361	93,332	269	-	-	-	93,601	91,607	89,530
HELOCs	32,160	11,305	-	-	-	43,465	31,860	10,572	-	-	-	42,432	43,920	43,722
Other retail excl. SMEs and QRR	19,767	1,499	-	-	-	21,266	18,594	1,429	-	-	-	20,023	26,302	27,486
Qualifying revolving retail	6,023	24,704	-	-	-	30,727	6,395	22,500	-	-	-	28,895	28,482	29,807
Retail SMEs	1,730	1,772	-	17	-	3,519	1,696	1,840	-	18	-	3,554	3,553	3,599
<b>Total Retail Exposures</b>	<b>154,733</b>	<b>39,588</b>	<b>-</b>	<b>17</b>	<b>-</b>	<b>194,338</b>	<b>151,877</b>	<b>36,610</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>188,505</b>	<b>193,864</b>	<b>194,144</b>
<b>Total Gross Credit Exposures</b>	<b>405,097</b>	<b>115,712</b>	<b>56</b>	<b>16,143</b>	<b>73,937</b>	<b>610,945</b>	<b>371,907</b>	<b>108,379</b>	<b>74</b>	<b>14,811</b>	<b>51,035</b>	<b>546,206</b>	<b>553,469</b>	<b>547,351</b>

**CREDIT RISK BY RESIDUAL CONTRACT MATURITY BREAKDOWN**

(\$ millions except as noted)

	Q1 2015						Q4 2014						Q3 2014	Q2 2014
	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	170,398	68,366	50	9,781	73,937	322,532	136,208	65,738	43	9,902	50,901	262,792	282,739	276,896
1 to 5 years	188,006	43,452	6	5,907	-	237,371	195,213	39,457	31	4,871	134	239,706	228,014	227,031
Greater than 5 years	46,693	3,894	-	455	-	51,042	40,486	3,184	-	38	-	43,708	42,716	43,424
<b>Total</b>	<b>405,097</b>	<b>115,712</b>	<b>56</b>	<b>16,143</b>	<b>73,937</b>	<b>610,945</b>	<b>371,907</b>	<b>108,379</b>	<b>74</b>	<b>14,811</b>	<b>51,035</b>	<b>546,206</b>	<b>553,469</b>	<b>547,351</b>

**PORTFOLIO BREAKDOWN BY BASEL APPROACHES**

(\$ millions except as noted)

	Q1 2015				Q4 2014				Q3 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)	15,109	2,703	137,503	67,780	13,988	2,341	128,602	64,309	13,327	2,212	125,888	61,793
Sovereign	30	114	71,833	2,397	25	98	53,931	2,197	24	106	63,673	2,030
Bank	277	38	25,612	3,092	226	32	23,258	2,792	176	33	22,940	2,722
<b>Total Corporate, Sovereign &amp; Bank</b>	<b>15,416</b>	<b>2,855</b>	<b>234,948</b>	<b>73,269</b>	<b>14,239</b>	<b>2,471</b>	<b>205,791</b>	<b>69,298</b>	<b>13,527</b>	<b>2,351</b>	<b>212,501</b>	<b>66,545</b>
Residential mortgages excluding home equity line of credits (HELOCs)	3,483	-	91,570	308	3,298	-	90,034	269	3,613	-	87,735	259
HELOCs	1,088	-	31,072	11,305	1,095	-	30,765	10,572	1,215	-	30,646	12,059
Other retail excl. SMEs and QRR	2,582	-	17,185	1,499	2,200	-	16,394	1,429	2,212	-	22,695	1,395
Qualifying revolving retail	-	-	6,023	24,704	-	-	6,395	22,500	-	-	6,320	22,162
Retail SMEs	319	-	1,411	1,772	292	-	1,404	1,840	300	-	1,377	1,858
<b>Total Retail</b>	<b>7,472</b>	<b>-</b>	<b>147,261</b>	<b>39,588</b>	<b>6,885</b>	<b>-</b>	<b>144,992</b>	<b>36,610</b>	<b>7,340</b>	<b>-</b>	<b>148,773</b>	<b>37,733</b>
<b>Total Bank</b>	<b>22,888</b>	<b>2,855</b>	<b>382,209</b>	<b>112,857</b>	<b>21,124</b>	<b>2,471</b>	<b>350,783</b>	<b>105,908</b>	<b>20,867</b>	<b>2,351</b>	<b>361,274</b>	<b>104,278</b>

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

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

(\$ millions)

Risk Weights	Q1 2015							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios								
Corporate (incl SMEs treated as Corporate)	-	227	-	101	-	17,584	507	18,419
Sovereign	-	-	-	143	-	1	-	144
Bank	-	56	-	9	-	313	5	383
<b>Total Wholesale portfolios</b>	-	<b>283</b>	-	<b>253</b>	-	<b>17,898</b>	<b>512</b>	<b>18,946</b>
Total Retail portfolios								
Retail residential mortgages (including HELOCs)	-	55	2,276	-	1,777	352	-	4,460
Other retail	373	113	-	-	1,604	216	387	2,693
SME treated as retail	-	-	-	-	306	-	14	320
<b>Total Retail portfolios</b>	<b>373</b>	<b>168</b>	<b>2,276</b>	<b>-</b>	<b>3,687</b>	<b>568</b>	<b>401</b>	<b>7,473</b>
<b>Total</b>	<b>373</b>	<b>451</b>	<b>2,276</b>	<b>253</b>	<b>3,687</b>	<b>18,466</b>	<b>913</b>	<b>26,419</b>

Risk Weights	Q4 2014							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios								
Corporate (incl SMEs treated as Corporate)	-	218	-	19	-	16,156	488	16,881
Sovereign	-	-	-	122	-	2	-	124
Bank	-	-	-	-	-	323	3	326
<b>Total Wholesale portfolios</b>	-	<b>218</b>	-	<b>141</b>	-	<b>16,481</b>	<b>491</b>	<b>17,331</b>
Total Retail portfolios								
Retail residential mortgages (including HELOCs)	-	51	2,164	-	1,771	318	-	4,304
Other retail	346	122	-	-	1,471	-	349	2,288
SME treated as retail	-	-	-	-	278	-	15	293
<b>Total Retail portfolios</b>	<b>346</b>	<b>173</b>	<b>2,164</b>	<b>-</b>	<b>3,520</b>	<b>318</b>	<b>364</b>	<b>6,885</b>
<b>Total</b>	<b>346</b>	<b>391</b>	<b>2,164</b>	<b>141</b>	<b>3,520</b>	<b>16,799</b>	<b>855</b>	<b>24,216</b>

Risk Weights	Q3 2014							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios								
Corporate (incl SMEs treated as Corporate)	-	212	-	121	-	15,262	532	16,127
Sovereign	-	-	-	129	-	2	-	131
Bank	-	-	-	-	-	312	4	316
<b>Total Wholesale portfolios</b>	-	<b>212</b>	-	<b>250</b>	-	<b>15,576</b>	<b>536</b>	<b>16,574</b>
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
<b>Total Retail portfolios</b>	<b>359</b>	<b>186</b>	<b>2,392</b>	<b>-</b>	<b>3,369</b>	<b>1,012</b>	<b>23</b>	<b>7,341</b>
<b>Total</b>	<b>359</b>	<b>398</b>	<b>2,392</b>	<b>250</b>	<b>3,369</b>	<b>16,588</b>	<b>559</b>	<b>23,915</b>

Risk Weights	Q2 2014							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios								
Corporate (incl SMEs treated as Corporate)	-	-	-	122	-	14,763	816	15,701
Sovereign	-	-	-	130	-	1	-	131
Bank	-	-	-	-	-	261	3	264
<b>Total Wholesale portfolios</b>	-	-	-	<b>252</b>	-	<b>15,025</b>	<b>819</b>	<b>16,096</b>
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
<b>Total Retail portfolios</b>	<b>371</b>	<b>147</b>	<b>3,142</b>	<b>-</b>	<b>4,883</b>	<b>688</b>	<b>28</b>	<b>9,259</b>
<b>Total</b>	<b>371</b>	<b>147</b>	<b>3,142</b>	<b>252</b>	<b>4,883</b>	<b>15,713</b>	<b>847</b>	<b>25,355</b>

Risk Weights	Q1 2014							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios								
Corporate (incl SMEs treated as Corporate)	-	419	-	282	-	12,446	3,030	16,177
Sovereign	127	-	-	-	-	-	-	127
Bank	-	210	-	-	-	-	-	210
<b>Total Wholesale portfolios</b>	<b>127</b>	<b>629</b>	-	<b>282</b>	-	<b>12,446</b>	<b>3,030</b>	<b>16,514</b>
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
<b>Total Retail portfolios</b>	<b>355</b>	<b>224</b>	<b>3,413</b>	<b>-</b>	<b>4,803</b>	<b>701</b>	<b>25</b>	<b>9,521</b>
<b>Total</b>	<b>482</b>	<b>853</b>	<b>3,413</b>	<b>282</b>	<b>4,803</b>	<b>13,147</b>	<b>3,055</b>	<b>26,035</b>

(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 (\$ millions)

Risk Profile	Q1 2015						Q4 2014					Q3 2014					Q2 2014				
	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight
	Drawn	Undrawn		Drawn	Undrawn			Drawn	Undrawn		Drawn	Undrawn			Drawn	Undrawn		Drawn	Undrawn		
Total investment grade	230,421	54,741	285,162	19.55%	15.87%	207,401	52,053	259,454	20.97%	17.03%	215,248	50,156	265,404	19.81%	16.97%	205,317	48,703	254,020	20.53%	18.14%	
Non-investment grade	50,414	17,909	68,323	34.44%	75.14%	44,644	16,704	61,348	34.49%	76.22%	42,897	15,788	58,685	34.32%	81.07%	42,336	15,483	57,819	34.46%	82.90%	
Watchlist	1,976	538	2,514	36.60%	158.78%	2,068	451	2,519	35.71%	160.61%	2,100	514	2,614	36.95%	177.65%	1,902	353	2,255	39.79%	201.90%	
Default (2)	976	81	1,057	51.50%	268.58%	942	90	1,032	54.05%	335.47%	911	87	998	51.86%	355.19%	970	79	1,049	52.99%	445.13%	
	283,787	73,269	357,056			255,055	69,298	324,353			261,156	66,545	327,701			250,525	64,618	315,143			

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

Risk Profile	Q1 2015						Q4 2014					Q3 2014					Q2 2014				
	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (f)	Total		Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight
	Drawn	Undrawn		Drawn	Undrawn			Drawn	Undrawn		Drawn	Undrawn			Drawn	Undrawn		Drawn	Undrawn		
Residential Mortgages and HELOCs (\$ millions)																					
Exceptionally low	1,252	4,856	6,108	60.49%	5.77%	1,108	4,284	5,392	58.49%	5.58%	1,054	4,855	5,909	56.10%	5.17%	1,011	4,696	5,707	57.01%	5.26%	
Very low	46,063	5,818	51,881	14.48%	3.40%	45,424	5,726	51,150	14.29%	3.34%	44,283	6,533	50,816	14.29%	3.37%	46,703	6,491	53,194	14.37%	3.39%	
Low	10,395	503	10,898	28.07%	19.21%	9,649	417	10,066	26.80%	18.51%	11,570	577	12,147	24.03%	17.23%	11,111	587	11,698	24.03%	17.01%	
Medium	11,542	414	11,956	28.05%	46.79%	11,011	396	11,407	27.28%	45.26%	8,569	325	8,894	31.83%	57.54%	9,553	336	9,889	30.77%	55.70%	
High	3,623	18	3,641	17.04%	71.50%	3,521	15	3,536	16.65%	69.90%	3,472	22	3,494	16.68%	72.00%	3,736	19	3,755	16.96%	73.54%	
Default	928	4	932	50.47%	12.95%	822	3	825	49.18%	12.81%	788	6	794	49.51%	13.07%	890	7	897	48.78%	12.47%	
	73,803	11,613	85,416			71,535	10,841	82,376			69,726	12,318	82,044			73,004	12,136	85,140			
Qualifying Revolving Retail (\$ millions)																					
Exceptionally low	9	12,592	12,601	85.37%	1.94%	88	9,780	9,868	82.15%	1.87%	116	9,735	9,851	82.28%	1.88%	166	9,765	9,931	82.47%	1.88%	
Very low	503	5,715	6,218	79.08%	4.46%	559	6,053	6,612	80.21%	4.17%	559	5,711	6,270	79.38%	4.20%	599	6,748	7,347	82.28%	4.11%	
Low	2,855	4,615	7,470	77.23%	10.22%	2,913	4,944	7,857	78.08%	10.42%	2,971	5,021	7,992	78.22%	10.41%	2,940	5,090	8,030	78.01%	10.40%	
Medium	2,343	1,555	3,898	89.10%	47.39%	2,504	1,542	4,046	89.21%	47.80%	2,344	1,513	3,857	89.00%	47.73%	2,500	1,505	4,005	88.92%	48.51%	
High	266	221	487	79.17%	173.51%	288	175	463	79.44%	170.19%	290	177	467	80.55%	172.08%	299	151	450	80.49%	170.31%	
Default	47	6	53	64.04%	0.00%	43	6	49	64.52%	0.00%	40	5	45	64.67%	0.00%	39	5	44	63.59%	0.00%	
	6,023	24,704	30,727			6,395	22,500	28,895			6,320	22,162	28,482			6,543	23,264	29,807			
Other Retail and Retail SME (\$ millions)																					
Exceptionally low	75	433	508	90.33%	9.23%	85	334	419	89.31%	9.07%	80	338	418	89.66%	9.09%	75	336	411	89.29%	9.06%	
Very low	4,957	1,523	6,480	70.86%	22.64%	4,447	1,599	6,046	73.49%	23.19%	7,920	1,465	9,385	60.98%	19.98%	7,720	1,437	9,157	61.39%	20.10%	
Low	6,701	927	7,628	64.99%	39.03%	6,680	954	7,634	65.49%	39.14%	7,926	1,029	8,955	62.88%	40.15%	8,084	1,027	9,111	62.92%	40.15%	
Medium	6,413	320	6,733	63.50%	73.39%	6,147	315	6,462	63.85%	73.39%	7,669	343	8,012	59.90%	71.90%	7,656	352	8,008	60.02%	71.96%	
High	330	86	416	68.84%	131.62%	322	65	387	68.41%	129.87%	336	76	412	66.73%	128.56%	339	80	419	67.57%	128.51%	
Default	120	2	122	59.75%	2.58%	117	2	119	58.90%	2.48%	121	2	123	57.66%	2.82%	115	2	117	57.00%	0.60%	
	18,596	3,271	21,867			17,798	3,269	21,067			24,072	3,253	27,325			23,989	3,234	27,223			

Recap of AIRB and Standardized Portfolios (\$ millions)

Total AIRB wholesale credit exposure by risk ratings	283,787	73,269				255,055	69,298				261,156	66,545				250,525	64,618				
Retail AIRB credit exposure by portfolio and risk ratings																					
Residential mortgages	73,803	11,613				71,535	10,841				69,726	12,318				73,004	12,136				
Qualifying revolving retail	6,023	24,704				6,395	22,500				6,320	22,162				6,543	23,264				
Other retail and Retail SME	18,596	3,271				17,798	3,269				24,072	3,253				23,989	3,234				
Total Standardized portfolio	22,888	2,855				21,124	2,471				20,867	2,351				22,456	2,167				
Total Portfolio	405,097	115,712				371,907	108,379				382,141	106,629				376,517	105,419				

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

(2) Beginning in Q2 2014, the transitional floor RWA adjustment of BMO Harris Bank 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) (4)

Risk Profile (\$ millions except as noted)	BMO Rating	PD Range	Moody's Investors Service implied equivalent	Standard & Poor's implied equivalent	Q1 2015					Q4 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
Investment Grade	I-1	≤0.02%	Aaa	AAA	57,024	0.01%	0.59%	82	0.14%	40,070	0.01%	0.80%	82	0.20%
	I-2	>0.02% to ≤0.03%	Aaa/ Aa1	AAA/AA+	20,870	0.03%	6.99%	640	3.07%	19,808	0.03%	6.48%	568	2.87%
	I-3	>0.03% to ≤0.07%	Aa2/Aa3	AA/AA-	31,597	0.05%	18.73%	3,400	10.76%	31,971	0.05%	19.65%	3,604	11.22%
	I-4	>0.07% to ≤0.11%	A1/A2/A3	A+/A/A-	31,418	0.08%	29.74%	5,513	17.55%	28,013	0.08%	28.64%	4,884	17.44%
	I-5	>0.11% to ≤0.19%	Baa1	BBB+	26,382	0.14%	36.13%	7,832	29.69%	25,157	0.14%	37.03%	7,858	31.23%
	I-6	>0.19% to ≤0.32%	Baa2	BBB	35,960	0.23%	32.55%	12,159	33.81%	34,322	0.23%	33.59%	11,989	34.93%
	I-7	>0.32% to ≤0.54%	Baa3	BBB-	33,074	0.41%	33.05%	15,243	46.09%	30,850	0.41%	34.25%	14,803	47.96%
					236,325			44,869		210,191			43,788	
Non-investment grade	S-1	>0.54% to ≤0.91%	Ba1	BB+	30,887	0.83%	33.53%	19,548	63.29%	29,161	0.84%	33.78%	18,745	64.28%
	S-2	>0.91% to ≤1.54%	Ba2	BB	22,469	1.24%	35.25%	17,805	79.24%	19,460	1.24%	35.21%	15,890	81.66%
	S-3	>1.54% to ≤2.74%	Ba3	BB-	10,322	2.24%	34.79%	9,153	88.67%	9,136	2.21%	34.49%	8,134	89.03%
	S-4	>2.74% to ≤5.16%	B1	B+	4,645	3.83%	35.85%	4,834	104.09%	3,591	3.80%	36.41%	3,990	111.13%
					68,323			51,340		61,348			46,759	
Watchlist	P-1	>5.16% to ≤9.70%	B2	B	1,446	8.82%	33.00%	1,901	131.44%	1,569	8.82%	30.47%	1,975	125.96%
	P-2	>9.70% to ≤18.23%	B3	B-	997	16.46%	41.53%	1,935	194.12%	858	16.71%	44.44%	1,837	213.98%
	P-3	>18.23% to <100%	Caa1/Caa2/Caa3	CCC/CC	70	24.17%	40.68%	154	220.02%	92	25.50%	43.62%	233	253.64%
					2,513			3,990		2,519			4,045	
Default (2)	T-1, D-1 to D-2	100%			1,057	100.00%	51.50%	2,839	268.58%	1,032	100.00%	54.05%	3,462	335.47%
					1,057			2,839		1,032			3,462	
Total					308,218			103,038		275,090			98,054	

- (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 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.
- (4) External rating groups reflect the most predominant alignment of groups to PD Band.

CREDIT QUALITY OF AIRB EXPOSURE - RETAIL PORTFOLIOS (1)

Risk Profile (\$ millions except as noted)	PD Range	EAD	Notional of undrawn commitments	Q1 2015					Q4 2014								
				Exposure weighted-average EAD %	Exposure weighted-average PD (%)	Exposure weighted-average LGD%	Exposure weighted-average risk weight %	RWA	Expected Losses (EL)	EL adjusted Average Risk weight % (2)	Exposure weighted-average EAD %	Exposure weighted-average PD (%)	Exposure weighted-average LGD%	Exposure weighted-average risk weight %	RWA	Expected Losses (EL)	EL adjusted Average Risk weight % (2)
Canadian Residential Mortgages and HELOCs																	
Insured Drawn and Undrawn (3)																	
Exceptionally low	≤0.05%	47,920	-	100.00%	0.00%	12.98%	0.34%	164	-	0.35%	48,269	-	100.00%	0.00%	13.98%	0.31%	150
Very low	>0.05% to ≤0.20%	1,003	-	100.00%	0.09%	35.20%	22.15%	222	1	22.52%	1,076	-	100.00%	0.08%	35.20%	22.74%	244
Low	>0.20% to ≤0.75%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%	-	-	0.00%	0.00%	0.00%	0.00%	-
Medium	>0.75% to ≤7.0%	129	-	100.00%	0.86%	20.02%	22.66%	30	-	24.81%	122	-	100.00%	0.86%	20.02%	22.66%	28
High	>7.0% to ≤99.9%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%	-	-	0.00%	0.00%	0.00%	0.00%	-
Default	100%	-	-	0.00%	0.00%	0.00%	0.00%	-	-	0.00%	-	-	0.00%	0.00%	0.00%	0.00%	-
		49,052	-					416	1		49,467	-					422
Uninsured Undrawn (4)																	
Exceptionally low	≤0.05%	1,508	5,456	27.63%	0.00%	14.24%	1.31%	20	-	1.37%	1,457	5,278	27.60%	0.03%	14.25%	1.31%	19
Very low	>0.05% to ≤0.20%	5,786	15,588	37.12%	0.07%	14.35%	2.45%	142	1	2.57%	5,705	15,453	36.91%	0.07%	14.30%	2.43%	139
Low	>0.20% to ≤0.75%	15	19	79.94%	0.81%	14.95%	13.35%	2	-	14.47%	16	20	81.38%	0.61%	14.94%	13.34%	2
Medium	>0.75% to ≤7.0%	169	757	22.38%	1.23%	15.26%	20.89%	35	-	23.30%	172	745	23.14%	1.23%	15.30%	20.75%	36
High	>7.0% to ≤99.9%	12	45	26.34%	31.68%	15.05%	68.78%	8	1	131.19%	11	43	24.45%	30.98%	14.21%	65.43%	7
Default	100%	2	9	21.36%	100.00%	21.29%	0.00%	-	-	266.11%	2	8	25.30%	100.00%	22.51%	0.00%	-
		7,492	21,874					207	2		7,363	21,547					203
Uninsured Drawn (5)																	
Exceptionally low	≤0.05%	-	-	0.03%	0.00%	0.00%	0.00%	-	-	0.00%	-	-	0.00%	0.00%	0.00%	0.00%	-
Very low	>0.05% to ≤0.20%	43,131	-	0.10%	13.17%	3.13%	7.43%	1,352	6	3.30%	42,823	-	0.10%	13.20%	3.14%	7.43%	1,345
Low	>0.20% to ≤0.75%	7,353	-	0.59%	12.51%	10.73%	16.95%	789	5	11.63%	6,979	-	0.59%	12.63%	10.81%	16.95%	755
Medium	>0.75% to ≤7.0%	8,092	-	1.26%	15.20%	20.95%	26.95%	1,695	16	23.35%	7,916	-	1.26%	15.32%	21.28%	26.95%	1,684
High	>7.0% to ≤99.9%	3,300	-	10.97%	11.57%	46.71%	49.00%	1,541	48	65.07%	3,224	-	10.85%	11.59%	46.79%	49.00%	1,508
Default	100%	215	-	100.00%	16.57%	49.00%	49.00%	106	27	207.15%	214	-	100.00%	17.06%	46.90%	49.00%	100
		62,091	-					5,483	102		61,156	-					5,392
Qualifying Revolving Credit																	
Exceptionally low	≤0.05%	12,601	27,276	46.18%	0.03%	85.37%	1.94%	244	3	2.27%	9,869	26,920	36.54%	0.03%	82.15%	1.87%	185
Very low	>0.05% to ≤0.20%	6,218	7,675	76.04%	0.09%	79.09%	4.46%	277	5	5.38%	6,612	7,046	86.94%	0.09%	80.21%	4.17%	276
Low	>0.20% to ≤0.75%	7,470	10,178	57.32%	0.26%	77.23%	10.22%	763	15	12.76%	7,857	10,647	57.95%	0.26%	78.08%	10.42%	818
Medium	>0.75% to ≤7.0%	3,898	1,962	90.55%	1.70%	89.10%	47.39%	1,848	58	65.90%	4,044	1,801	93.98%	1.71%	89.21%	47.80%	1,933
High	>7.0% to ≤99.9%	487	260	92.53%	22.90%	79.17%	173.51%	845	88	398.88%	463	246	86.58%	21.14%	79.44%	170.19%	788
Default	100%	53	14	86.95%	100.00%	64.04%	0.00%	-	34	800.48%	50	13	87.26%	100.00%	64.52%	0.00%	-
		30,727	47,365					3,977	203		28,895	46,873					4,000
Other Retail (6)																	
Exceptionally low	≤0.05%	5,108	5,189	78.39%	0.03%	77.10%	7.43%	380	1	7.74%	4,354	4,567	75.59%	0.03%	76.26%	7.34%	320
Very low	>0.05% to ≤0.20%	9,361	1,802	97.44%	0.13%	59.45%	18.49%	1,731	8	19.53%	8,589	1,783	98.14%	0.13%	61.24%	18.89%	1,622
Low	>0.20% to ≤0.75%	11,157	2,436	91.61%	0.41%	63.58%	38.35%	4,279	27	41.38%	10,704	2,382	91.25%	0.41%	63.65%	38.25%	4,094
Medium	>0.75% to ≤7.0%	10,298	664	99.04%	1.87%	61.64%	85.21%	8,775	120	99.73%	9,659	629	99.08%	1.84%	61.85%	84.46%	8,158
High	>7.0% to ≤99.9%	725	128	92.87%	22.90%	70.26%	217.12%	1,575	111	408.78%	688	130	91.92%	22.77%	69.47%	211.96%	1,459
Default	100%	837	7	99.75%	100.00%	60.61%	2.19%	18	518	775.20%	728	6	99.53%	100.00%	60.25%	1.16%	9
		37,486	10,226					16,758	785		34,722	9,497					15,662
Total		186,848	79,465					26,841	1,093		181,603	77,717					25,679

- (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)

	Q1 2015							Q4 2014						
	Drawn			Undrawn			Total Exposures	Drawn			Undrawn			Total Exposures
	Bank	Corporate	Sovereign	Bank	Corporate	Sovereign		Bank	Corporate	Sovereign	Bank	Corporate	Sovereign	
Total investment grade	22,035	89,662	118,724	3,039	49,253	2,449	285,162	19,982	86,291	101,128	2,764	47,071	2,218	259,454
Non-investment grade	3,856	46,497	61	270	17,623	16	68,323	3,465	40,996	183	252	16,449	3	61,348
Watchlist	1	1,974	1	-	538	-	2,514	9	2,058	1	-	451	-	2,519
Default	22	951	3	1	80	-	1,057	1	938	3	1	89	-	1,032
	25,914	139,084	118,789	3,310	67,494	2,465	357,056	23,457	130,283	101,315	3,017	64,060	2,221	324,353

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

**RETAIL CREDIT EXPOSURE BY PORTFOLIO AND RISK RATING (2)**

(Canadian \$ in millions)

	Q1 2015			Q4 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 ( $\leq 0.05\%$ )	6,108	12,601	508	5,392	9,869	419
Very low ( $> 0.05\%$ to $0.20\%$ )	51,881	6,218	6,480	51,150	6,612	6,046
Low ( $> 0.20\%$ to $0.75\%$ )	10,898	7,470	7,628	10,066	7,857	7,634
Medium ( $> 0.75\%$ to $7.00\%$ )	11,956	3,898	6,733	11,407	4,044	6,462
High ( $> 7.00\%$ to $99.99\%$ )	3,641	487	396	3,536	463	387
Default (100%)	932	53	122	824	50	119
	85,416	30,727	21,867	82,375	28,895	21,067

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



Basel III Asset Classes	Q1 2015		Q4 2014		Q3 2014		Q2 2014	
	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)	0.14%	0.71%	0.12%	0.65%	0.13%	0.77%	0.11%	0.84%
Sovereign	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Bank	0.00%	0.10%	0.00%	0.10%	0.00%	0.12%	0.00%	0.07%
<b>Retail</b>								
Residential retail incl. HELOCs	0.06%	0.53%	0.06%	0.49%	0.09%	0.53%	0.10%	0.56%
Other retail incl. SBE	0.41%	1.12%	0.37%	1.05%	0.38%	1.07%	0.42%	1.07%
Qualifying revolving retail	1.23%	3.06%	1.01%	3.03%	1.12%	3.19%	1.35%	3.18%

**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 Q1 F2015 continued to be low. EL measures were also stable quarter over quarter. Results for the current quarter are in line with observations over past quarters.

**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 (EL) rates are relatively stable for all retail asset classes.

ESTIMATED AND ACTUAL LOSS PARAMETERS UNDER AIRB APPROACH

Risk Profile (\$ millions except as noted)	Q1 2015						Q4 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	1.31%	0.41%	35.70%	0.00%	74	70	1.27%	0.72%	36.51%	4.23%	142	126
Corporate small and medium enterprises (SMEs)	1.48%	0.54%	36.71%	26.27%	122	98	1.49%	0.53%	35.45%	22.52%	136	80
Sovereign	0.13%	0.00%	11.56%	0.00%	-	-	0.15%	0.00%	9.59%	0.00%	-	-
Bank	0.47%	0.00%	21.03%	0.00%	-	-	0.52%	0.00%	23.03%	0.00%	-	-
<b>Retail</b>												
Residential mortgages excluding home equity line of credits (HELOCs) - Uninsured only (7)	0.92%	0.90%	41.65%	34.01%	295	295	0.91%	0.99%	47.23%	40.49%	322	322
HELOCs	0.57%	0.59%	63.26%	45.79%	226	219	0.56%	0.59%	66.58%	51.81%	223	218
Qualifying revolving retail (QRR)	1.73%	1.65%	97.33%	82.07%	464	407	1.29%	1.26%	94.61%	80.11%	427	401
Other retail (excl. SMEs)	4.27%	4.90%	91.32%	88.11%	239	244	4.15%	4.68%	89.87%	85.44%	243	243
Retail SMEs	1.80%	1.37%	98.16%	84.91%	15	14	1.07%	0.87%	98.59%	91.87%	19	14

(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) 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)	Q1 2015		Q4 2014		Q3 2014		Q2 2014		Q1 2014	
	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
<b>Traditional Securitizations</b>										
<b>Risk Weights</b>										
Bank Assets										
7%	1,925	11	1,878	11	1,965	11	1,598	9	1,448	8
7.01% - 25%	6,160	55	6,133	94	17	-	17	-	17	-
25.01% - 50%	115	4	115	4	-	-	-	-	-	-
Greater than 50%	26	26	26	26	-	-	-	-	-	-
Less amount excluded from capital requirements for exceeding maximum KIRB capital (2)	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures, net of deductions</b>	<b>8,226</b>	<b>96</b>	<b>8,152</b>	<b>135</b>	<b>1,982</b>	<b>11</b>	<b>1,615</b>	<b>9</b>	<b>1,465</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>8,226</b>	<b>96</b>	<b>8,152</b>	<b>135</b>	<b>1,982</b>	<b>11</b>	<b>1,615</b>	<b>9</b>	<b>1,465</b>	<b>8</b>
Third Party Assets										
7%	18,539	104	15,777	88	15,204	85	17,814	100	16,548	93
7.01% - 25%	3,540	30	3,717	31	3,811	32	4,329	33	3,231	26
25.01% - 50%	40	1	3	-	3	-	9	-	65	3
50.01% - 100%	128	10	203	14	200	13	211	14	117	6
Greater than 100%	-	-	-	-	-	-	-	-	-	-
Default	-	-	-	-	-	-	49	49	164	164
<b>Total Exposures, net of deductions</b>	<b>22,247</b>	<b>145</b>	<b>19,700</b>	<b>133</b>	<b>19,218</b>	<b>130</b>	<b>22,412</b>	<b>196</b>	<b>20,125</b>	<b>292</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>22,247</b>	<b>145</b>	<b>19,700</b>	<b>133</b>	<b>19,218</b>	<b>130</b>	<b>22,412</b>	<b>196</b>	<b>20,125</b>	<b>292</b>
<b>Total Exposures</b>	<b>30,473</b>	<b>241</b>	<b>27,852</b>	<b>268</b>	<b>21,200</b>	<b>141</b>	<b>24,027</b>	<b>205</b>	<b>21,590</b>	<b>300</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)	Q1 2015		Q4 2014		Q3 2014		Q2 2014	
	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required	Exposure Amount (1)	Capital Required	Exposure Amount (1)	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 (2)	-	-	-	-	-	-	-	-
<b>Total Exposures, net of deductions</b>	-	-	-	-	-	-	-	-
<b>Exposures Deducted:</b>								
From Tier 1 Capital:								
Credit Card Receivables (3)	-	-	-	-	-	-	-	-
Residential Mortgages	-	-	-	-	-	-	-	-
From Total Capital:								
Residential Mortgages	-	-	-	-	-	-	-	-
<b>Total Exposures Deducted</b>	-	-	-	-	-	-	-	-
<b>Bank Assets Total Exposures</b>	-	-	-	-	-	-	-	-
<b>Third Party Assets</b>								
7%	-	-	-	-	-	-	-	-
7.01% - 25%	154	3	181	3	205	4	292	5
25.01% - 50%	-	-	-	-	-	-	-	-
50.01% - 100%	-	-	-	-	-	-	-	-
Greater than 100%	82	33	82	33	87	34	104	42
Default	-	-	-	-	-	-	-	-
<b>Total Exposures, net of deductions</b>	<b>236</b>	<b>36</b>	<b>263</b>	<b>36</b>	<b>292</b>	<b>38</b>	<b>396</b>	<b>47</b>
<b>Exposures Deducted:</b>								
From Total Capital:								
Collateralized Debt Obligations (AAA/R-1 (High) Securities)	-	-	-	-	-	-	-	-
Commercial Mortgages	-	-	-	-	-	-	-	-
Montreal Accord Assets	-	-	-	-	-	-	-	-
Residential Mortgages (Uninsured)	-	-	-	-	-	-	-	-
Other Pool Type	-	-	-	-	-	-	-	-
Equipment Loans/Leases	-	-	-	-	-	-	-	-
<b>Total Exposures Deducted</b>	-	-	-	-	-	-	-	-
<b>Third Party Assets Total Exposures</b>	<b>236</b>	<b>36</b>	<b>263</b>	<b>36</b>	<b>292</b>	<b>38</b>	<b>396</b>	<b>47</b>
<b>Total Exposures</b>	<b>236</b>	<b>36</b>	<b>263</b>	<b>36</b>	<b>292</b>	<b>38</b>	<b>396</b>	<b>47</b>

(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**

	Q1 2015		Q4 2014		Q3 2014		Q2 2014	
	RBA/Inferred Rating/IAA Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Amount	Capital Required	RBA/Inferred Rating/IAA Exposure Amount	Capital Required
(\$ millions)								
<b>Trading Securitizations Excluding Resecuritization Exposures Risk Weights (#1669)</b>								
Exposures Included In Risk-Weighted Assets								
7%	143	1	-	-	-	-	-	-
7.01% - 25%	22	-	143	2	152	2	131	2
25.01% - 50%	-	-	1	-	2	-	6	-
50.01% - 100%	1	-	10	9	18	18	5	4
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>166</b>	<b>1</b>	<b>154</b>	<b>11</b>	<b>172</b>	<b>20</b>	<b>142</b>	<b>6</b>
<b>Exposures Deducted From Tier 1 Capital:</b>								
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>
<b>Exposures Deducted from Total Capital:</b>								
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>166</b>	<b>1</b>	<b>154</b>	<b>11</b>	<b>172</b>	<b>20</b>	<b>142</b>	<b>6</b>

(1) Excluding Resecuritization Exposures of \$257 million in Q1'15.

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

	Q1 2015 Exposure	Q4 2014 Exposure	Q3 2014 Exposure	Q2 2014 Exposure
(\$ millions except as noted)				
<b>Asset Classes</b>				
Auto loans/leases	-	-	-	-
Credit card receivables	97	99	99	117
Residential mortgages (insured)	-	-	-	-
Residential mortgages (uninsured)	-	1	1	3
Commercial mortgages	-	-	-	-
Personal line of credit	-	-	-	-
Equipment loans/leases	-	1	1	1
Trade receivables	-	-	-	-
Corporate loans	-	-	-	-
Daily auto rental	5	11	18	5
Floorplan finance receivables	10	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-
Other pool type	54	42	53	16
<b>Total Trading Securitization Excluding Resecuritization</b>	<b>166</b>	<b>154</b>	<b>172</b>	<b>142</b>

DEBT ISSUED BY BANK SPONSORED VEHICLES FOR THIRD PARTY ASSETS

	Q1 2015				Q4 2014				Q3 2014				Q2 2014			
	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	1,612	750	-	2,362	1,347	667	-	2,014	1,316	581	-	1,897	1,469	404	-	1,873
Credit card receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Residential mortgages (insured)	1,514	-	-	1,514	1,362	-	-	1,362	1,343	-	-	1,343	1,100	-	-	1,100
Residential mortgages (uninsured)	89	3	-	92	9	3	-	12	25	4	-	29	13	5	-	18
Commercial mortgages (uninsured)	-	111	-	111	-	108	-	108	-	115	-	115	-	137	-	137
Commercial mortgages (insured)	116	-	-	116	147	-	-	147	133	-	-	133	108	-	-	108
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	400	404	-	804	223	327	-	550	154	262	-	416	336	230	-	566
Trade receivables	-	263	-	263	-	260	-	260	-	270	-	270	-	247	-	247
Corporate loans	-	164	-	164	-	210	-	210	-	250	-	250	-	430	-	430
Daily auto rental	162	237	-	399	201	195	-	396	290	338	-	628	208	263	-	471
Floorplan finance receivables	220	330	-	550	215	433	-	648	200	456	-	656	224	429	-	653
Collateralized debt obligations	-	62	-	62	-	107	-	107	-	110	-	110	-	179	-	179
Other pool type	250	1,759	-	2,009	250	726	-	976	250	563	-	813	250	1,256	-	1,506
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle	-	-	396	396	-	-	396	396	-	-	396	396	-	-	396	396
<b>Total</b>	<b>4,363</b>	<b>4,083</b>	<b>396</b>	<b>8,842</b>	<b>3,754</b>	<b>3,036</b>	<b>396</b>	<b>7,186</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>

(1) Canadian Conduit totals include amounts pertaining to conduits that have been directly funded by the Bank (\$839.9 million as at Q1, 2015, \$652.7 million as at Q4, 2014, \$789.4 million as at Q3, 2014, and \$849.1 million as at Q2, 2014).

(2) US Conduit totals include amounts pertaining to conduits that have been funded by the Bank through liquidity draws (\$185.8 million as at Q1, 2015, \$175 million as at Q4, 2014, \$186.3 million as at Q3, 2014, and \$304.7 million as at Q2, 2014).

AGGREGATE AMOUNT OF SECURITIZATION EXPOSURES RETAINED OR PURCHASED BY EXPOSURE TYPE

	Q1 2015				Q4 2014				Q3 2014				Q2 2014			
	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)																
<b>Bank Assets (6)</b>																
Auto loans/leases	-	6,281	-	6,281	-	6,256	-	6,256	-	-	-	-	-	-	-	-
Credit card receivables (7)	-	1,945	-	1,945	-	1,896	-	1,896	-	1,982	-	1,982	-	1,615	-	1,615
Residential mortgages (uninsured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Bank Assets</b>		<b>8,226</b>		<b>8,226</b>		<b>8,152</b>		<b>8,152</b>		<b>1,982</b>		<b>1,982</b>		<b>1,615</b>		<b>1,615</b>
<b>Third Party Assets (8)</b>																
Auto loans/leases	3,186	1,699	-	4,885	2,267	1,411	-	3,678	1,998	1,456	-	3,454	2,011	2,674	-	4,685
Credit card receivables	220	256	-	476	209	224	-	433	205	217	-	422	1,551	676	-	2,227
Residential mortgages (insured)	2,040	-	-	2,040	2,040	-	-	2,040	2,040	-	-	2,040	2,040	-	-	2,040
Residential mortgages (uninsured)	255	3	-	258	-	3	-	3	-	4	-	4	-	5	-	5
Commercial mortgages (uninsured)	53	62	-	115	47	55	-	102	-	-	-	-	-	-	-	-
Commercial mortgages (insured)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	641	662	-	1,303	651	551	-	1,202	732	449	-	1,181	620	757	-	1,377
Trade receivables	196	358	-	554	147	260	-	407	69	270	-	339	94	247	-	341
Corporate loans	93	470	-	563	109	439	-	548	109	450	-	559	53	442	-	495
Daily auto rental	683	237	-	920	669	196	-	865	512	338	-	850	633	263	-	896
Floorplan finance receivables	723	523	-	1,246	511	640	-	1,151	485	642	-	1,127	508	513	-	1,021
Collateralized debt obligations	49	14	-	63	55	54	-	109	95	110	-	205	84	179	-	263
Other pool type	1,517	1,900	-	3,417	2,061	694	-	2,755	2,111	518	-	2,629	1,501	1,152	-	2,653
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle (9)	6,400	-	-	6,400	6,400	-	-	6,400	6,400	-	-	6,400	6,400	-	-	6,400
Trading securities reclassified to AFS	-	7	-	7	-	7	-	7	-	8	-	8	-	9	-	9
Montreal Accord Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Third Party Assets</b>	<b>16,056</b>	<b>6,191</b>		<b>22,247</b>	<b>15,166</b>	<b>4,534</b>		<b>19,700</b>	<b>14,756</b>	<b>4,462</b>		<b>19,218</b>	<b>15,495</b>	<b>6,917</b>		<b>22,412</b>
<b>Total</b>	<b>16,056</b>	<b>14,417</b>		<b>30,473</b>	<b>15,166</b>	<b>12,686</b>		<b>27,852</b>	<b>14,756</b>	<b>6,444</b>		<b>21,200</b>	<b>15,495</b>	<b>8,532</b>		<b>24,027</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

	Q1 2015				Q4 2014				Q3 2014				Q2 2014			
	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	-	82	-	82	-	82	-	82	-	87	-	87	-	104	-	104
Personal line of credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment loans/leases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corporate loans	4	83	-	87	8	89	-	97	5	105	-	110	12	161	-	173
Daily auto rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Floorplan finance receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized debt obligations (AAA/R-1 (high) securities)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other pool type	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Credit protection vehicle (7)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading securities reclassified to AFS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Montreal Accord Assets	67	-	-	67	84	-	84	95	-	-	-	95	119	-	-	119
Total Third Party Assets	71	165	-	236	92	171	-	263	100	192	-	292	131	265	-	396
Total	71	165	-	236	92	171	-	263	100	192	-	292	131	265	-	396

(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.

(8) No credit risk mitigations are applied to resecuritization exposures.

DERIVATIVE INSTRUMENTS (\$ millions)	As at January 31, 2015				As at October 31, 2014				As at July 31, 2014				As at April 30, 2014			
	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	2,897,472	25,820	28,839		2,675,677	17,546	21,371		2,467,001	17,142	21,254		2,572,498	18,321	22,831	
Forward rate agreements	329,542	150	150		361,484	4	45		397,366	6	83		300,197	6	49	
Purchased options	21,226	1,006	1,048		19,267	691	705		19,339	618	647		17,718	611	638	
Written options	25,426	-	-		22,955	-	-		24,397	-	-		22,448	-	-	
	3,273,666	26,976	30,037	2,190	3,079,383	18,241	22,121	1,393	2,908,103	17,766	21,984	986	2,912,861	18,938	23,518	1,275
Exchange traded																
Futures	136,876	-	-		125,272	-	-		135,320	-	-		131,778	-	-	
Purchased options	20,792	-	-		21,680	-	-		19,240	-	-		19,810	-	-	
Written options	22,019	-	-		21,342	-	-		17,859	-	-		17,073	-	-	
	179,687	-	-		168,294	-	-		172,419	-	-		168,661	-	-	
<b>Total Interest Rate Contracts</b>	3,453,353	26,976	30,037	2,190	3,247,677	18,241	22,121	1,393	3,080,522	17,766	21,984	986	3,081,522	18,938	23,518	1,275
<b>Foreign Exchange Contracts</b>																
Over-the-counter																
Cross-currency swaps	63,780	3,752	8,057		51,616	2,153	5,039		50,610	1,560	4,476		48,696	1,660	5,009	
Cross-currency interest rate swaps	316,158	15,260	21,472		279,119	5,705	11,219		261,173	3,461	15,609		262,821	3,972	9,082	
Forward foreign exchange contracts	355,677	13,219	14,546		299,480	4,376	6,477		272,092	2,198	4,330		277,971	2,200	4,320	
Purchased options	34,779	970	2,130		31,148	415	837		15,845	157	339		15,484	142	314	
Written options	47,535	-	-		36,344	-	-		19,036	-	-		18,661	-	-	
	817,929	33,201	46,205	2,827	697,707	12,649	23,572	1,656	618,756	7,376	24,754	1,466	623,633	7,974	18,725	1,591
Exchange traded																
Futures	525	-	-		813	-	-		905	-	-		406	-	-	
Purchased options	311	-	-		343	-	-		448	-	-		744	-	-	
Written options	566	-	-		319	-	-		435	-	-		608	-	-	
	1,402	-	-		1,475	-	-		1,788	-	-		1,758	-	-	
<b>Total Foreign Exchange Contracts</b>	819,331	33,201	46,205	2,827	699,182	12,649	23,572	1,656	620,544	7,376	24,754	1,466	625,391	7,974	18,725	1,591
<b>Commodity Contracts</b>																
Over-the-counter																
Swaps	13,475	911	2,467		13,559	376	1,902		15,556	555	2,331		17,011	763	2,709	
Purchased options	8,321	56	1,216		8,526	30	1,109		8,772	80	1,135		9,206	189	1,273	
Written options	3,843	-	-		4,166	-	-		4,538	-	-		4,713	-	-	
	25,639	967	3,683	308	26,251	406	3,011	472	28,866	635	3,466	662	30,930	952	3,982	949
Exchange traded																
Futures	21,662	-	-		22,586	-	-		25,359	-	-		27,776	-	-	
Purchased options	6,911	-	-		6,733	-	-		7,147	-	-		7,537	-	-	
Written options	8,812	-	-		8,499	-	-		8,781	-	-		9,545	-	-	
	37,385	-	-		37,818	-	-		41,287	-	-		44,858	-	-	
<b>Total Commodity Contracts</b>	63,024	967	3,683	308	64,069	406	3,011	472	70,153	635	3,466	662	75,788	952	3,982	949
<b>Equity Contracts</b>																
Over-the-counter																
Exchange traded	49,232	981	3,642		48,702	896	3,547		49,235	776	3,420		44,314	729	3,529	
	4,305	-	-		7,314	-	-		8,343	-	-		7,756	-	-	
<b>Total Equity Contracts</b>	53,537	981	3,642	281	56,016	896	3,547	208	57,578	776	3,420	307	52,070	729	3,529	230
<b>Credit Default Swaps</b>																
Over-the-counter																
Purchased	9,947	71	270		8,801	80	271		8,852	65	429		8,247	77	429	
Written	11,907	-	-		11,983	-	-		11,342	-	-		11,972	-	-	
<b>Total Credit Default Swaps</b>	21,854	71	270	53	20,784	80	271	42	20,194	65	429	82	20,219	77	429	168
<b>Sub-total</b>	4,411,099	62,196	83,837	5,659	4,087,728	32,272	52,522	3,771	3,848,991	26,618	54,053	3,503	3,854,990	28,670	50,183	4,213
<b>Impact of master netting agreements</b>	n.a.	(54,650)	(59,646)		n.a.	(28,885)	(35,585)		n.a.	(24,340)	(35,174)		n.a.	(25,598)	(32,893)	
<b>Total</b>	4,411,099	7,546	24,191	5,659	4,087,728	3,387	16,937	3,771	3,848,991	2,278	18,879	3,503	3,854,990	3,072	17,290	4,213

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



**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).